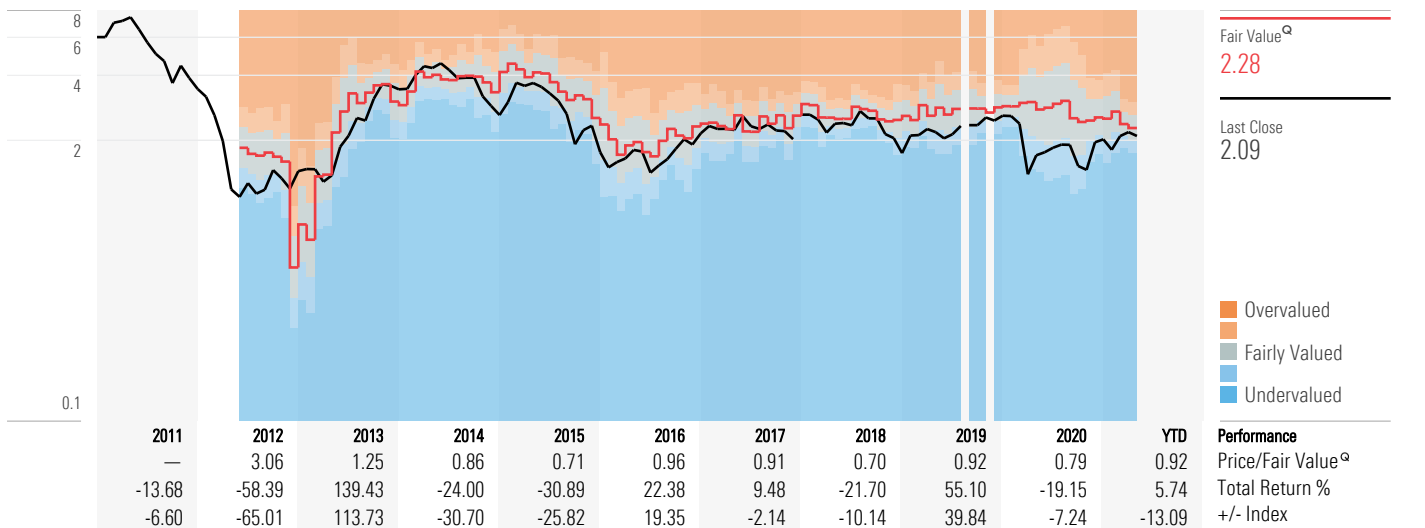


Sacyr SA SCYR ★★★ Q 20 Apr 2021, 22:43 UTC

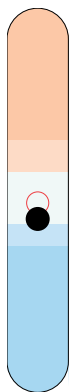
Economic Moat ☐	Uncertainty ☐	Price/Fair Value ☐	Trailing Dividend Yield %	Market Cap	Investment Style	Sector	Industry
None	High	0.9	3.25	1.2563 Bil	Small Value	Industrials	Engineering & Construction



Total Return % as of 20 Apr 2021. Last Close as of 20 Apr 2021. Fair Value as of 20 Apr 2021, 22:43 UTC. Index: Morningstar Spain GR EUR.

There is no one analyst in which a Quantitative Fair Value Estimate and Quantitative Star Rating are attributed to; however, Mr. Lee Davidson, Head of Quantitative Research for Morningstar, Inc., is responsible for overseeing the methodology that supports the quantitative fair value. As an employee of Morningstar, Inc., Mr. Davidson is guided by Morningstar, Inc.'s Code of Ethics and Personal Securities Trading Policy in carrying out his responsibilities. For information regarding Conflicts of Interests, visit <http://global.morningstar.com/equitydisclosures>

Valuation ☐ as of 20 Apr 2021



Fair Value ☐
2.28

Uncertainty ☐ :
High

Last Close
2.09

SCYR is Under Valued at a 8% discount.

Economic Moat ☐
None

Financial Health ☐
Moderate

1-Star Price ☐
> 2.99

5-Star Price ☐
< 1.74

Contact

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—
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Financials as of 20 Apr 2021 (Fiscal Year End 31 Dec 2020)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD	Fiscal	
Revenue (Mil)	3,843	3,441	2,675	2,726	2,953	2,862	3,094	3,818	4,178	4,549	4,549		Revenue (Mil)
Operating Income (K)	207,201	-17,434	-33,063	194,026	39,432	203,984	275,460	304,949	508,811	467,303	467,303		Operating Income (K)
Operating Margin (%)	5.39	-0.51	-1.24	7.12	1.34	7.13	8.9	7.99	12.18	10.27	10.27		Operating Margin (%)
Net Income (K)	-1,604	131,977	536,498	993	32,720	370,006	120,242	130,644	150,264	297,733	35,697	35,697	Net Income (K)
Diluted Earnings/Share	-3.57	-2.03	-0.99	0.07	0.68	0.23	0.25	0.28	-0.53	0.06	0.06		Diluted Earnings/Share
Operating Cash Flow (K)	429,001	312,676	207,058	43,019	160,362	156,254	291,840	404,525	509,832	545,230	545,230		Operating Cash Flow (K)
Capital Spending (K)	-103,635	-94,042	-92,745	-113,036	-83,570	-88,574	-132,182	-170,614	-202,687	-135,013	-135,013		Capital Spending (K)
Free Cash Flow (K)	325,366	218,634	114,313	-70,017	76,792	67,680	159,658	233,911	307,145	410,217	410,217		Free Cash Flow (K)
Avg Shares Outstand (Mil)	471	504	528	560	598	580	568	589	614	623	623		Avg Shares Outstand (Mil)
Dividend Per Share	0.09	—	—	—	0.05	—	—	0.10	0.11	0.08	0.08		Dividend Per Share

Valuation as of 20 Apr 2021

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Current	Calendar	
Price/Fair Value ☐	—	3.06	1.25	0.86	0.71	0.96	0.91	0.70	0.92	0.79	0.92	0.92	Price/Fair Value ☐
Price/Sales	0.36	0.20	0.50	0.47	0.29	0.38	0.42	0.27	0.35	0.27	0.29	0.29	Price/Sales
Price/Earnings	6.33	—	—	—	—	—	9.72	6.57	9.55	—	34.90	34.90	Price/Earnings

Business Description

Sacyr SA develops complex infrastructure projects and provides construction services for various industrial markets. It constructs roads, buildings, water systems, plants, and equipment to enhance working environments within facilities. The company has four business divisions: construction (the majority of total revenue), concessions, services,

and industrial. Its comprehensive range of services primarily relates to the maintenance of facilities, energy-efficient solutions, and environmental ser-

Operating Performance as of 20 Apr 2021 (Fiscal Year End 31 Dec 2020)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Q3	Fiscal (%)	
Return on Assets	8.41	6.17	3.53	0.28	3.33	1.14	1.08	1.1	-2.15	0.25	-0.08	-0.08	Return on Assets
Return on Equity	51.39	49.76	42.25	3.08	25.86	6.98	7.59	10.75	-30.21	5.16	-1.94	-1.94	Return on Equity
Rtn on Invested Capital	-11.39	5.91	-2.67	2.95	7.31	4.23	4.08	4.8	-0.81	3.5	1.01	1.01	Rtn on Invested Capital

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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.

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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

Other Definitions

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.

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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