

STM Group PLC (STM:LN)



Financials/Asset Managers and Custodians

Price: 26.50 GBX

Report Date: July 31, 2020

Business Description and Key Statistics

STM Group is engaged in financial services activities which delivering financial service products to professional intermediaries and the administration of assets for international clients in relation to retirement, estate and succession planning and wealth structuring. Co. has five reportable segments: Corporate Trustee Services, Pensions, Insurance Management, Life Assurance, and Other Services. Co. has trading operations in the United Kingdom, Gibraltar, Jersey, Malta and Spain. Co. has also opened sales offices in South East Asia, the Middle East, South Africa and Australia.

Website: www.stmgroupplc.com

ICB Industry: Financials

ICB Subsector: Asset Managers and Custodians

Address: 18 Athol Street
Douglas
IMN

Employees: 268

	Current	YTY % Chg
Revenue LFY (M)	23	8.6
Operating EPS LFY	0.06	-4.4
Market Value (M)	16	
Shares Outstanding (000)	58,318	
Book Value Per Share	0.59	
EBITDA Margin %	24.00	
Net Margin %	15.0	
Long-Term Debt / Capital %	0.0	
Dividends and Yield TTM	0.02 - 5.66%	
Payout Ratio TTM %	36.4	
60-Day Average Volume (000)	79	
52-Week High & Low	44.50 - 19.00	
Price / 52-Week High & Low	0.60 - 1.39	

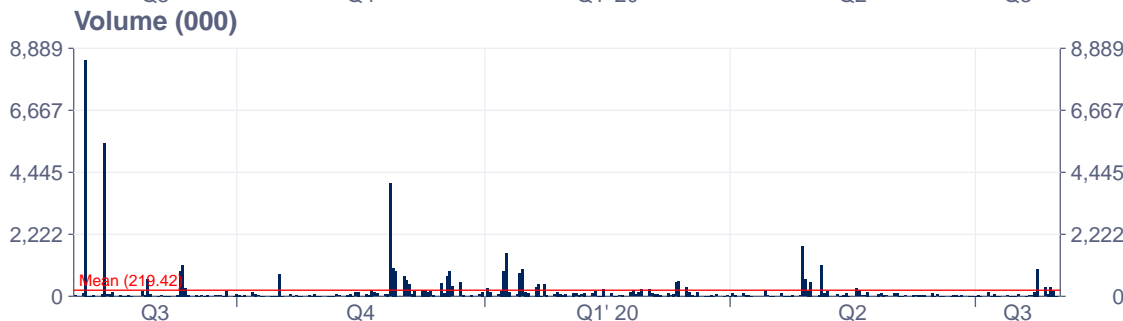
Price, Moving Averages & Volume



STM Group PLC is currently trading at 26.50 which is 8.9% below its 50 day moving average price of 29.08 and 8.9% below its 200 day moving average price of 29.09.

STM:LN is currently 40.4% below its 52-week high price of 44.50 and is 39.5% above its 52-week low price of 19.00. Over the past 52-weeks, STM:LN is down 37.7% while on a calendar year-to-date basis it is up 8.2%.

The Relative Strength Index (RSI) indicator for STM:LN is currently 26.78. An RSI value of 70 and above is considered overbought and 30 and below oversold.



— Price — Price (50-Day Simple Moving Average) — Price (200-Day Simple Moving Average)

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Price Performance, Technical Indicators & Risk Metrics

Price Performance	% Change	Difference vs FTSE 350	Technical Indicators	
1-Day %	0.00	1.36	50-Day Average Price	29.08
1-Week %	0.00	3.39	Price / 50-Day Average	0.91
4-Week %	-7.02	-3.15	200-Day Average Price	29.09
52-Week %	-37.65	-16.76	Price / 200-Day Average	0.91
Quarter-to-Date %	-7.02	-3.16	RSI - Relative Strength Index	26.78
Year-to-Date %	8.16	30.11	Risk Metrics	
Last Month %	-7.02	-3.16	Price Volatility	0.98
Last Quarter %	22.84	13.32	Sharpe Ratio	0.01
Last Calendar Year %	-55.86	-70.03	Sortino Ratio	0.01

5-Year Price Performance vs. FTSE 350

STM Group PLC
FTSE 350 Index

Current: 0.60 CAGR: -9.9%
Current: 0.81 CAGR: -4.1%



Over the past five years, STM Group PLC's stock price is down 40.4% which is 21.4% below the FTSE 350 Index performance of -19.0% over the same period. STM Group PLC's cumulative annualized growth rate (CAGR) over the five year period has been -9.9% while that of the FTSE 350 Index has been -4.1%.

Over the past year, STM Group PLC's stock price performance of -37.6% has underperformed that of the FTSE 350 Index by 16.8%. On a year-to-date basis, STM Group PLC's stock price performance of 8.2% has underperformed the FTSE 350 Index by 30.1%.

Over the past week, STM Group PLC's stock price performance of 0.0% has outperformed that of the FTSE 350 Index by 3.4%.

