

# Liberbank SA LBK

Last Close 08 Jan 2016  
0.55

Quantitative Fair Value Est 08 Jan 2016  
0.70

Market Cap 08 Jan 2016  
1,459.7 Mil

Sector  
Financial Services

Industry  
Banks - Regional - Europe

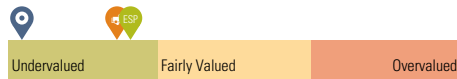
Country of Domicile  
ESP Spain

Liberbank SA is a banking company. The Bank operates under the brand Liberbank in financial markets and the commercial network in the territories outside the originating autonomous entities that are part of the Company.

## Quantitative Scores

|                          |             | Scores |            |             |
|--------------------------|-------------|--------|------------|-------------|
|                          |             | All    | Rel Sector | Rel Country |
| Quantitative Moat        | None        | 13     | 5          | 13          |
| Valuation                | Undervalued | 91     | 90         | 84          |
| Quantitative Uncertainty | High        | 90     | 87         | 81          |
| Financial Health         | Moderate    | 53     | 26         | 42          |

LBK



Source: Morningstar Equity Research

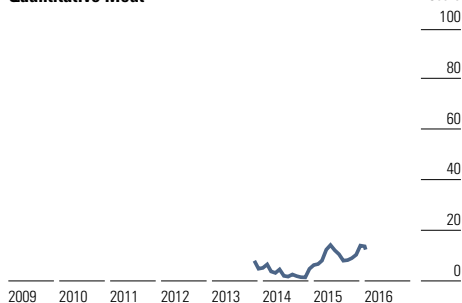
## Valuation

|                        | Current | 5-Yr Avg | Sector Median | Country Median |
|------------------------|---------|----------|---------------|----------------|
| Price/Quant Fair Value | 0.78    | —        | 0.89          | 0.91           |
| Price/Earnings         | 8.9     | —        | 12.7          | 16.5           |
| Forward P/E            | 9.5     | —        | 10.1          | 11.9           |
| Price/Cash Flow        | —       | —        | 8.0           | 8.8            |
| Price/Free Cash Flow   | —       | —        | 8.8           | 14.6           |
| Dividend Yield %       | 3.15    | —        | 3.35          | 3.02           |
| Price/Book             | 0.6     | —        | 1.0           | 1.5            |
| Price/Sales            | 1.5     | —        | 2.6           | 1.1            |

## Profitability

|                      | Current | 5-Yr Avg | Sector Median | Country Median |
|----------------------|---------|----------|---------------|----------------|
| Return on Equity %   | 6.4     | —        | 10.0          | 10.5           |
| Return on Assets %   | 0.4     | —        | 1.3           | 2.9            |
| Revenue/Employee (K) | 194.3   | —        | 657.4         | 275.9          |

## Quantitative Moat



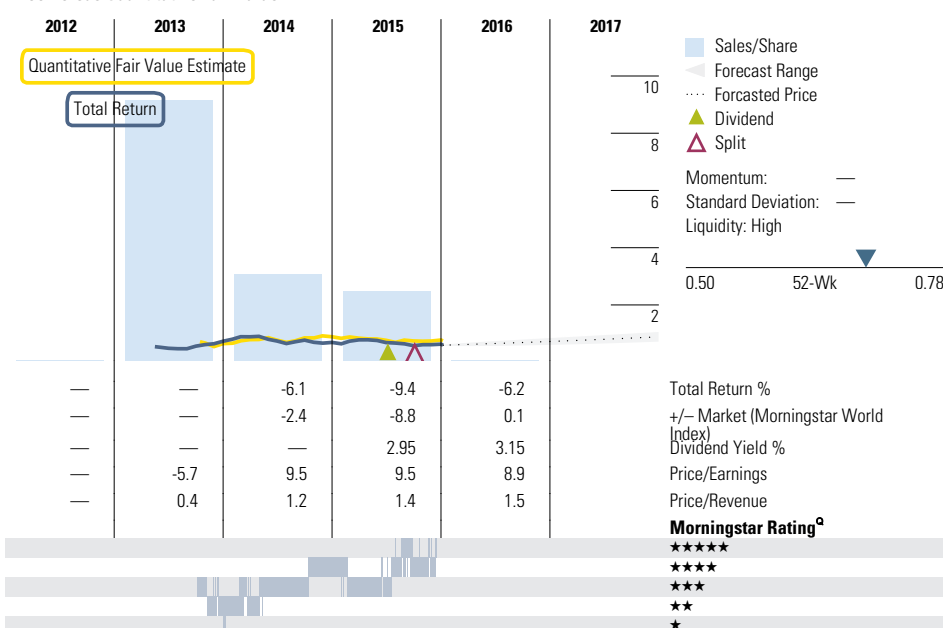
## Financial Health

|                       | Current | 5-Yr Avg | Sector Median | Country Median |
|-----------------------|---------|----------|---------------|----------------|
| Distance to Default   | 0.6     | —        | 0.7           | 0.6            |
| Solvency Score        | —       | —        | 513.5         | 628.2          |
| Assets/Equity         | 17.2    | 28.1     | 4.0           | 2.7            |
| Long-Term Debt/Equity | —       | —        | 0.4           | 0.3            |

