

Bpost SA de Droit Public BPOST ★★★★★^Q 25 May 2018 02:00 UTC

Last Close
24 May 2018
15.65

Fair Value^Q
25 May 2018 02:00 UTC
19.40

Market Cap
24 May 2018
3,130.0 Mil

Sector
Industrials

Industry
Business Services

Country of Domicile
BEL Belgium

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Company Profile

Bpost SA de Droit Public, along with its subsidiaries, provides national and international mail & parcel services including collection, transport, sorting & distribution of mail, printed documents, newspapers and parcels.

Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	Narrow	77	74	77
Valuation	Undervalued	80	81	92
Quantitative Uncertainty	High	79	80	56
Financial Health	Moderate	61	52	40



Source: Morningstar Equity Research

Valuation

	Current	5-Yr Avg	Sector Median	Country Median
Price/Quant Fair Value	0.81	1.04	0.92	1.00
Price/Earnings	10.8	—	19.4	16.1
Forward P/E	—	—	16.4	14.3
Price/Cash Flow	13.1	—	12.3	12.1
Price/Free Cash Flow	26.9	—	20.3	17.6
Trailing Dividend Yield %	8.37	5.81	2.00	3.21
Price/Book	4.2	—	1.9	1.7
Price/Sales	1.0	—	1.1	2.2

Profitability

	Current	5-Yr Avg	Sector Median	Country Median
Return on Equity %	36.5	44.7	11.4	10.5
Return on Assets %	10.5	14.0	4.8	4.0
Revenue/Employee (K)	93.3	87.9	505.0	314.4

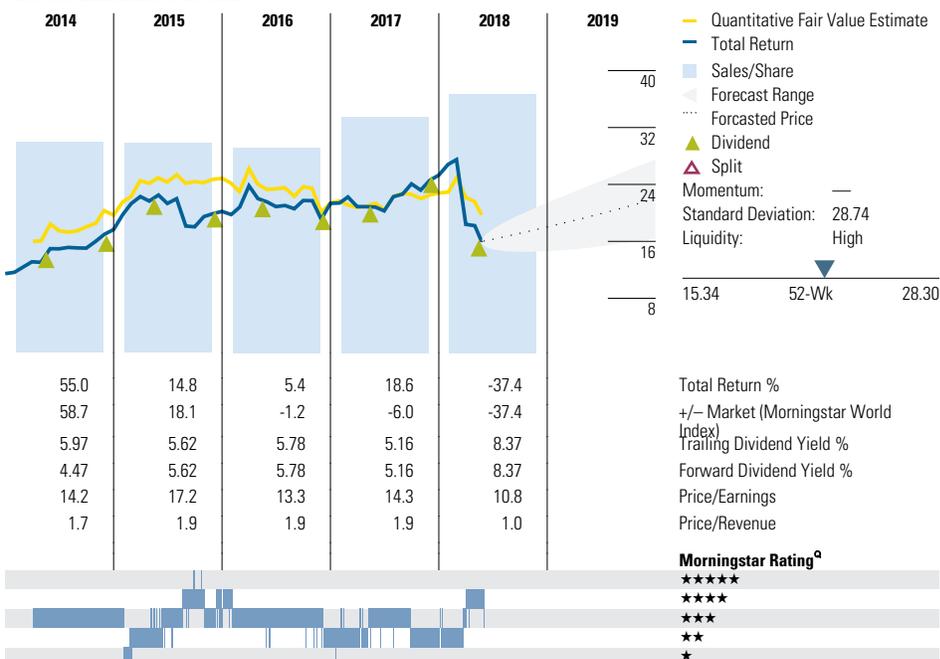
Financial Health

	Current	5-Yr Avg	Sector Median	Country Median
Distance to Default	0.6	0.8	0.6	0.6
Solvency Score	352.8	—	488.6	504.9
Assets/Equity	4.2	3.3	1.8	2.0
Long-Term Debt/Equity	0.1	0.1	0.2	0.3

Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	23.9	6.8	4.4	—
Operating Income %	-1.8	0.5	8.6	—
Earnings %	-5.5	3.4	13.2	—
Dividends %	0.8	1.9	—	—
Book Value %	-0.4	4.3	-70.6	—
Stock Total Return %	-21.5	-8.8	—	—

Price vs. Quantitative Fair Value

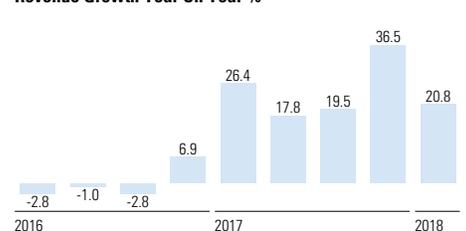


	2013	2014	2015	2016	2017	TTM	Financials (Fiscal Year in Mil)
Revenue	2,403	2,442	2,393	2,399	2,972	3,172	Revenue
% Change	0.3	1.6	-2.0	0.3	23.9	6.7	% Change
Operating Income	416	464	432	480	471	422	Operating Income
% Change	33.7	11.5	-7.0	11.1	-1.8	-10.5	% Change
Net Income	285	294	307	344	325	292	Net Income
Operating Cash Flow	207	452	361	353	266	240	Operating Cash Flow
Capital Spending	-79	-91	-81	-85	-121	-124	Capital Spending
Free Cash Flow	127	361	280	268	145	117	Free Cash Flow
% Sales	5.3	14.8	11.7	11.2	4.9	3.7	% Sales
EPS	1.43	1.47	1.54	1.72	1.62	1.45	EPS
% Change	64.4	2.8	4.8	11.7	-5.8	-10.5	% Change
Free Cash Flow/Share	0.53	1.65	1.44	1.09	1.17	0.72	Free Cash Flow/Share
Dividends/Share	0.93	1.24	1.27	1.30	1.31	1.31	Dividends/Share
Book Value/Share	3.58	4.25	4.07	4.49	4.64	3.87	Book Value/Share
Shares Outstanding (K)	200,001	200,001	200,001	200,001	200,001	200,001	Shares Outstanding (K)
Profitability	43.4	46.7	44.6	46.7	41.9	36.5	Profitability
Return on Equity %	13.7	14.5	14.5	15.6	11.8	10.5	Return on Equity %
Return on Assets %	11.9	12.0	12.8	14.3	10.9	9.2	Return on Assets %
Net Margin %	1.16	1.21	1.13	1.09	1.08	1.14	Net Margin %
Asset Turnover	3.3	3.1	3.0	3.0	4.2	4.1	Asset Turnover
Financial Leverage	73.4	72.5	71.9	69.8	59.2	57.1	Financial Leverage
Gross Margin %	17.3	19.0	18.0	20.0	15.9	13.3	Gross Margin %
Operating Margin %	73	64	55	46	39	—	Operating Margin %
Long-Term Debt	577	681	695	776	774	751	Long-Term Debt
Total Equity	4.1	4.3	4.3	4.3	4.7	5.1	Total Equity
Fixed Asset Turns							Fixed Asset Turns

Quarterly Revenue & EPS

Revenue (Mil)	Mar	Jun	Sep	Dec	Total
2018	910.1	—	—	—	—
2017	753.1	692.3	637.6	931.7	2,972.2
2016	595.6	587.5	533.4	682.8	2,399.4
2015	612.6	593.7	548.6	638.5	2,393.4
Earnings Per Share (€)					
2018	0.31	—	—	—	—
2017	0.48	0.50	0.30	0.34	1.62
2016	0.48	0.44	0.30	0.50	1.72
2015	0.48	0.46	0.13	0.48	1.54

Revenue Growth Year On Year %



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Morningstar's quantitative equity ratings consist of: (i) Quantitative Fair Value Estimate, (ii) Quantitative Star Rating, (iii) Quantitative Uncertainty, (iv) Quantitative Economic Moat, and (v) Quantitative Financial Health (collectively the "Quantitative Ratings").

The Quantitative Ratings are calculated daily and derived from the analyst-driven ratings of a company's peers as determined by statistical algorithms. Morningstar, Inc. ("Morningstar", "we", "our") calculates Quantitative Ratings for companies whether or not it already provides analyst ratings and qualitative coverage. In some cases, the Quantitative Ratings may differ from the analyst ratings because a company's analyst-driven ratings can significantly differ from other companies in its peer group.

i. **Quantitative Fair Value Estimate:** Intended to represent Morningstar's estimate of the per share dollar amount that a company's equity is worth today. Morningstar calculates the Quantitative Fair Value Estimate using a statistical model derived from the Fair Value Estimate Morningstar's equity analysts assign to companies. Please go to <http://global.morningstar.com/equitydisclosures> for information about Fair Value Estimate Morningstar's equity analysts assign to companies.

ii. **Quantitative Economic Moat:** Intended to describe the strength of a firm's competitive position. It is calculated using an algorithm designed to predict the Economic Moat rating a Morningstar analyst would assign to the stock. The rating is expressed as Narrow, Wide, or None.

Narrow – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 70% but less than 99%.

Wide – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 99%.

None – assigned when the probability of an analyst receiving a "Wide Moat" rating by an analyst is less than 70%.

iii. **Quantitative Star Rating:** Intended to be the summary rating based on the combination of our Quantitative Fair Value Estimate, current market price, and the Quantitative Uncertainty Rating. The rating is expressed as One-Star, Two-Star, Three-Star, Four-Star, and Five-Star.

One-Star – the stock is overvalued with a reasonable margin of safety.

*Log (Quant FVE/Price) < -1*Quantitative Uncertainty*

Two-Star - the stock is somewhat overvalued.

*Log (Quant FVE/Price) between (-1*Quantitative Uncertainty, -0.5*Quantitative Uncertainty)*

Three-Star – the stock is approximately fairly valued.

*Log (Quant FVE/Price) between (-0.5*Quantitative Uncertainty, 0.5*Quantitative Uncertainty)*

Four-Star – the stock is somewhat undervalued.

*Log (Quant FVE/Price) between (0.5*Quantitative Uncertainty, 1*Quantitative Uncertainty)*

Five-Star – the stock is undervalued with a reasonable margin of safety.

*Log (Quant FVE/Price) > 1*Quantitative Uncertainty*

iv. **Quantitative Uncertainty:** Intended to represent Morningstar's level of uncertainty about the accuracy of the Quantitative Fair Value Estimate. Generally, the lower the Quantitative Uncertainty, the narrower the potential range of outcomes for that particular company. The rating is expressed as Low, Medium, High, Very High, and Extreme.

Low – the interquartile range for possible fair values is less than 10%

Medium – the interquartile range for possible fair values is less than 15% but greater than 10%

High – the interquartile range for possible fair values is less than 35% but greater than 15%

Very High – the interquartile range for possible fair values is less than 80% but greater than 35%

Extreme – the interquartile range for possible fair values is greater than 80%

v. **Quantitative Financial Health:** Intended to reflect the probability that a firm will face financial distress in the near future. The calculation uses a predictive model designed to anticipate when a company may default on its financial obligations. The rating is expressed as Weak, Moderate, and Strong.

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Moderate – assigned when Quantitative Financial Health is between 0.2 and 0.7

Strong – assigned when Quantitative Financial Health > 0.7

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i. **Last Close** – Price of the stock as of the close of the market of the last trading day before date of the report.

ii. **Quantitative Valuation** – Using the below terms, intended to denote the relationship between the security's **Last Price** and Morningstar's quantitative fair value estimate for that security.

Undervalued – Last Price is below Morningstar's quantitative fair value estimate.

Fairly Valued – Last Price is in line with Morningstar's quantitative fair value estimate.

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