

Industry Week in Review – October 25, 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 |
|------------------------------|-------------|----------|---------------|--------------|-------------------|--------------|-------------------|
| | 10/17/24 | 10/24/24 | 1-Week | 1-Year | | | |
| RTX Corporation | \$125.75 | \$125.17 | (0.5%) | 59.6% | \$166,603.3 | 22.5x | 15.9x |
| Lockheed Martin Corporation | 609.62 | 564.21 | (7.4%) | 26.0% | 133,737.7 | 21.2x | 15.2x |
| The Boeing Company | 155.31 | 155.20 | (0.1%) | (12.7%) | 95,944.8 | N/A | N/A |
| General Dynamics Corporation | 308.23 | 301.27 | (2.3%) | 24.3% | 82,706.9 | 21.6x | 15.8x |
| Northrop Grumman Corporation | 527.97 | 523.68 | (0.8%) | 8.4% | 76,297.7 | 20.4x | 16.0x |
| BAE Systems plc | 17.27 | 16.91 | (2.1%) | 27.1% | 50,654.8 | 19.2x | 12.4x |
| L3Harris Technologies, Inc. | 248.28 | 244.17 | (1.7%) | 38.9% | 46,320.3 | 18.9x | 14.9x |
| Median | | | (1.7%) | 26.0% | \$82,706.9 | 20.8x | 15.5x |

Government Technology Solutions

| | | | | | | | |
|---|----------|----------|---------------|--------------|-------------------|--------------|--------------|
| Leidos Holdings, Inc. | \$168.35 | \$168.79 | 0.3% | 84.8% | \$22,738.3 | 18.6x | 14.0x |
| Booz Allen Hamilton Holding Corporation | 163.30 | 166.55 | 2.0% | 39.5% | 21,516.7 | 27.7x | 14.9x |
| CACI International Inc | 529.64 | 552.55 | 4.3% | 71.6% | 12,381.6 | 23.4x | 16.1x |
| Parsons Corporation | 108.27 | 104.41 | (3.6%) | 85.6% | 11,086.8 | 33.0x | 20.4x |
| SAIC | 147.64 | 144.05 | (2.4%) | 35.0% | 7,133.4 | 17.6x | 13.7x |
| ICF International, Inc. | 175.05 | 167.16 | (4.5%) | 37.2% | 3,135.4 | 23.6x | 16.5x |
| V2X, Inc. | 63.68 | 62.18 | (2.4%) | 24.2% | 1,939.5 | NM | 10.0x |
| Median | | | (2.4%) | 39.5% | \$11,086.8 | 23.5x | 14.9x |

Aerospace

| | | | | | | | |
|------------------------------|----------|----------|---------------|--------------|-------------------|--------------|--------------|
| General Electric Company | \$192.62 | \$179.74 | (6.7%) | 61.6% | \$194,531.5 | 41.8x | 24.7x |
| Airbus SE | 153.00 | 152.43 | (0.4%) | 15.2% | 120,649.3 | 27.2x | 13.8x |
| The Boeing Company | 155.31 | 155.20 | (0.1%) | (12.7%) | 95,944.8 | -10.2x | -25.8x |
| Safran SA | 232.16 | 227.05 | (2.2%) | 44.4% | 95,445.7 | 30.4x | 16.6x |
| TransDigm Group Incorporated | 1,401.96 | 1,345.56 | (4.0%) | 64.4% | 75,501.2 | 38.8x | 21.9x |
| MTU Aero Engines AG | 338.60 | 337.65 | (0.3%) | 78.8% | 18,174.0 | 22.8x | 13.6x |
| Bombardier Inc. | 79.99 | 76.90 | (3.9%) | 159.1% | 7,595.5 | 17.2x | 9.5x |
| Embraer S.A. | 34.30 | 34.92 | 1.8% | 148.7% | 6,377.7 | 19.1x | 10.4x |
| Astronics Corporation | 21.04 | 18.05 | (14.2%) | 20.5% | 629.9 | 50.1x | 9.0x |
| Median | | | (2.2%) | 61.6% | \$75,501.2 | 27.2x | 13.6x |

Source: Company filings.

M&A Transactions

Branford Castle Partners, LP has acquired Hoffman Engineering Corp., a subsidiary of Trident Maritime Systems, LLC, a portfolio company of J.F. Lehman & Co., and a provider of night vision and photonic test equipment in addition to lighting components and power management systems for aerospace and defense markets. Terms of the transaction were not disclosed.

Firan Technology Group Corp. (TSX:FTG) has agreed to acquire FLYHT Aerospace Solutions Ltd. (TSXV:FLY), a provider of proprietary technological solutions and services driven by a suite of patented aircraft-certified hardware products for global aviation markets. The transaction is valued at \$15.3 million.

HEICO Corporation (NYSE:HEI) has acquired 88% of Mid Continent Controls, Inc., a provider of the design and manufacturing of proprietary in-cabin power and entertainment components and subsystems for business jets across the aviation industry. Terms of the transaction were not disclosed.

Sverica Capital Management LP has acquired Electronic Source Company, a provider of the manufacturing of high-reliability circuit card assemblies and other defense electronics for aerospace, defense, and space markets. Terms of the transaction were not disclosed.

Tecum Capital Partners has acquired Kadon Precision Machining, Inc., a provider of precision manufacturing specializing in Swiss turn, milling, lathe, and multi-axis machining and assembly for aerospace, defense, and space markets. Terms of the transaction were not disclosed.

Thales S.A. (ENXTPA:HO) has acquired Digital Receiver Technology, Inc. ("DRT"), a subsidiary of **Boeing Co. (NYSE: BA)** and provider of Software Defined Radio ("SDR") based technical solutions for military, intelligence community, and other law enforcement markets. Terms of the transaction were not disclosed.

*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.***