

**Date** 31/08/2012

**Consensus Rating\*:** 0.72 (Accumulate)

Previous rating 0.78 (Accumulate)

Stock price (in Euro) 88.00

High/Low (52 weeks) 98.98/60.86

Market cap (in Euro m) 7,453.69

ISIN BE0003470755

Reuters SOLB.DE

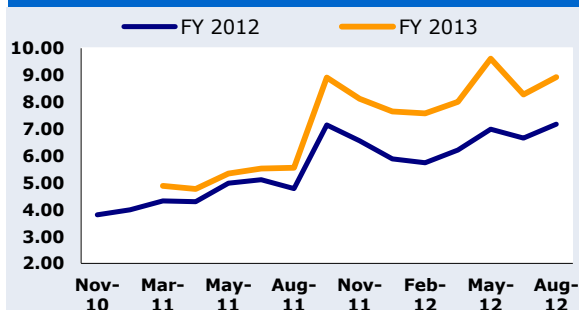
Bloomberg SOL:GR

Exchange Euronext Brussels

Sector Chemicals

 Internet [www.solvay.com](http://www.solvay.com)

Coverage 18

**EPS Estimates in Euro\*\*:**

**YoY Change in Estimates**

	Q3 12E	Q3 11A	Change
Net Sales	3,261.6	3,256.0	0.2%
REBITDA	507.3	533.0	-4.8%
REBIT	331.2	366.0	-9.5%
EBIT	300.6	356.0	-15.6%
EPS	1.72	1.68	2.2%

\*\*including Rhodia from October 2011 onwards

\*\*\*Rhodia figures adjusted as of Q1 11

## \* Consensus Rating (CR):

**Classification:**

Buy: 1.50 ≤ CR &lt; 2.00

Accumulate: 0.50 ≤ CR &lt; 1.50

Hold: -0.50 &lt; CR &lt; 0.50

Reduce: -1.50 ≤ CR &lt; -0.50

Sell: -2.00 ≤ CR &lt; -1.50

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# Solvay

## Summary

**Outlook after Q2 2012 results:**

Business dynamics should remain healthy for Solvays growth engines and challenging for its cycle sensitive businesses. Despite the slowing in demand observed in June in some business segments, the ongoing major transformation of the Group combined with the company's ability to fully deliver on its cost saving targets lead Solvay to reiterate its expectations.

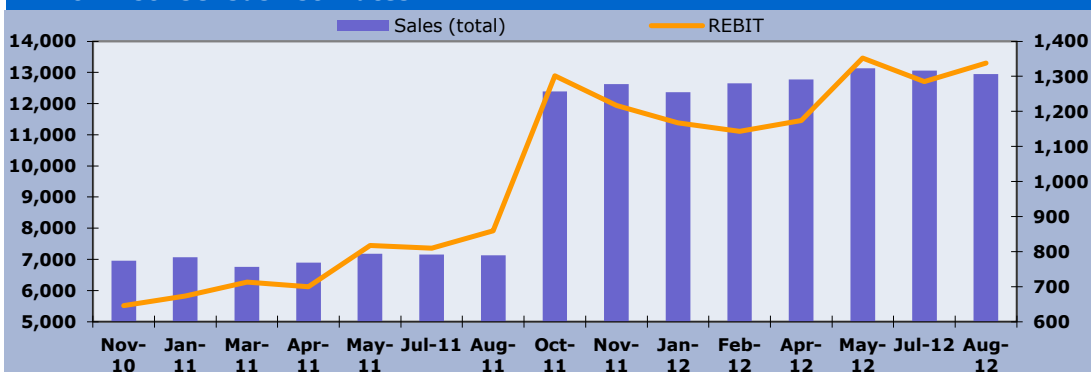
In this context, Solvay expects to achieve a full-year REBITDA similar to the strong 2011 pro forma level.

**Solvay Group will release its Q3 2012 results on October 25<sup>th</sup> 2012.**
**Price targets in Euro**

	Current	Previous	Change	Up-/Downside
Current Price	88.00			
Highest	138.00	138.00	0.0%	56.8%
Consensus	100.78	100.94	-0.2%	14.5%
Median	105.00	105.00	0.0%	19.3%
Lowest	75.00	75.00	0.0%	-14.8%

**Consensus Valuation**

	Sales	REBIT	P/E	EV/Sales	EV/REBIT	Div.Yield
2009	8,485	969.0	12.0	0.91	7.98	3.9%
2010	6,270	603.0	3.56	0.59	6.12	3.9%
2011**	12,693	1,408	8.33	0.66	5.98	3.9%
2012E**	12,949	1,338	12.3	0.72	6.93	3.8%
2013E**	13,485	1,458	9.86	0.69	6.36	4.0%

**FY 2012 Consensus Estimates**

**Quarterly Development (in Euro m)\*\*\***
