

Valuation Analysis – Group Assignment 2

Bloomberg Information Collection and Comparables Analysis

Instructions:

This assignment is designed to give you overview of the financial status of your firm and its performance relative to a set of comparable firms. It will also serve as an introduction to Bloomberg. The assignment is due on Monday, November 7th and includes two components, as described below:

1. Using Bloomberg, complete the data items on pages 2 and 3. In each section, I have listed the Bloomberg function that can be used to access the required information.

2. Using Bloomberg or your own calculations, complete the comparable firm analysis on page 4. This analysis incorporates information for your firm, for a broad set of comparable firms, and for the three firms you view as the key comparable firms.

Bloomberg Information Collection:

Using the Bloomberg functions listed below, fill in each of the firm characteristics.

Company Name: _____

From Equity Description (**DES**) page 1:

Current Price _____ Current P/E Ratio _____

Dividend Yld. _____ One-year Return _____

Shares Outstanding _____ Market Capitalization _____

L-T Growth Forecast _____ Beta relative to S&P _____

From Equity Description (**DES**) page 2:

CEO _____ Chairman (if different) _____

Headquarters _____ # of Employees _____

From Equity Description (**DES**) page 4:

Instl. Ownership (%) _____ Instl. Ownership (shares) _____

Security Offerings in most recent three years - _____

From Equity **HDS** screen:

Top five institutional owners (and % owned) - (1) _____

(2) _____ (3) _____

(4) _____ (5) _____

From Equity **EE (Z)** screen:

Mean quarterly earnings estimate (next FY) _____

Mean annual earnings estimate (next FY) _____

Mean 5-year growth forecast _____

From Equity **ANR** screen:

Number of buys/holds/sells _____ Consensus rating _____

From Equity **CRPR** screen:

Moody's Rating _____ S&P Rating _____

Fitch Rating _____

From Equity **DDIS** screen:

Total debt amount _____ Number of debt issues _____

Lowest debt maturity (years) _____ Highest debt maturity (years) _____

Debt (\$) at lowest maturity _____ Debt (\$) at highest maturity _____

From Equity **BETA** screen:

Beta relative to the S&P based on 2 years/weekly returns: Raw Beta _____

Adjusted Beta _____

Beta relative to the S&P based on 5 years/monthly returns: Raw Beta _____

Adjusted Beta _____

Comparable Firm Analysis:

Using Bloomberg or your own calculations, fill in the data below. The first three comparable firms are the three firms you identify as the most closely matched comparable firms. The comparable firm average should be based on a broader set of comparable firms. Attach any necessary calculations or spreadsheets.

Company Name: _____

Financial characteristics and ratios for an individual firm can be identified using the Financial Analysis (FA) screen in Bloomberg. It can also be done using Mergent or many financial sites available on the web. Comparable firm analysis can be done using the Relative Valuation (RV) screen in Bloomberg. To change the variables selected for display within the RV screen, choose Add Columns. To change the peer group, click on Peers or select Customize and then Custom Peers. Please list the names of the three key comparable firms and describe the method chosen for selecting comparable firms.

	Your Firm	Comparable Firm #1	Comparable Firm #2	Comparable Firm #3	Comparable Firm Average
<i>Firm Name:</i>					-----
P/E					
Total Revenues					
Revenue Growth					
Total Net Income					
Net Income Growth					
Debt-to-Equity					
Interest Coverage					
Gross Margin					
Profit Margin					
Sales to Total Assets					
ROC					
ROE					

Description of comparable firm selection: