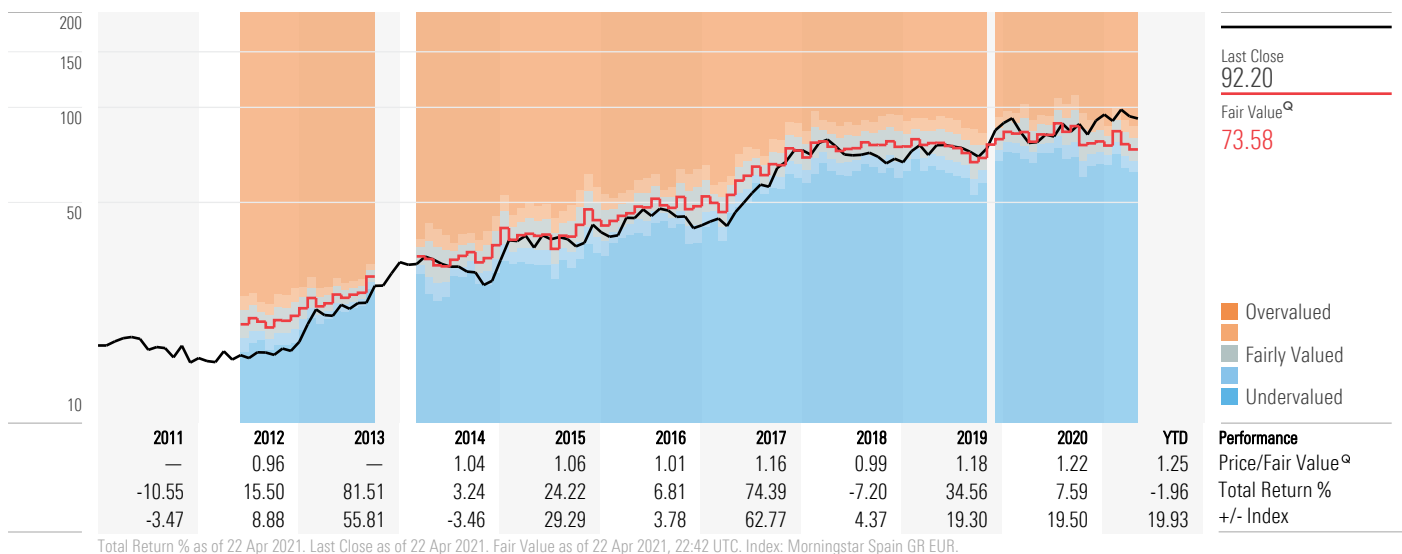


# Vidrala SA VID ★ Q 22 Apr 2021, 22:42 UTC

<b>Economic Moat</b> <sup>Q</sup> Narrow	<b>Uncertainty</b> <sup>Q</sup> High	<b>Price/Fair Value</b> <sup>Q</sup> 1.3	<b>Trailing Dividend Yield %</b> 1.25	<b>Market Cap</b> 2.6123 Bil	<b>Investment Style</b> Mid Core	<b>Sector</b> Consumer Cyclical	<b>Industry</b> Packaging & Containers
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## Valuation<sup>Q</sup> as of 22 Apr 2021



Last Close  
92.20

Fair Value<sup>Q</sup>  
73.58

Uncertainty<sup>Q</sup>:  
High

VID is Over Valued at a 25% premium.

**Economic Moat**<sup>Q</sup>

Narrow

**Financial Health**<sup>Q</sup>

**Strong**

**1-Star Price**<sup>Q</sup>

> 86.98

**5-Star Price**<sup>Q</sup>

< 62.25

## Contact

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## Financials as of 22 Apr 2021 (Fiscal Year End 31 Dec 2021)

2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD	Fiscal
434	458	474	469	803	774	823	955	1,011	989	989	Revenue (Mil)
61,916	66,704	76,604	70,010	86,719	95,564	117,938	151,653	184,206	200,582	200,582	Operating Income (K)
14.27	14.57	16.17	14.93	10.79	12.35	14.33	15.87	18.22	20.28	20.28	Operating Margin (%)
43,699	46,542	52,308	51,607	60,860	67,671	89,146	115,958	143,275	159,463	159,463	Net Income (K)
1.55	1.68	1.90	1.80	2.13	2.36	3.27	4.05	5.27	5.62	5.62	Diluted Earnings/Share
87,742	81,805	86,012	106,749	138,517	157,604	198,244	202,766	227,348	273,353	273,353	Operating Cash Flow (K)
-48,381	-34,175	-29,802	-35,573	-59,500	-54,904	-89,020	-101,786	-107,169	-134,248	-134,248	Capital Spending (K)
39,361	47,630	56,210	71,176	79,017	102,700	109,224	100,980	120,179	139,105	139,105	Free Cash Flow (K)
28,280	27,819	27,579	28,682	28,695	28,655	27,257	28,648	27,174	28,366	28,366	Avg Shares Outstand(K)
0.47	0.47	0.49	0.57	0.57	0.62	0.69	0.83	0.96	1.11	1.16	Dividend Per Share

## Valuation as of 22 Apr 2021

2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Current	Calendar
—	0.96	—	1.04	1.06	1.01	1.16	0.99	1.18	1.22	1.25	Price/Fair Value <sup>Q</sup>
1.06	1.10	1.91	1.93	1.91	1.50	2.67	2.13	2.66	2.83	2.64	Price/Sales
9.81	10.79	18.00	17.35	21.96	18.35	26.45	19.35	20.33	20.05	16.41	Price/Earnings
5.86	6.15	8.58	10.11	10.64	7.21	13.24	9.43	12.19	10.89	9.57	Price/Cash Flow
1.48	1.48	2.46	2.36	2.51	2.65	4.20	3.29	3.82	3.61	3.20	Price/Book

## Operating Performance as of 22 Apr 2021 (Fiscal Year End 31 Dec 2021)

2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Q3	Fiscal (%)
6.26	6.69	7.5	7.54	6.51	5.89	7.13	8.25	10.0	10.7	3.27	Return on Assets
14.59	14.32	14.67	13.25	13.82	14.22	17.77	20.38	21.49	20.72	6.72	Return on Equity
9.79	10.08	11.27	11.22	9.79	8.64	10.2	11.61	14.62	16.31	5.11	Rtn on Invested Capital

## Business Description

Vidrala SA manufactures and sells a variety of glass products. The firm operates plants that create and mould glass into primarily bottles and jars based on specific customer needs. The company's customers primarily manufacture beer, juices, spir-its, wines, oils, vinegar, and preserved food. Vidrala also offers logistical services for packaged food

products within the United Kingdom. The company organizes itself into three segments based on geo-graphy: the U.K. and Ireland, Italy, the Iberian Pen-insula and the rest of Europe. The company makes the majority of its revenue from the Iberian Penin-sula and the rest of the Europe segment.

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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, Quantitative Uncertainty Rating, and momentum. The rating is expressed as One-Star, Two-Star, Three-Star, Four-Star, and Five-Star.

★ – the stock is overvalued with a reasonable margin of safety.

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

*Micro-Caps: Log (Quant FVE/Price) < -1.5\*Quantitative Uncertainty*

★★ – the stock is somewhat overvalued.

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

*Micro-Caps: Log (Quant FVE/Price) between (-1.5\*Quantitative Uncertainty, -0.75\*Quantitative Uncertainty)*

★★★ – the stock is approximately fairly valued.

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

*Micro-Caps: Log (Quant FVE/Price) between (-0.75\*Quantitative Uncertainty, 0.75\*Quantitative Uncertainty)*

★★★★ – the stock is somewhat undervalued.

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

*Uncertainty)*

*Micro-Caps: Log (Quant FVE/Price) between (0.75\*Quantitative Uncertainty, 1.5\*Quantitative Uncertainty)*

★★★★★ – the stock is undervalued with a reasonable margin of safety.

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

*Micro-Caps: Log (Quant FVE/Price) > 1.5\*Quantitative Uncertainty*

After the initial calculation for the star rating, there is a final filtering step based on the momentum of the company. We rank the companies based on their 12-1 month momentum, then restrict those below the 30th percentile to a maximum of 3 stars.

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.

**Weak** – assigned when Quantitative Financial Health < 0.2

**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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**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.

**Overvalued – Last Price** is above Morningstar's quantitative fair value estimate.

This Report **has not been made available** to the issuer of the security prior to publication.

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