## Growth Per Share

|                      | 1-Year | 3-Year | 5-Year | 10-Year |
|----------------------|--------|--------|--------|---------|
| Revenue %            | 9.0    | -7.5   | —      | —       |
| Operating Income %   | —      | -22.4  | —      | —       |
| Earnings %           | 272.2  | -46.4  | —      | —       |
| Dividends %          | —      | —      | —      | —       |
| Book Value %         | -4.8   | -29.3  | —      | —       |
| Stock Total Return % | -12.6  | —      | —      | —       |

## Price Versus Quantitative Fair Value



| 2010    | 2011    | 2012     | 2013    | 2014   | TTM     | Financials (Fiscal Year in Mil) |
|---------|---------|----------|---------|--------|---------|---------------------------------|
| —       | 1,308   | 1,045    | 948     | 1,034  | 1,027   | Revenue                         |
| —       | —       | -20.2    | -9.2    | 9.0    | -0.7    | % Change                        |
| —       | 216     | -2,797   | -9      | 138    | 133     | Operating Income                |
| —       | —       | -1,395.6 | —       | —      | -3.6    | % Change                        |
| —       | 308     | -1,834   | 48      | 117    | 157     | Net Income                      |
| —       | 1,378   | 1,442    | 1,896   | -5,300 | -701    | Operating Cash Flow             |
| —       | -33     | -34      | -682    | -19    | -35     | Capital Spending                |
| —       | 1,345   | 1,408    | 1,215   | -5,318 | -735    | Free Cash Flow                  |
| —       | 102.8   | 134.8    | 128.1   | -514.4 | -71.6   | % Sales                         |
| —       | 0.91    | -5.67    | 0.12    | 0.15   | 0.20    | EPS                             |
| —       | —       | -721.0   | —       | 30.0   | 29.3    | % Change                        |
| —       | —       | —        | 3.83    | -6.96  | -0.92   | Free Cash Flow/Share            |
| —       | —       | —        | —       | —      | 0.05    | Dividends/Share                 |
| —       | —       | —        | 3.09    | 2.82   | 2.79    | Book Value/Share                |
| 340,740 | 481,101 | 885,053  | 891,132 | —      | 891,132 | Shares Outstanding (K)          |

| 2010 | 2011  | 2012   | 2013  | 2014  | TTM   | Profitability      |
|------|-------|--------|-------|-------|-------|--------------------|
| —    | 11.3  | -98.5  | 3.9   | 5.8   | 6.4   | Return on Equity % |
| —    | 0.6   | -3.8   | 0.1   | 0.3   | 0.4   | Return on Assets % |
| —    | 23.6  | -175.5 | 5.1   | 11.3  | 15.3  | Net Margin %       |
| —    | 0.03  | 0.02   | 0.02  | 0.02  | 0.02  | Asset Turnover     |
| —    | 18.6  | 46.6   | 29.9  | 17.2  | 17.1  | Financial Leverage |
| —    | —     | —      | —     | —     | —     | Gross Margin %     |
| —    | 16.5  | -267.8 | -1.0  | 13.3  | 12.9  | Operating Margin % |
| —    | —     | —      | —     | —     | —     | Long-Term Debt     |
| —    | 2,731 | 992    | 1,491 | 2,513 | 2,482 | Total Equity       |
| —    | 1.6   | 1.4    | 1.4   | 1.7   | 1.5   | Fixed Asset Turns  |

## Quarterly Revenue & EPS

| Revenue (Mil)          | Mar   | Jun   | Sep   | Dec   | Total   |
|------------------------|-------|-------|-------|-------|---------|
| 2015                   | —     | —     | 243.0 | —     | —       |
| 2014                   | 400.0 | 216.0 | 176.0 | 286.0 | 1,034.0 |
| 2013                   | 199.0 | 343.5 | 87.5  | 318.4 | 948.4   |
| 2012                   | 234.0 | 355.2 | 178.8 | 276.6 | 1,044.6 |
| Earnings Per Share (€) |       |       |       |       |         |
| 2015                   | —     | —     | 0.07  | —     | —       |
| 2014                   | 0.23  | -0.08 | -0.01 | 0.05  | 0.15    |
| 2013                   | 0.10  | 0.02  | -0.10 | 0.10  | 0.12    |
| 2012                   | 0.18  | -0.12 | -0.06 | -0.67 | -0.67   |

## Revenue Growth Year On Year %

