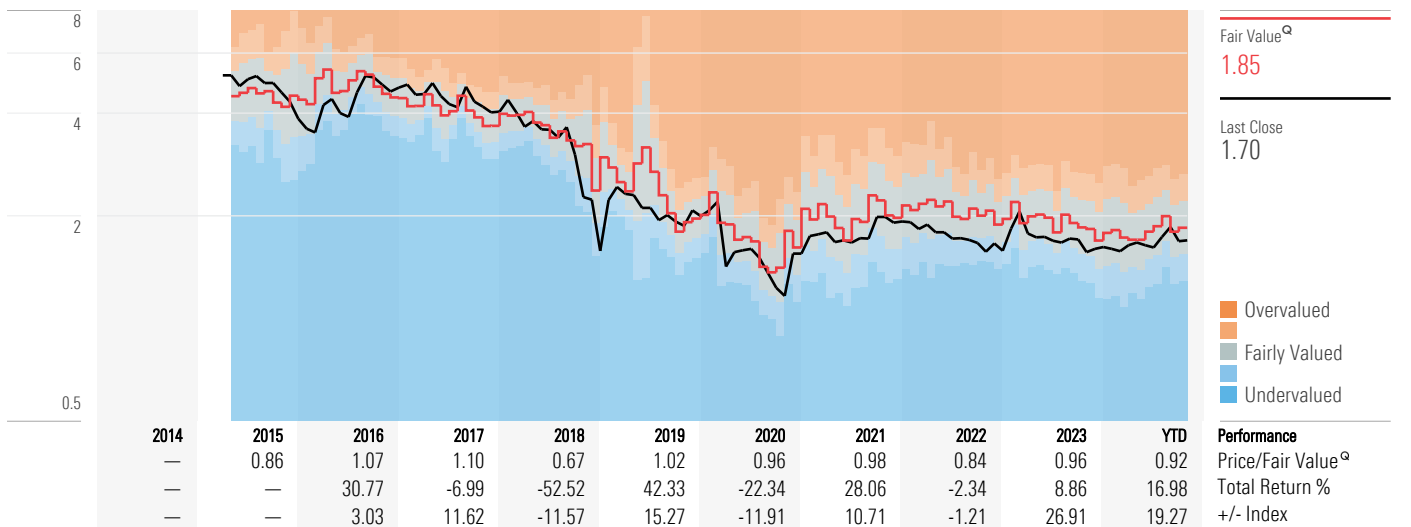


# Naturhouse Health SA NTH ★★★ Q 11 Oct 2024 22:48, UTC

<b>Economic Moat</b> <sup>Q</sup>	<b>Uncertainty</b> <sup>Q</sup>	<b>Price/Fair Value</b> <sup>Q</sup>	<b>ESG Risk Rating Assessment</b> <sup>1</sup>	<b>Trailing Dividend Yield %</b>	<b>Market Cap</b>	<b>Investment Style</b>	<b>Sector</b>	<b>Industry</b>
None	Very High	0.92	★★★★	11.80	—	Small Blend	Consumer Defensive	Packaged Foods



As of 11 Oct 2024 | Index: Morningstar Spain GR EUR. Fair Value data as of 11 Oct 2024 00:00, UTC.

<sup>1</sup>The ESG Risk Rating Assessment is a representation of Sustainalytics' ESG Risk Rating. Lee Davidson, Chief Analytics Officer for Morningstar, Inc, oversees the methodology that supports Quantitative Fair Value Estimates and Quantitative Star Ratings. Mr. Davidson is guided by the Morningstar, Inc. Code of Ethics in carrying out his responsibilities. For information regarding Conflicts of Interests, visit <http://global.morningstar.com/equitydisclosures>.

