

Industry Week in Review – September 13, 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
	09/05/24	09/12/24	1-Week	1-Year			
RTX Corporation	\$119.64	\$120.10	0.4%	58.9%	\$159,502.1	22.0x	15.7x
Lockheed Martin Corporation	568.59	568.27	(0.1%)	35.0%	135,451.7	21.4x	15.5x
The Boeing Company	162.15	162.77	0.4%	(21.9%)	100,293.5	N/A	N/A
General Dynamics Corporation	297.29	300.67	1.1%	36.9%	82,484.8	20.7x	15.4x
Northrop Grumman Corporation	519.39	518.54	(0.2%)	21.6%	75,834.0	20.6x	15.9x
BAE Systems plc	17.14	17.32	1.1%	32.7%	51,956.7	19.5x	12.6x
L3Harris Technologies, Inc.	232.52	228.17	(1.9%)	34.9%	43,285.0	17.5x	14.2x
Median			0.4%	34.9%	\$82,484.8	20.6x	15.5x

Government Technology Solutions

Leidos Holdings, Inc.	\$155.80	\$154.09	(1.1%)	62.1%	\$20,758.0	17.1x	13.0x
Booz Allen Hamilton Holding Corporation	155.88	154.73	(0.7%)	36.7%	19,989.7	27.2x	14.5x
CACI International Inc	479.17	471.58	(1.6%)	49.3%	10,518.0	20.8x	14.5x
Parsons Corporation	93.54	95.46	2.1%	71.9%	10,136.4	30.2x	18.8x
SAIC	135.28	134.94	(0.3%)	21.2%	6,682.2	16.5x	13.0x
ICF International, Inc.	162.80	165.35	1.6%	31.4%	3,101.5	23.3x	16.3x
V2X, Inc.	48.34	49.57	2.5%	3.8%	1,546.2	NM	8.7x
Median			(0.3%)	36.7%	\$10,136.4	22.1x	14.5x

Aerospace

General Electric Company	\$163.85	\$169.70	3.6%	49.4%	\$184,007.6	40.1x	23.3x
Airbus SE	146.05	144.05	(1.4%)	2.7%	114,017.8	24.6x	12.7x
Safran SA	213.58	223.35	4.6%	40.0%	93,891.7	NM	15.8x
TransDigm Group Incorporated	1,329.28	1,348.03	1.4%	55.5%	75,639.8	38.6x	21.9x
MTU Aero Engines AG	294.35	303.91	3.2%	61.9%	16,357.6	NM	12.3x
Embraer S.A.	35.82	36.06	0.7%	142.7%	6,606.6	NM	10.6x
Bombardier Inc.	65.11	65.38	0.4%	77.4%	6,465.3	NM	8.7x
Astronics Corporation	20.61	18.91	(8.2%)	14.6%	659.8	52.5x	9.3x
Median			1.0%	52.4%	\$45,998.7	39.3x	12.5x

Source: Company filings.

M&A Transactions

Argentum Group has made a strategic investment in L2 Consulting Services, Inc., a provider of comprehensive avionics services across a range of aviation products for aerospace, space, and defense markets. Terms of the transaction were not disclosed.

General Dynamics Information Technology (NYSE: GD) has acquired Iron EagleX, a provider of artificial intelligence / machine learning ("AI/ML"), cyber, software development, and cloud services for the Special Operations Forces and the Intelligence Community. Terms of the transaction were not disclosed.

Kirtland Capital Partners has acquired Actron Entities, Inc., a provider of precision metal products, assemblies, and contract manufacturing services for components and sub-assemblies across aerospace and defense markets. Terms of the transaction were not disclosed.

Madison Dearborn Partners, LLC has acquired Harmonia Holdings Group, LLC, a provider of AI/ML, cybersecurity, cloud optimization, and data science and analytics solutions for private sector and U.S. federal government civil and defense markets. Terms of the transaction were not disclosed. KippsDeSanto & Co. acted as financial advisor to Harmonia Holdings Group, LLC.

Renovus Capital has acquired QualX Corp., a provider of records and information management, digital transformation, and business process improvement services to private sector and U.S. federal government, civil, defense, and homeland security markets. Terms of the transaction were not disclosed.

Theon International plc (ENXTAM:THEON) has agreed to acquire a 60% majority stake in Harder Digital Sova doo (XBEL: HDSV), a provider of custom made Image Tubes and Gen I, Gen II, and Gen III Image intensifiers for private sector and international defense markets. The transaction is valued at \$37.5 million.

*Securities and investment banking products and services are offered through KippsDeSanto & Co., a non-banking subsidiary of Capital One, N.A., a wholly owned subsidiary of Capital One Financial Corporation. KippsDeSanto is a member of FINRA and SIPC. Products or services are **Not FDIC Insured, Not Bank Guaranteed, May Lose Value, Not a Deposit, and Not Insured By Any Federal Governmental Agency.***