



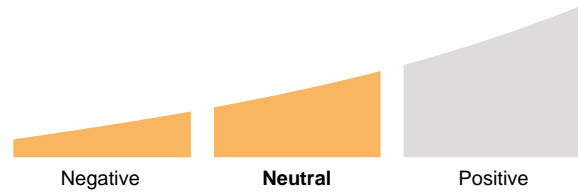
The sector Heavy Construction represents approximately 35% of the market capitalization of the group Construction & Materials and approximately 1% of the European market with 41 companies being regularly followed by the Screener.

The sector is currently trading 4% below its 52 week high and 20% above its 52 week low (bi-weekly closing).

Performance since August 30, 2022: 9.7% vs. 19.9% for the group Construction & Materials and 9.5% for the STOXX600.

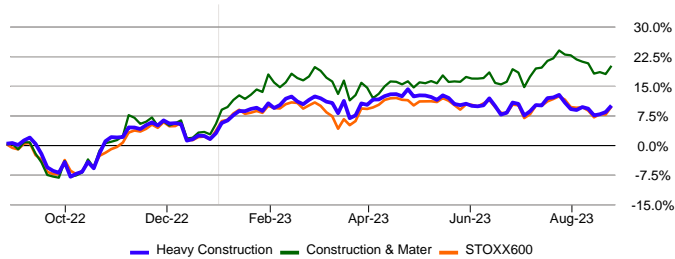
The current % of stocks over their Medium Term technical trend (MTT) is 34.2%.

Global Evaluation



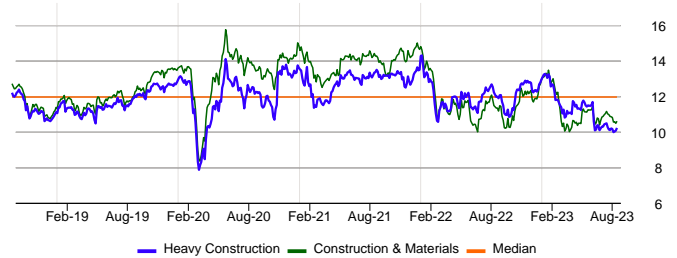
	Market Value	Perf YtD	Nb of Stocks	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
Heavy Construction (EP)	204.21	8.4%	41	183.25	★★★★☆		10.2	10.8%	0.9%	4.3%	
Construction & Materials (EP)	187.08	16.9%	78	531.61	★★★★★		10.6	10.5%	-0.7%	3.3%	
STOXX600 (EP)	459.82	8.2%	583	13,827.07	★★★★☆		10.4	9.6%	-2.5%	3.8%	

Comparison August 30, 2022 - August 29, 2023



"Price to Estimated Earnings" (PE) - Evolution over five years

The estimated PE is calculated on the basis of the underlying stocks. The sector is currently trading below its historical median of 11.9.



Price evaluation rating ★

In order to assess how an index is valued, we compare, among other, the projected earnings growth and dividend with the estimated PE ratio. Based on this approach, we feel this sector is currently strongly undervalued. The G/PE ratio higher than 0.9 indicates that the index's price includes a discount to growth of -39.3%.

Earnings revision trend ★

Compared to seven weeks ago, the analysts have raised (1.6%) their earnings estimates. This positive trend began July 4, 2023 at a price of 205.0.

Technical Trend and Performance ☆☆☆

The sector is currently at a level close to its 40-day moving average. Prior to this (since August 18, 2023), the sector traded below its moving average. The confirmed Technical Reverse point is currently 1% higher.

Checklist

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Global Evaluation	Neutral
Stars	★★★★☆ Weak interest since August 18, 2023.
Earnings Rev Trend	★ Analysts positive since July 4, 2023
Valuation Rating	★ Strongly undervalued
MT Tech Trend	★ Market neutral but previously negative (since August 18, 2023)
4wk Rel. Perf.	★ vs. STOXX600
Sensitivity	The industry has been on the moderate-sensitivity level since June 30, 2023.