## Key Metrics as of 10 Oct 2024

Metrics	Value	Percentile in Sector
Earnings Yield (%)	10.2	88.0
Sales Yield (%)	49.8	29.0
Book Value Yield (%)	27.6	29.0
Return on Assets (%)*	19.8	97.0
Revenue(Mil)*	54.5	22.0
Market Value (Mil)	109.4	37.0
Enterprise Value (Mil)	82.7	29.0
EVMV Ratio	0.8	8.0
Volatility TTM (%)	19.9	33.0
Drawdown TTM (%)	17.9	39.0
Volume (K)	35.7	32.0

\*30 Jun 2024

## Business Description

Naturhouse Health SA provides nutrition & weight management products. The activity of the company is the export, wholesale, and retail sales of all kinds of products related to dietetics, herbal remedies, and natural cosmetics, as well as the preparation, promotion, creation, edition, dissemination, sale, and distribution of all kinds of magazines, books, and brochures and the marketing of dietary products, herbal remedies, and natural cosmetics. This activity is mainly carried out through franchisees and its stores. The geographical segments of the company are Spain, France, Italy, Poland, and other countries.

## Valuation <sup>Q</sup> as of 11 Oct 2024

Morningstar maintains a 3-star quantitative star rating for Naturhouse Health, derived from the firm's valuation and uncertainty scores. The company's shares last closed at 1.67, below our quantitative fair value estimate of 1.83. These shares have traded between a 16.83% discount and 1.4% premium to their fair value estimate over the past year. In Morningstar's equity coverage universe for this methodology, the company's valuation rating lands at the 79th percentile; in the consumer defensive sector, the firm's score lies at the 76th percentile. Furthermore, Naturhouse Health maintains a quantitative valuation uncertainty rating of Very High. The company has held this star rating over the past year. The uncertainty rating for Naturhouse Health has remained Very High since the previous rating of High, which was last assigned on 10/09/2024. The key factors behind these ratings are the company's earnings yield and sales yield. The earnings yield is 10.18%, and its maximum sales yield is 54.24%. The earnings yield falls at the 88th per-

centile in the consumer defensive sector while the sales yield is at the 29th percentile. Over the past year, the company's earnings yield has been between 8.88% and 12.03%; its sales yield has ranged between 39.29% and 54.24%.

## Economic Moat <sup>Q</sup> as of 11 Oct 2024

Quantitatively, we do not believe Naturhouse Health has an economic moat. Its moat score of 0.62 corresponds to the 53rd percentile in the consumer defensive sector. Furthermore, this rating last differed from its previous rating of Narrow on 10/08/2024, when the company's moat score fell from its maximum of 0.9 (score of 1 indicates greatest economic moat).

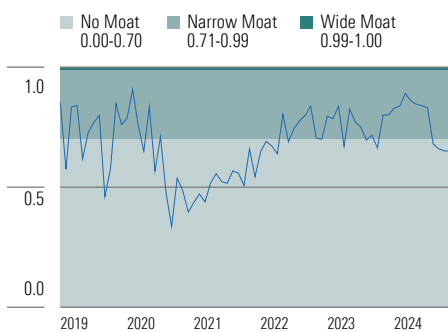
The company also maintains a quantitative financial health rating of Strong. Its score sits at the 94th percentile overall and the 95th percentile in the sector.

Examining the company's financials and market statistics, we find these ratings are principally driven by its enterprise value and annualized trailing 12-month volatility. The enterprise value is 82.68 million, sitting at the 29th percentile in the consumer defensive sector. The company's annualized trailing 12-month volatility is 19.91%, corresponding to the 19th percentile in the equity coverage universe and the 33rd percentile in the sector.

## Fundamentals as of 11 Oct 2024

Naturhouse Health reports earnings per share of 0.17. Its return on invested capital is 32.32%. The company maintains a dividend yield of 11.87%, paying out 88.24% of earnings. These values are calculated over a trailing 12-month period. As of last market close, Naturhouse Health has a price-to-earnings ratio of 9.82, falling at the 18th percentile in its sector (where a lower percentile

