



#### **ANALYST QUICK NOTES**

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**PPG Industries Inc. (NYSE: PPG: HOLD)**

**Target Price: NM**

**Bill Selesky**

**4/24/2017**

#### **PPG Industries 1Q17 financial results**

- PPG posted 1Q17 revenue of \$3.57 billion, above the consensus estimate of \$3.53 billion.
  - 1Q17 EPS (adjusted) of \$1.35 per share was higher than the consensus of \$1.32 per share.
  - The better-than-expected results were due to higher volume (+2%) growth in OEM & Packaging.
  - Separately, in 1Q17, PPG made two unsolicited bids (\$22B and \$24B) to acquire rival AkzoNobel.
  - While Akzo rejected both bids, PPG remains open to a combination.
    - We are supportive of this idea.
  - That said, Akzo is Netherlands-based and has an aggressive anti-takeover proviso in its charter.
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