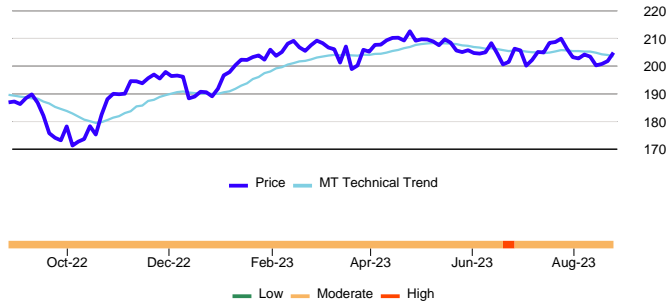
Comparison August 31, 2018 - August 29, 2023



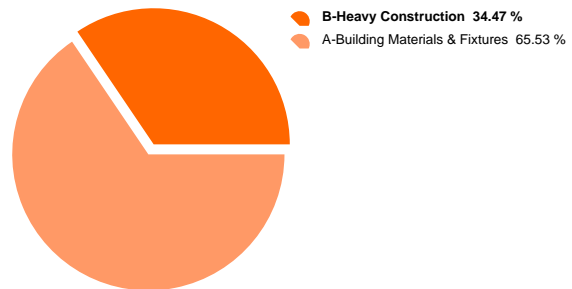


	Market Value	Perf YtD	Nb of Stocks	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
Heavy Construction (EP)	204.21	8.4%	41	183.25	★★★★☆		10.2	10.8%	0.9%	4.3%	

Price & Sensitivity Evolution



Allocation by sector, of the group Construction & Materials



Volatility

The volatility is also used as a sensitivity factor. It measures the magnitude of the upward and downward movements of a stock or index. The higher the volatility, the more sensitive a sector is considered to be.

As of the last update, the monthly volatility of (10.9%) is lower than the last few years' average of (18.3%). The low magnitude of short term price fluctuations indicates a lull in the market.

On the other hand, long term volatility 15.2% of the sector is similar to that of the group Construction & Materials (18.6%), reflecting almost identical price variations between the sector and the group to which it belongs.

The largest sector in terms of market capitalization Building Materials & Fixtures represents 65.5% of the group Construction & Materials. This last one is still at the level of 34.5% of the sector "Heavy Construction".

Sensitivity factor in declining markets

The "Bear Market Factor" measures the behavior of a sector in declining markets. In this context, the sector Heavy Construction has a tendency to drop in the same proportion as the index STOXX600. The sector shows average sensitive reactions to market corrections.

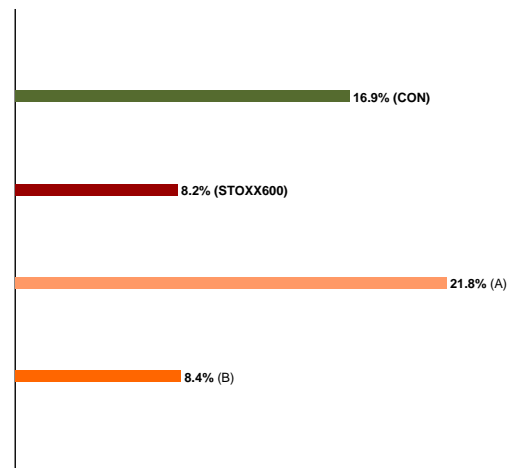
Sensitivity factor in rising markets

The "Bad News Factor" measures a sector's corrections in a rising market phase. In this configuration, the market slightly sanctions the sector Heavy Construction when there is specific pressure in this particular economic activity. When the sector declines in a rising market its average deviation is -0.47%.

Sensitivity analysis summary

Generally speaking, the Heavy Construction sector shows an average sensitive behaviour with an average Bear Market and a low Bad News factor.