## Economic Moat <sup>Q</sup> History as of 11 Oct 2024



# Naturhouse Health SA NTH ★★★ Q 11 Oct 2024 22:48, UTC

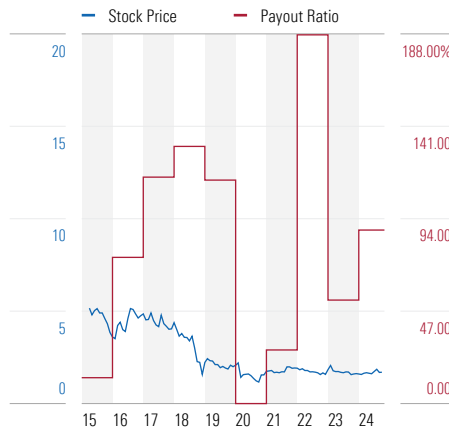
<b>Economic Moat</b> <sup>Q</sup>	<b>Uncertainty</b> <sup>Q</sup>	<b>Price/Fair Value</b> <sup>Q</sup>	<b>ESG Risk Rating Assessment</b> <sup>1</sup>	<b>Trailing Dividend Yield %</b>	<b>Market Cap</b>	<b>Investment Style</b>	<b>Sector</b>	<b>Industry</b>
None	Very High	0.92		11.80	—	Small Blend	Consumer Defensive	Packaged Foods

## Earnings as of 10 Oct 2024

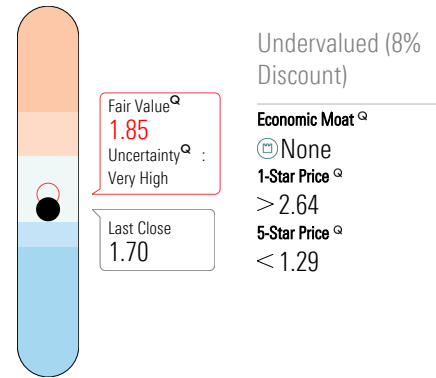
Earnings	%	Percentile in Sector
Dividend Yield*	11.9	98.0
Payout Ratio*	88.2	84.0
Price to Earnings	9.8	18.0
Price to Cash Flow	6.9	22.0
ROIC**	32.3	97.0

\*30 Sep 2024  
\*\*30 Jun 2024

## Dividends as of 11 Oct 2024



## Valuation <sup>Q</sup> as of 11 Oct 2024



means a lower ratio) and ranging between 8.32 and 11.26 over the past year. The company's price-to-free cash flow ratio is 6.86, falling at the 22nd percentile in its sector and ranging between 4.65 and 9.81 over the past year.

### Contact

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T +34 914323953  
<https://www.naturhouse.com>

## Financials (Fiscal Year End 31 Dec 2024)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	06/2024	Fiscal
Revenue (Mil)	95.73	95.79	97.82	94.70	87.29	81.67	55.08	57.59	52.40	50.41	49.90	Revenue (Mil)
Operating Income (Mil)	32.49	32.66	31.62	28.20	22.06	18.69	14.37	17.54	12.84	16.28	14.16	Operating Income (Mil)
Operating Margin (%)	33.93	34.09	32.33	29.77	25.27	22.89	26.09	30.46	24.51	32.29	32.29	Operating Margin (%)
Net Income (Mil)	22.56	22.86	22.50	19.86	15.37	13.26	9.38	13.36	9.63	11.29	9.74	Net Income (Mil)
Diluted Earnings/Share	0.38	0.38	0.38	0.33	0.26	0.22	0.16	0.22	0.16	0.19	0.17	Diluted Earnings/Share
Operating Cash Flow (Mil)	24.87	20.95	16.03	16.00	20.10	19.68	14.58	16.17	7.10	20.95	15.33	Operating Cash Flow (Mil)
Capital Spending (Mil)	3.06	0.88	1.16	1.33	0.72	0.89	0.20	0.05	0.96	0.57	0.87	Capital Spending (Mil)
Free Cash Flow (Mil)	23.08	22.10	15.11	16.35	17.59	20.31	15.18	16.71	9.43	20.27	17.33	Free Cash Flow (Mil)
Avg Shares Outstand(Mil)	60.00	59.95	59.95	59.99	59.99	59.95	59.95	59.95	59.95	59.95	59.95	Avg Shares Outstand(Mil)

## Valuation as of 11 Oct 2024

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Current	Calendar
Price/Fair Value <sup>Q</sup>	—	0.86	1.07	1.10	0.67	1.02	0.96	0.98	0.84	0.96	0.92	Price/Fair Value <sup>Q</sup>
Price/Sales	—	2.41	2.90	2.52	1.07	1.44	1.55	1.96	1.70	1.92	2.04	Price/Sales
Price/Earnings	—	10.13	12.41	11.19	5.96	8.85	10.39	8.02	8.32	9.53	9.97	Price/Earnings
Price/Cash Flow	—	9.74	11.83	14.14	4.89	7.62	6.18	6.17	6.70	9.03	5.59	Price/Cash Flow
Price/Book	—	12.86	12.04	10.87	4.61	6.44	3.59	3.74	3.08	3.27	3.68	Price/Book

