

Inmobiliaria Colonial SA COL ★★★^Q 25 Jul 2016 02:00 UTC

Last Close
25 Jul 2016
0.67

Fair Value^Q
25 Jul 2016 02:00 UTC
7.35

Market Cap
25 Jul 2016
2,120.3 Mil

Sector
Real Estate

Industry
Real Estate Services

Country of Domicile
ESP Spain

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Company Profile

Inmobiliaria Colonial SA is engaged in the real sector and its activities include the acquisition, development and management of non-residential properties primarily for rental purposes.

Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	None	49	38	39
Valuation	Undervalued	83	85	79
Quantitative Uncertainty	High	87	75	80
Financial Health	Moderate	52	36	41



Source: Morningstar Equity Research

Valuation	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Current	5-Yr Avg		
Price/Quant Fair Value	0.91	1.02	0.99	0.99		
Price/Earnings	5.0	38.5	12.5	17.7		
Forward P/E	—	—	18.3	14.5		
Price/Cash Flow	18.8	4.5	13.8	8.5		
Price/Free Cash Flow	19.0	6.5	15.1	13.8		
Trailing Dividend Yield %	2.26	—	3.67	3.71		
Price/Book	1.1	0.9	1.1	1.6		
Price/Sales	8.7	2.8	4.2	1.2		

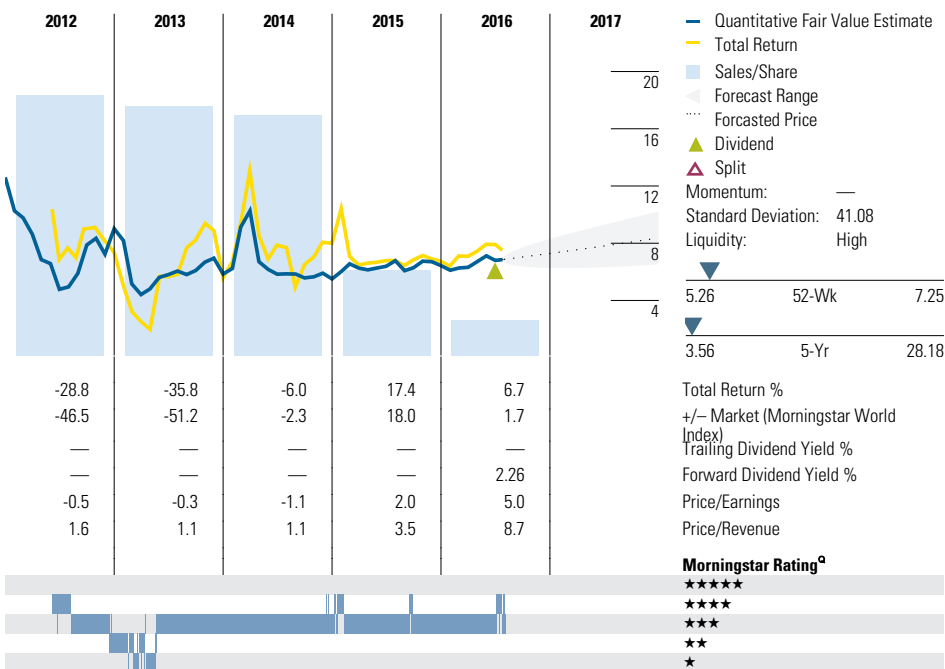
Profitability	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Current	5-Yr Avg		
Return on Equity %	25.7	—	9.1	10.2		
Return on Assets %	6.4	-1.7	3.7	2.9		
Revenue/Employee (Mil)	3.6	1.8	1.9	0.3		

Financial Health	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Current	5-Yr Avg		
Distance to Default	0.5	0.3	0.6	0.6		
Solvency Score	—	—	548.5	616.5		
Assets/Equity	3.9	7.5	2.1	2.9		
Long-Term Debt/Equity	1.6	3.2	0.6	0.4		

Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	9.3	0.9	-2.4	-8.4
Operating Income %	47.6	5.8	2.3	-9.4
Earnings %	—	—	—	-53.0
Dividends %	—	—	—	—
Book Value %	29.1	10.8	-29.0	-52.6
Stock Total Return %	2.9	5.6	-24.0	-42.4

Price vs. Quantitative Fair Value

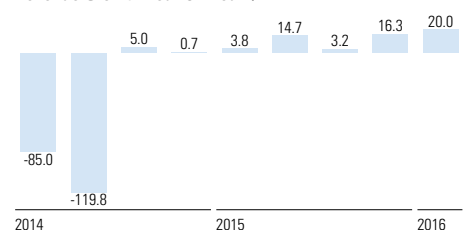


	2011	2012	2013	2014	2015	TTM	Financials (Fiscal Year in K)
Revenue	229,206	225,293	213,111	211,477	231,185	242,185	Revenue
% Change	-12.1	-1.7	-5.4	-0.8	9.3	4.8	% Change
Operating Income	190,728	143,380	130,192	114,906	169,553	179,553	Operating Income
% Change	26.3	-24.8	-9.2	-11.7	47.6	5.9	% Change
Net Income	109,782	-1,129,005	-546,928	491,994	415,413	421,413	Net Income
Operating Cash Flow	163,169	185,205	139,982	114,916	112,623	112,623	Operating Cash Flow
Capital Spending	-89,369	-793	-1,230	-1,115	-873	-873	Capital Spending
Free Cash Flow	73,800	184,412	138,752	113,801	111,750	111,750	Free Cash Flow
% Sales	32.2	81.9	65.1	53.8	48.3	46.1	% Sales
EPS	0.04	-2.79	-1.36	0.23	0.13	0.13	EPS
% Change	—	-7,704.6	—	—	-43.0	1.4	% Change
Free Cash Flow/Share	0.18	0.46	0.42	0.31	0.11	0.04	Free Cash Flow/Share
Dividends/Share	—	—	—	—	—	—	Dividends/Share
Book Value/Share	3.22	0.42	-0.40	0.46	0.51	0.58	Book Value/Share
Shares Outstanding (Mil)	406	406	3,188	3,188	—	3,188	Shares Outstanding (Mil)
Return on Equity %	1.2	-154.1	—	91.2	25.5	25.7	Return on Equity %
Return on Assets %	0.2	-14.9	-7.9	7.9	6.4	6.4	Return on Assets %
Net Margin %	6.5	-501.1	-256.6	232.7	179.7	174.0	Net Margin %
Asset Turnover	0.03	0.03	0.03	0.03	0.04	0.04	Asset Turnover
Financial Leverage	6.1	42.1	—	4.2	3.9	3.9	Financial Leverage
Gross Margin %	—	100.0	100.0	—	—	—	Gross Margin %
Operating Margin %	83.2	63.6	61.1	54.3	73.3	74.1	Operating Margin %
Long-Term Debt	3,060,004	2,587,495	1,623,482	2,569,597	2,981,593	2,540,000	Long-Term Debt
Total Equity	1,293,262	172,328	-343,936	1,422,843	1,837,419	1,848,000	Total Equity
Fixed Asset Turns	6.0	6.3	6.3	6.4	7.0	—	Fixed Asset Turns

Quarterly Revenue & EPS

Revenue (Mil)	Mar	Jun	Sep	Dec	Total
2016	66.0	—	—	—	—
2015	55.0	56.1	57.9	62.2	231.2
2014	53.0	49.0	56.0	53.5	211.5
2013	354.0	-247.4	53.4	53.1	213.1
Earnings Per Share (€)					
2016	0.00	—	—	—	—
2015	0.00	0.06	0.00	0.06	0.13
2014	1.66	-1.16	0.89	-1.16	0.23
2013	-0.06	-0.70	-0.14	-0.45	-1.36

Revenue Growth Year On Year %



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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*

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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.

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

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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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