2023 sector evolution



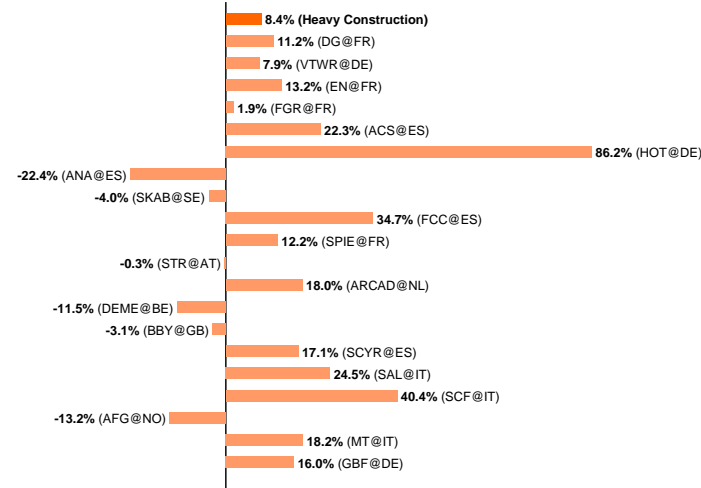
From the beginning of the year, the sector Heavy Construction recorded a variation of 8.4%, while the group Construction & Materials evolved by 16.9%. This industry group is made up of 2 sectors, in which the extreme variations were from 8.2% to 21.8%.



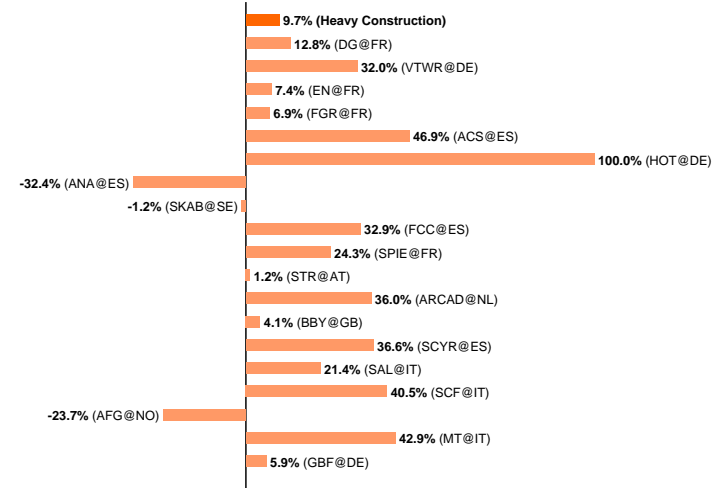
	Market Value	Perf YtD	Nb of Stocks	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
Heavy Construction (EP)	204.21	8.4%	41	183.25	★★★★☆		10.2	10.8%	0.9%	4.3%	

The performance of the 20 largest stocks of the sector is presented below.

Year to date performance



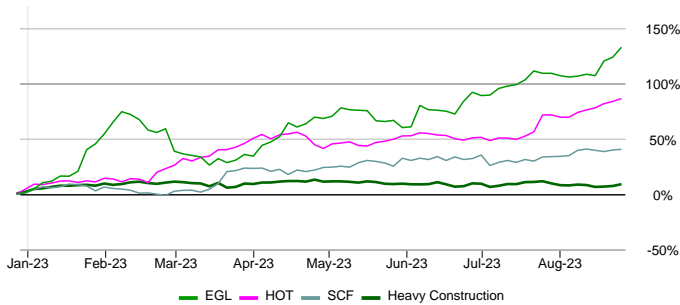
12 months performance



The analysis and details of the above stock can be found on page 6

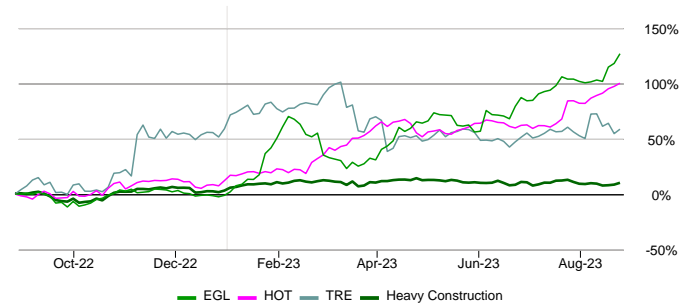
The analysis and details of the above stock can be found on page 6

