

2020 Multiples versus 2019

Change in Multiples

We surveyed more than 30 buyers and sellers of middle market aerospace and defense companies regarding EBITDA multiples paid in 2020 and 2019. As expected, we found a meaningful drop in 2020. Most respondents told us they expect valuations, especially in the commercial aviation supply chain, to track (with a lag) the ebbs and flows of the Covid-19 pandemic.

Average Multiples

- 2020: 6.8x
- 2019: 8.3x

Not surprisingly, EBITDA multiples fell meaningfully in 2020

8.3x
2019

6.8x
2020