## Operating Performance (Fiscal Year End 31 Dec 2024)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	06/2024	Fiscal (%)
Return on Assets	51.62	55.03	53.19	48.38	42.15	36.99	23.41	29.18	20.97	24.64	19.84	Return on Assets
Return on Equity	167.43	123.32	91.92	76.98	70.99	75.14	44.22	43.11	30.16	38.65	33.99	Return on Equity
Rtn on Invested Capital	85.54	101.17	88.41	77.02	71.13	62.51	35.28	38.79	27.97	36.11	32.32	Rtn on Invested Capital

## Dividends as of 11 Oct 2024

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Current	Calendar (%)
Dividend Per Share	—	0.05	0.28	0.38	0.34	0.25	—	0.06	0.30	0.10	0.20	Dividend Per Share
Trailing Dividend Yield	—	1.30	5.94	9.41	13.94	12.53	3.87	3.12	18.99	6.17	11.80	Trailing Dividend Yield
Buyback Yield	—	0.00	0.08	—	0.00	0.07	—	0.00	—	0.00	0.00	Buyback Yield

# Appendix

**Economic Moat** <sup>®</sup>History as of 11 Oct 2024 (No Moat: 0.00-0.70, Narrow Moat: 0.70-0.99, Wide Moat: 0.99-1.00)

Year	January	February	March	April	May	June	July	August	September	October	November	December
2024	0.83	0.84	0.89	0.86	0.85	0.84	0.83	0.68	0.66	0.65	—	—
2023	0.80	0.79	0.84	0.67	0.82	0.77	0.75	0.70	0.72	0.66	0.80	0.80
2022	0.65	0.69	0.67	0.64	0.80	0.69	0.74	0.78	0.80	0.84	0.70	0.70
2021	0.44	0.47	0.44	0.52	0.56	0.52	0.52	0.57	0.56	0.51	0.66	0.54
2020	0.79	0.91	0.76	0.65	0.83	0.57	0.71	0.48	0.34	0.54	0.49	0.40
2019	0.85	0.57	0.83	0.84	0.62	0.73	0.77	0.80	0.46	0.58	0.85	0.76

## Quantitative Equity Report Overview

The quantitative report on equities consists of data, statistics and quantitative equity ratings on equity securities. Morningstar, Inc.'s quantitative equity ratings are forward looking and are generated by a statistical model that is based on Morningstar Inc.'s analyst-driven equity ratings and quantitative statistics. Given the nature of the quantitative report and the quantitative ratings, there is no one analyst in which a given report is attributed to; however, Mr. Lee Davidson, Head of Quantitative Research for Morningstar, Inc., is responsible for overseeing the methodology that supports the quantitative equity ratings used in this report. 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.

### Quantitative Equity Ratings

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

### 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.

**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.

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Sustainalytics analyzes over 1,300 data points to assess a company's exposure to and management of ESG risks. In other words, ESG Risk Ratings measures a company's unmanaged ESG Risks represented as a quantitative score. Unmanaged Risk is measured on an open-ended scale starting at zero (no risk) with lower scores representing less unmanaged risk and, for 95% of cases, the unmanaged ESG Risk score is below 50.

Based on their quantitative scores, companies are grouped into one of five Risk Categories (negligible, low, medium, high, severe). These risk categories are absolute, meaning that a 'high risk' assessment reflects a comparable degree

of unmanaged ESG risk across all subindustries covered.

The ESG Risk Rating Assessment is a visual representation of Sustainalytics ESG Risk Categories on a 1 to 5 scale. Companies with Negligible Risk = 5 Globes, Low Risk = 4, Medium Risk = 3 Globes, High Risk = 2 Globes, Severe Risk = 1 Globe. For more information, please visit [sustainalytics.com/esg-ratings/](https://sustainalytics.com/esg-ratings/)

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