Top Stocks 2023



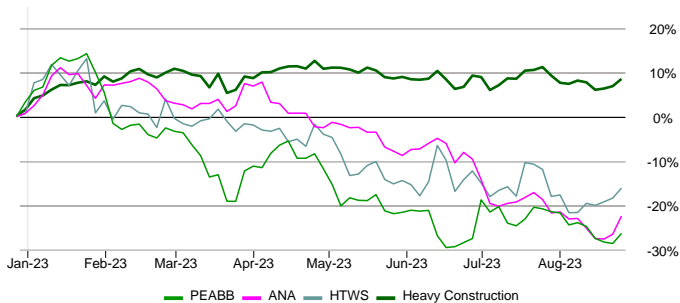
From the beginning of the year, the performance of the sector was 8.4%; as for the three best stocks, (MOTA ENGL SGPS (EGL), HOCHTIEF (HOT) and SALCEP GROUP SPA (SCF)), their performance was 132.5%, 86.2% and 40.4% respectively.

Top Stocks 12 months



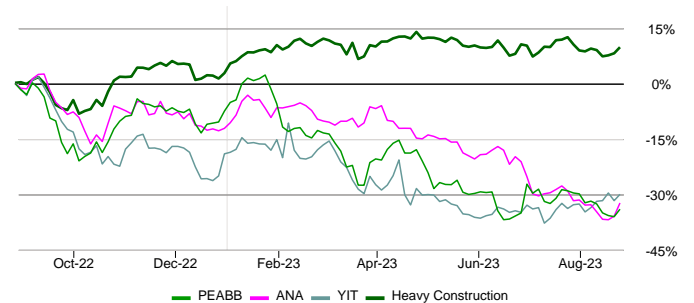
Since 12 months ago, the performance of the sector has been 9.7%; the three best stocks, (MOTA ENGL SGPS (EGL), HOCHTIEF (HOT) and TECNICAS REUNIDAS (TRE)) recorded performances of 126.7%, 100.0% and 58.5% respectively.

Flop Stocks 2023



PEAB AB (PEABB), ACCIONA (ANA) and HELIOS TOWERS (HTWS) with -26.4%, -22.4% and -16.1% recorded the three worst performances from the beginning of the year. For the sector Heavy Construction, the variation was 8.4%.

Flop Stocks 12 months



The three worst performances in 12 months were recorded by PEAB AB (PEABB), ACCIONA (ANA) and YIT (YIT) with -34.1%, -32.4% and -30.0%. As for the sector Heavy Construction, it recorded a variation of 9.7%.

Only companies with a market capitalization exceeding \$500 million are mentioned.



The stock selection below has been specifically chosen for this universe. The proposals cannot consider the reader's personal financial situation nor his appetite or aversion to risk; stock ownership should not be assessed either if appropriate to the reader. Please request personalised alternatives from your financial advisor.

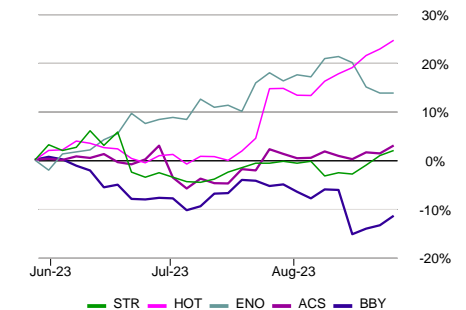
Stocks of interest

Name	Market	Group	Best Evaluation	Defensive Stocks	High Dividends	Low PE
ACS ACTIVIDADES	ES	Construction & Materials	✓			
BALFOUR BEATTY	GB	Construction & Materials	✓			
BILFINGER BERGER	DE	Construction & Materials				✓
BOUYGUES	FR	Construction & Materials			✓	✓
EIFFAGE	FR	Construction & Materials				✓
ELECNOR	ES	Construction & Materials	✓	✓		
HOCHTIEF	DE	Construction & Materials	✓	✓		
MORGAN SINDALL	GB	Construction & Materials				✓
SALCEF GROUP SPA	IT	Construction & Materials		✓		
STRABAG SE	AT	Construction & Materials	✓	✓		
VANTAGE TOWERS AG	DE	Construction & Materials		✓		
WEBUILD	IT	Construction & Materials				✓

