

Industry Week in Review – May 24, 2024

Comparable Company Analysis

(\$ in millions, except price per share)

Defense Primes	Stock Price		Stock Price Δ		Market Cap	2024E P / E	2024E EV / EBITDA
	05/16/24	05/23/24	1-Week	1-Year			
RTX Corporation	\$104.24	\$105.41	1.1%	12.5%	\$139,915.4	19.6x	14.3x
Lockheed Martin Corporation	464.83	467.08	0.5%	3.2%	112,070.3	17.8x	13.2x
The Boeing Company	182.96	172.21	(5.9%)	(13.6%)	105,717.0	N/A	N/A
General Dynamics Corporation	295.75	296.52	0.3%	43.6%	81,223.7	20.3x	15.3x
Northrop Grumman Corporation	470.69	467.21	(0.7%)	5.8%	69,142.4	18.9x	14.9x
BAE Systems plc	17.28	17.76	2.7%	51.0%	53,453.1	20.6x	12.0x
L3Harris Technologies, Inc.	222.09	223.11	0.5%	22.1%	42,319.6	17.2x	14.3x
Median			0.5%	12.5%	\$81,223.7	19.2x	14.3x

Government Technology Solutions

Leidos Holdings, Inc.	\$147.56	\$149.77	1.5%	85.7%	\$20,250.6	17.0x	13.4x
Booz Allen Hamilton Holding Corporation	152.55	152.36	(0.1%)	66.2%	19,768.1	26.4x	14.0x
CACI International Inc	426.36	425.72	(0.2%)	42.8%	9,492.0	19.1x	13.5x
Parsons Corporation	76.55	77.49	1.2%	78.7%	8,233.0	25.9x	16.5x
SAIC	136.68	136.71	0.0%	40.9%	7,009.2	16.9x	13.3x
ICF International, Inc.	146.62	142.67	(2.7%)	28.0%	2,673.1	21.1x	14.9x
V2X, Inc.	46.33	44.37	(4.2%)	3.8%	1,395.8	NM	8.3x
Median			(0.1%)	42.8%	\$8,233.0	20.1x	13.5x

Aerospace

General Electric Company	\$161.12	\$165.26	2.6%	63.7%	\$180,894.7	40.8x	23.3x
Airbus SE	172.78	174.56	1.0%	31.0%	137,986.0	25.0x	13.5x
Safran SA	225.87	235.63	4.3%	60.3%	97,440.0	NM	16.7x
TransDigm Group Incorporated	1,286.32	1,330.72	3.5%	70.7%	74,465.1	38.9x	22.1x
MTU Aero Engines AG	255.22	253.60	(0.6%)	6.8%	13,649.8	NM	11.0x
Bombardier Inc.	57.46	61.51	7.0%	48.7%	6,018.3	NM	8.3x
Embraer S.A.	29.99	29.36	(2.1%)	110.0%	5,413.7	NM	10.9x
Astronics Corporation	20.88	20.53	(1.7%)	23.6%	714.5	25.3x	9.4x
Median			1.8%	54.5%	\$44,057.4	32.1x	12.2x

Source: Company filings.

M&A Transactions

Macquarie Capital has acquired Earth Resources Technology, Inc. ("ERT"), a provider of scientific, engineering, environmental, and technology services and solutions for US federal agencies. KippsDeSanto & Co. acted as financial advisor to ERT. Terms of the transaction were not disclosed.

TransDigm Group, Inc. (NYSE: TDG) has acquired SEI Industries Ltd., a provider of structurally engineered fabric products and related systems for aerial firefighting and other liquid transportation solutions serving private sector, U.S. federal government, and international defense markets. The transaction is valued at \$170 million.

Valkyrie Enterprises, LLC, a portfolio company of DC Capital Partners, has acquired Ship 2 Shore, Inc., a provider of industrial corrosion-inhibiting products and remediation support services for U.S. federal government, international government, and private sector markets. Terms of the transaction were not disclosed.

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