

Atrys Health SA ATRY ★★★^Q 25 Jun 2019 02:00 UTC

Last Close
25 Jun 2019
4.10

Fair Value^Q
25 Jun 2019 02:00 UTC
4.50

Market Cap
25 Jun 2019
88.0 Mil

Sector
Healthcare

Industry
Biotechnology

Country of Domicile
ESP Spain

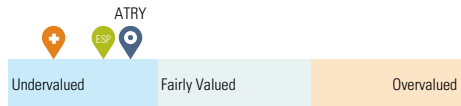
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Company Profile

Atrys Health SA is a Spain based biomedical company which focuses on developing tools for the diagnosis and treatment of cancer and precancerous conditions. It offers diagnostic services in the fields of pathology, hematology, molecular pathology, and genetics. The company uses telemedicine to provide its services in the medical specialties of radiology, cardiology, ophthalmology, and dermatology.

Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	None	66	72	57
Valuation	Undervalued	29	27	52
Quantitative Uncertainty	Very High	69	69	60
Financial Health	Moderate	49	26	23



Valuation

	Current	5-Yr Avg	Sector Median	Country Median
Price/Quant Fair Value	0.91	—	0.82	0.87
Price/Earnings	4,100.0	—	26.5	15.0
Forward P/E	—	—	11.3	12.5
Price/Cash Flow	—	—	18.4	8.8
Price/Free Cash Flow	—	—	27.3	15.2
Trailing Dividend Yield %	—	—	1.50	3.93
Price/Book	3.3	—	3.4	1.9
Price/Sales	10.9	—	4.2	1.4

Profitability

	Current	5-Yr Avg	Sector Median	Country Median
Return on Equity %	0.1	4.5	12.4	12.9
Return on Assets %	0.0	1.7	6.2	3.3
Revenue/Employee (K)	117.6	—	309.2	240.3

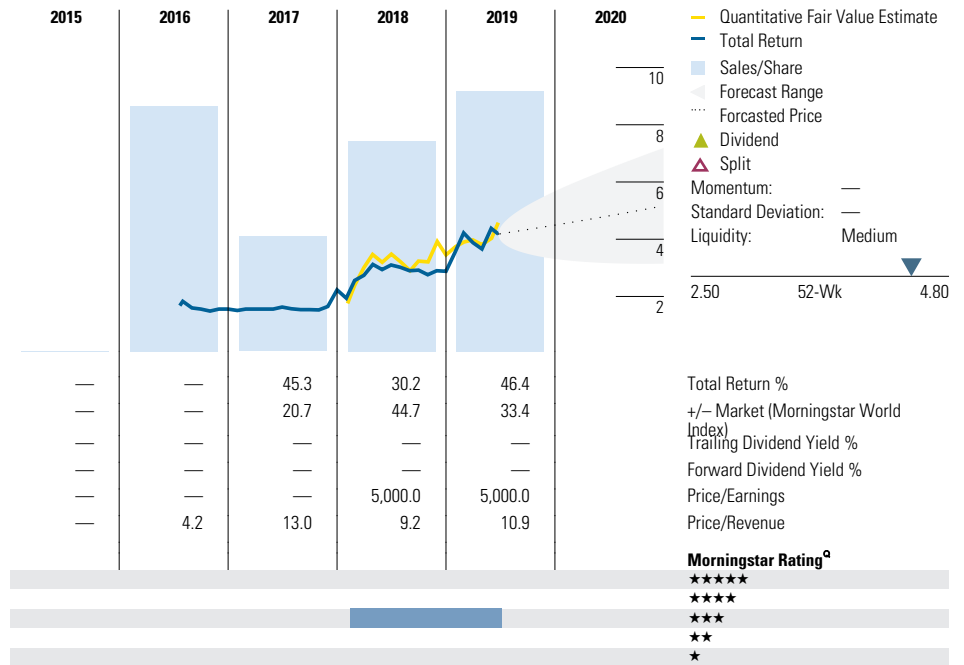
Financial Health

	Current	5-Yr Avg	Sector Median	Country Median
Distance to Default	0.5	—	0.6	0.7
Solvency Score	617.8	—	494.6	556.5
Assets/Equity	2.0	2.3	1.4	2.7
Long-Term Debt/Equity	0.6	0.8	0.1	0.4

Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	20.9	36.5	48.2	—
Operating Income %	25.2	53.3	—	—
Earnings %	-96.3	—	—	—
Dividends %	—	—	—	—
Book Value %	12.5	—	—	—
Stock Total Return %	28.9	—	—	—

Price vs. Quantitative Fair Value

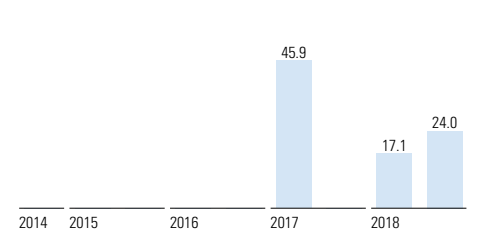


2014	2015	2016	2017	2018	TTM	Financials (Fiscal Year in K)
1,090	2,866	4,561	6,035	7,294	7,294	Revenue
6.9	163.0	59.1	32.3	20.9	0.0	% Change
453	214	-97	421	770	770	Operating Income
—	-52.8	-145.6	—	82.8	0.0	% Change
320	1,295	63	97	12	12	Net Income
—	—	-794	1,317	-914	-914	Operating Cash Flow
—	—	-1,586	-2,454	-2,287	-2,287	Capital Spending
—	—	-2,379	-1,138	-3,201	-3,201	Free Cash Flow
—	—	-52.2	-18.8	-43.9	-43.9	% Sales
—	—	0.01	0.01	0.00	0.00	EPS
—	—	—	-3.2	-82.2	0.0	% Change
—	—	—	—	-0.10	-0.16	Free Cash Flow/Share
—	—	—	—	—	—	Dividends/Share
—	—	0.91	0.57	1.09	1.23	Book Value/Share
—	—	10,869	17,304	21,454	21,454	Shares Outstanding (K)
4.7	15.1	0.5	0.5	0.1	0.1	Profitability Return on Equity %
1.7	5.7	0.2	0.3	0.0	0.0	Return on Assets %
29.4	45.2	1.4	1.6	0.2	0.2	Net Margin %
0.06	0.13	0.16	0.17	0.16	0.16	Asset Turnover
2.8	2.5	2.1	1.7	2.0	2.0	Financial Leverage
192.0	126.5	97.4	97.7	94.2	94.2	Gross Margin %
41.6	7.5	-2.1	7.0	10.6	10.6	Operating Margin %
11,159	11,565	10,391	1,111	14,865	14,865	Long-Term Debt
6,921	10,287	14,263	23,298	26,443	26,443	Total Equity
1.3	1.5	1.5	2.3	2.8	2.8	Fixed Asset Turns

Semi-Annual Revenue & EPS

Revenue (K)	Mar	Jun	Sep	Dec	Total
2018	—	3,183.1	—	4,111.0	7,294.1
2017	—	2,719.4	—	3,315.7	6,035.1
2016	—	1,864.4	—	—	4,560.8
2015	—	—	—	—	2,865.9
Earnings Per Share (€)					
2018	—	0.01	—	-0.01	0.00
2017	—	0.01	—	0.00	0.01
2016	—	0.05	—	—	0.01
2015	—	—	—	—	—

Revenue Growth Year On Year %



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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, 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*

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.

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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