Stocks with the best valuations

Symbol Market	Name Sector	Price Ccy	Mkt Cap in \$bn	7wk EPS Rev	Stars	Sensitivity	Global Evaluation
STR AT	STRABAG SE Heavy Construction	39.00 EUR	4.32	0.2%	★★★★★		
HOT DE	HOCHTIEF Heavy Construction	97.80 EUR	7.76	0.1%	★★★★★		
ENO ES	ELECNOR Heavy Construction	13.65 EUR	1.25	0.1%	★★★★★		
ACS ES	ACS ACTIVIDADES Heavy Construction	32.18 EUR	8.64	7.6%	★★★★★		
BBY GB	BALFOUR BEATTY Heavy Construction	327.20 GBp	2.23	6.5%	★★★★★		

Evolution over the last 3 months



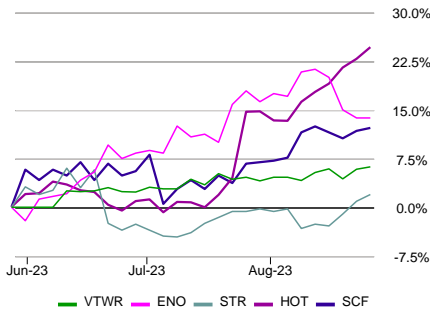
The Global Evaluation is a multi-criteria approach to identify the stocks with the best overall outlook. The assessment is the compilation of fundamental (PE, growth, earnings revisions, dividend, etc.), technical (moving average, relative performance), and sensitivity (behaviour in declining markets and sensitivity to bad news) factors. In order to present a relevant selection, only companies with a market capitalization above \$1bn and showing good earnings growth valuations, are listed. Furthermore, the eligible stocks must have a minimum rating of two stars, a neutral to positive valuation, and a low to moderate sensitivity. When the global rankings are identical, the analysts' 7 week earnings per share revision (7 wk EPS rev) acts as the deciding classification element.



	Market Value	Perf YtD	Nb of Stocks	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
Heavy Construction (EP)	204.21	8.4%	41	183.25	★★★★☆		10.2	10.8%	0.9%	4.3%	

The best defensive stocks

Evolution over the last 3 months



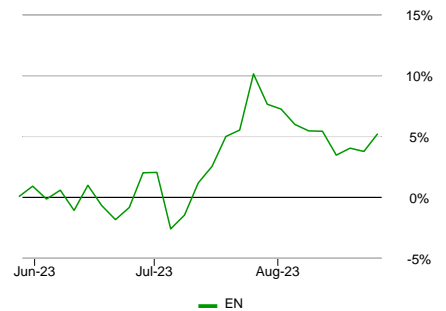
Symbol Market	Name Sector	Price Ccy	Mkt Cap in \$bn	Bear Mkt Factor	Stars	Sensitivity	Global Evaluation
VTWR DE	VANTAGE TOWERS AG Heavy Construction	34.52 EUR	18.86	-93	★★★★☆		
ENO ES	ELECNOR Heavy Construction	13.65 EUR	1.25	-91	★★★★☆		
STR AT	STRABAG SE Heavy Construction	39.00 EUR	4.32	-70	★★★★☆		
HOT DE	HOCHTIEF Heavy Construction	97.80 EUR	7.76	-62	★★★★☆		
SCF IT	SALCEF GROUP SPA Heavy Construction	24.45 EUR	1.62	-45	★★★★☆		

The sensitivity assessment is based on essentially two criteria: the stock's "behaviour in declining markets" (Bear Market Factor), and the stock's "sensitivity to bad news" (Bad News Factor). By positioning a stock according to the world averages, three sensitivity levels can be attributed (low, moderate, high). Combining these elements makes it possible to create a final ranking of stocks in the market. To present the most useful selection, only companies with a market capitalization greater than \$1bn and showing good earnings growth valuations are listed. Furthermore, the eligible stocks must have a minimum rating of two stars, a neutral to positive valuation, and a low to moderate sensitivity. In case of a tie, the stock's "behaviour in declining markets" will act as the deciding classification element.

The stocks with attractive dividends

Symbol Market	Name Sector	Price Ccy	Mkt Cap in \$bn	Div	Stars	Sensitivity	Global Evaluation
EN FR	BOUYGUES Heavy Construction	31.73 EUR	12.97	5.7%	★★★★☆		

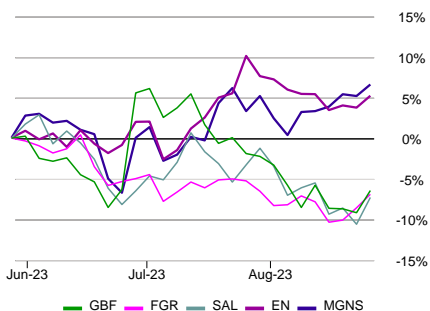
Evolution over the last 3 months



Within this category, the equities that have been chosen are based on the expected dividend yield over the next 12 months. The selection takes into consideration only companies with payout dividends totalling not more than 70% of their forecasted income. This is to ensure that only companies are included that show a strong potential for a continued payout of dividends in the future. This profile also requires a minimum of 2 stars and a market value greater than one billion USD.

The stocks with the lowest PE

Evolution over the last 3 months



Symbol Market	Name Sector	Price Ccy	Mkt Cap in \$bn	LT P/E	Stars	Sensitivity	Global Evaluation
GBF DE	BILFINGER BERGER Heavy Construction	31.56 EUR	1.26	6.8	★★★★☆		
FGR FR	EIFFAGE Heavy Construction	93.64 EUR	9.76	7.0	★★★★☆		
SAL IT	WEBUILD Heavy Construction	1.71 EUR	1.86	7.1	★★★★☆		
EN FR	BOUYGUES Heavy Construction	31.73 EUR	12.97	7.3	★★★★☆		
MGNS GB	MORGAN SINDALL Heavy Construction	1,950.00 GBp	1.14	7.5	★★★★☆		

The price to earnings ratio (PE) may help to find undervalued stocks. If the PE of a stock is much lower than the PE of its reference market, the stock could have upside price potential. In order to present a relevant selection, only companies with a market capitalization greater than \$1bn and showing good earnings growth valuations are listed. Furthermore, the eligible stocks must have: a minimum rating of two stars, a neutral to positive valuation, a low to moderate sensitivity. When the PE ratios are identical, the analysts' 7 week earnings per share revision (7 wk EPS rev) acts as the deciding classification element.



	Market Value	Perf YtD	Nb of Stocks	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
Heavy Construction (EP)	204.21	8.4%	41	183.25	★★★★☆		10.2	10.8%	0.9%	4.3%	

The 20 top stocks classified by market capitalization






Symbol Market	Name Sector	Price Ccy	Perf YtD	Mkt Cap in \$bn	Stars	Sensitivity	LT P/E	LT Growth	4wk Rel. Perf.	Div	Global Evaluation
DG FR	VINCI Heavy Construction	103.78 EUR	11.2%	63.54	★★★★☆		9.9	9.5%	-0.4%	4.7%	
VTWR DE	VANTAGE TOWERS AG Heavy Construction	34.52 EUR	7.9%	18.86	★★★★☆		34.2	22.9%	4.0%	2.0%	
EN FR	BOUYGUES Heavy Construction	31.73 EUR	13.2%	12.97	★★★★★		7.3	12.8%	-0.1%	5.7%	
FGR FR	EIFFAGE Heavy Construction	93.64 EUR	1.9%	9.76	★★★★☆		7.0	7.3%	1.4%	4.5%	
ACS ES	ACS ACTIVIDADES Heavy Construction	32.18 EUR	22.3%	8.64	★★★★★		12.1	10.9%	3.7%	6.2%	
HOT DE	HOCHTIEF Heavy Construction	97.80 EUR	86.2%	7.76	★★★★★		11.5	8.8%	11.7%	4.7%	
ANA ES	ACCIONA Heavy Construction	133.35 EUR	-22.4%	7.61	★★★★☆		12.7	7.7%	0.3%	3.7%	
SKAB SE	SKANSKA AB Heavy Construction	158.40 SEK	-4.0%	5.87	★★★★☆		8.7	8.6%	-3.2%	5.1%	
FCC ES	FOMENTO CONSTRUCCION Heavy Construction	11.88 EUR	34.7%	5.75	★★★★☆		12.9	7.4%	1.0%	3.4%	
SPIE FR	SPIE Heavy Construction	27.34 EUR	12.2%	4.80	★★★★☆		11.3	9.7%	2.7%	3.3%	
STR AT	STRABAG SE Heavy Construction	39.00 EUR	-0.3%	4.32	★★★★★		7.6	4.9%	4.5%	5.1%	
ARCAD NL	ARCADIS Heavy Construction	43.32 EUR	18.0%	4.13	★★★★★		12.8	12.9%	11.0%	2.4%	
DEME BE	DEME GROUP Heavy Construction	109.80 EUR	-11.5%	3.19	★★★★☆		13.6	16.7%	-6.4%	2.2%	
BBY GB	BALFOUR BEATTY Heavy Construction	327.20 GBp	-3.1%	2.23	★★★★☆		8.3	5.9%	-3.9%	3.7%	
SCYR ES	SACYR Heavy Construction	2.98 EUR	17.1%	2.12	★★★★☆		11.4	10.6%	-1.7%	4.7%	
SAL IT	WEBUILD Heavy Construction	1.71 EUR	24.5%	1.86	★★★★☆		7.1	16.5%	-1.4%	3.5%	
SCF IT	SALCEF GROUP SPA Heavy Construction	24.45 EUR	40.4%	1.62	★★★★☆		16.1	16.0%	6.3%	2.5%	
AFG NO	AF GRUPPEN ASA Heavy Construction	124.80 NOK	-13.2%	1.28	★★★★☆		11.2	13.0%	-5.9%	8.2%	
MT IT	MAIRE TECNIMONT Heavy Construction	3.67 EUR	18.2%	1.28	★★★★☆		8.6	10.9%	0.6%	4.6%	
GBF DE	BILFINGER BERGER Heavy Construction	31.56 EUR	16.0%	1.26	★★★★☆		6.8	21.8%	-1.7%	5.3%	

Glossary - Equities

Global Evaluation

The rating results from several factors: fundamentals, technical analysis, measures of sensitivity, and the benchmark trend.

The synthesis is rated on a 5 level scale:

-  : **Positive**, almost all or all the factors are positive
-  : **Slightly positive**, a majority of factors are positive
-  : **Neutral**, balance between positive and negative factors
-  : **Slightly negative**, a majority of factors are negative
-  : **Negative**, almost all or all the factors are negative

The synthesis for the Indices and Industries is rated on a 3 level scale: Positive, Neutral and Negative.

Number of Stocks

The number of stocks in the index that can be analyzed.

Mkt Cap in \$bn

This number represents the Market Capitalization in USD bn. It is calculated by multiplying a firm's share price by the number of outstanding shares. For reasons of comparison, all results are in USD.

Valuation Rating

Our Valuation Rating indicates if a stock is "expensive" or "cheap" relative to its growth potential. This is used to determine whether or not the investor is paying a premium for anticipated growth.

To estimate a stock's value relative to its current price, our Valuation Rating combines:

- stock price
- projected earnings
- projected earnings growth
- dividends

We establish our rating by combining these elements.

There are five ratings, ranging from strongly undervalued to strongly overvalued.

Stars

theScreener's star rating system is designed to enable you to identify high-quality stocks quickly and easily.

Stars are earned for each element specified below:

- Earnings Rev Trend
- Valuation Rating
- MT Tech Trend
- 4 week Relative Performance

Therefore, a stock can earn a maximum of four stars.

The lowest rating a stock can have is no stars.

Once a stock has earned a star, it will keep it until:

- Earnings Rev Trend becomes negative
- Valuation Rating becomes negative
- MT Tech Trend becomes negative
- 4 week Relative Performance drops below -1%

Dividend

This is the dividend in % for the next 12 months.

Even if the same number is shown, the dividend value can appear in one of four colors, depending on the earnings coverage:

- 0%, no dividend
- 4%, the dividends are covered (between 0% and 40% of earnings)
- 4%, the dividends represent between 40% and 70% of earnings
- 4%, the dividends are higher than 70% of earnings, which implies that the dividend coverage is not guaranteed.

Earnings Rev. Trend

The earnings revision trend represents the analysts' consensus and is based on their earnings per share revisions in the last seven weeks. To ensure reliable estimates, theScreener only analyzes titles that are covered by at least three analysts.

Revisions exceeding $\pm 1\%$ are interpreted as positive or negative earnings revision trends.

Financials Rating

Financials are rated on a three-level scale (positive, neutral, and negative). The overall rating is based on the subratings that take the mid- and long-term development into account as well as the industry average.

Target Price

The target price is an estimate of the stock's price in 12 months.

LT PE

This is the relationship between the price and the estimated long-term future earnings.

LT Growth

This is the estimated annual growth rate of future earnings, normally projected over the next two to three years.

MT Tech. Trend

The medium-term (40d) technical trend indicates the current trend, positive, neutral, or negative.

When a price falls to 1.75% above or below the technical trend, the MT technical trend is considered neutral.

Once the price breaks out of the 1.75% neutral zone, the MT technical trend will change to positive or negative.

4-week (Relative) Performance

This figure measures the dividend-adjusted performance of a stock relative to its national or regional index (compared to four weeks ago). As for an Index, it measures the net performance over 4 weeks.

Bad News Factor

To determine the "Bad News Factor" we analyze a stock's declines in rising markets. If a stock price falls while its relative index goes up, it can be assumed that the stock's performance has been affected by bad news - hence the name, "Bad News Factor".

Here a stock's movements are measured on a bi-weekly basis, during a sliding 52 week period. Every time a stock drops while its reference index rises, the difference is calculated in %, integrated into a yearly average and expressed in basis points.

The higher the "Bad News Factor," the more a stock has proven to be sensitive to bad news. The lower the "Bad News Factor," the less the stock has proven to be sensitive to bad news.

Bear Market Factor

To determine the "Bear Market Factor" we analyze a stock's price movements in declining markets.

This is the analysis of the movements, in a bi-weekly intervals, during a sliding 52 week period. The higher the "Bear Market Factor," the greater the probability a stock would drop when its relative index drops.

A "Bear Market Factor" that is strongly negative means the stock has been more resistant to losses in declining markets.

Sensitivity

Stock price developments are generally volatile and contain high risks that can result in a total loss. Based on a their historical behaviour, stocks are classified by sensitivity level. These sensitivity levels have to be considered solely in relative historical comparison to other stocks. Please note that even "Low Sensitivity" stocks are equities and therefore high risk investments that can lose up to all of their value, and that past performance is no indication of current or future performance.

"Sensitivity" is determined by measuring the "Bear Market Factor" and the "Bad News Factor" against its benchmark.

There are three grades of sensitivity levels:

- Low Sensitivity: The sensitivity indicators fall below the world reference average.
- Moderate Sensitivity: The sensitivity indicators are situated higher than the world reference average, but lower than standard deviation.
- High Sensitivity: The sensitivity indicators are at levels higher than standard deviation.

Volatility

Volatility measures the magnitude of upwards and downwards movements of a stock or index. The volatility 12 M shows the average volatility over the last 12 months.

Beta

Beta is a common measure of sensitivity. Where a Beta is greater than 100, the stock is more volatile than its reference index.

Correlation

Correlation is the degree of similarity in which a stock fluctuates in relation to its reference index.

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This report is provided for your personal information only, and does not constitute or contain any solicitation, financial advice, or offer to buy or sell any kind of securities. This report was based on sources that we consider reliable, but we do not warrant the accuracy and exhaustiveness of the information, opinions and quotes provided. Past performance is no guarantee of future results.

If the investment currency differs from the currency of the investment instrument, currency fluctuations can have a strong influence on the performance of the investment instrument, so that it can be significantly higher or lower.

More information: www.thescreener.com/home/method/

Price data, financial ratios and earnings estimates provided by FACTSET. Indexes data provided by EDI.