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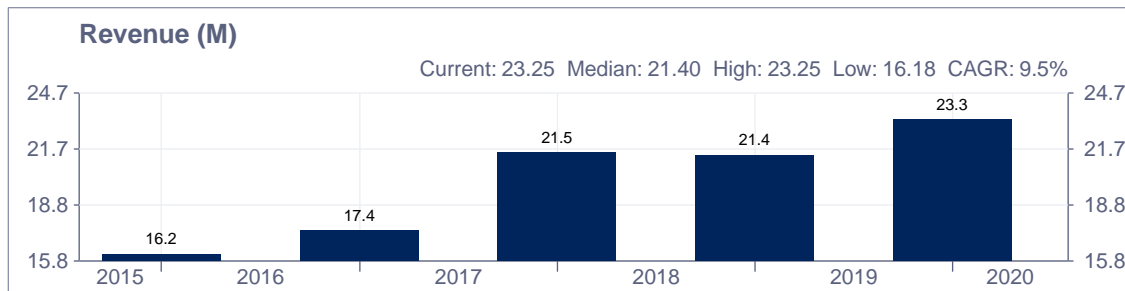
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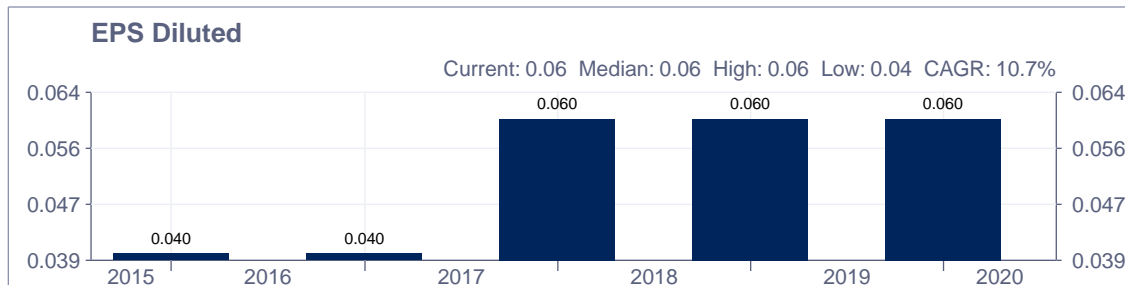
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Growth and Profitability Metrics

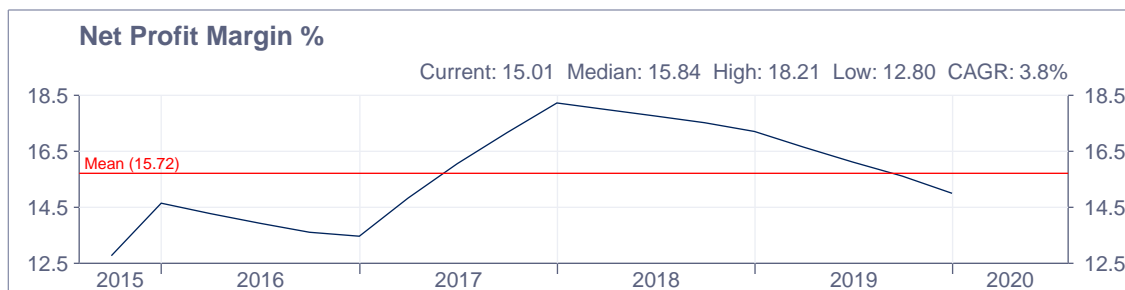
Historical Growth	3-Year	5-Year	10-Year	Profitability	Current	5-Year Average	10-Year Average
Revenues %	10.1	7.9		Gross Margin %			
Revenues Per Share %	9.4	5.6		EBITDA Margin %	24.0	20.8	
EBITDA %	21.7	19.4		Pre-Tax Margin %	16.9	17.4	
Operating EPS %	13.4	27.7		Net Margin %	15.0	15.7	
Free Cash Flow %	45.4	8.3		Return on Equity %	9.9	10.3	
Cash from Operations %	38.9	10.9		Return on Capital %	10.5	11.0	
Book Value %	7.9	7.1		Return on Assets %	7.6	7.9	



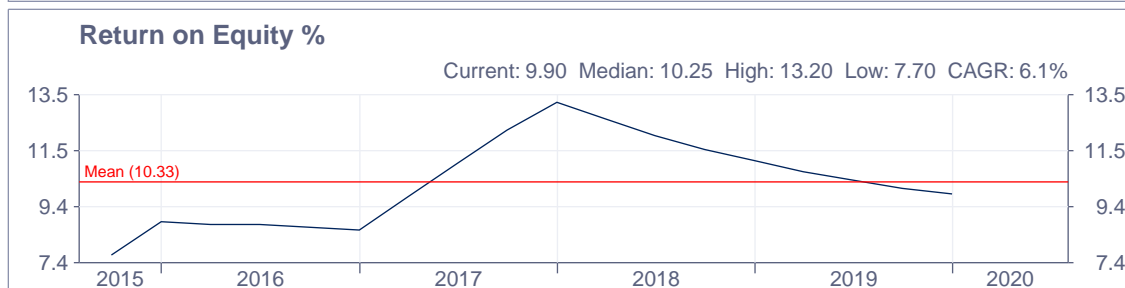
STM Group PLC's cumulative annualized revenue growth rate over the charted period is 9.5%. This compares to revenue growth of 8.6% last fiscal year and cumulative annualized growth of 10.1% over the past 3 years.



STM Group PLC's cumulative annualized EPS growth rate over the charted period is 10.7%. This compares to EPS growth of -4.4% last fiscal year and cumulative annualized growth of 13.4% over the past 3 years.



STM Group PLC's net profit margin last fiscal year of 15.0% is 0.7% below the period's mean net margin of 15.7%. During the charted period, the observed net profit margin high and low were 18.2% and 12.8% respectively.



STM Group PLC's return on equity of 9.9% is 0.4% below the period's mean return on equity of 10.3%. During the charted period, the observed ROE high and low were 13.2% and 7.7% respectively.

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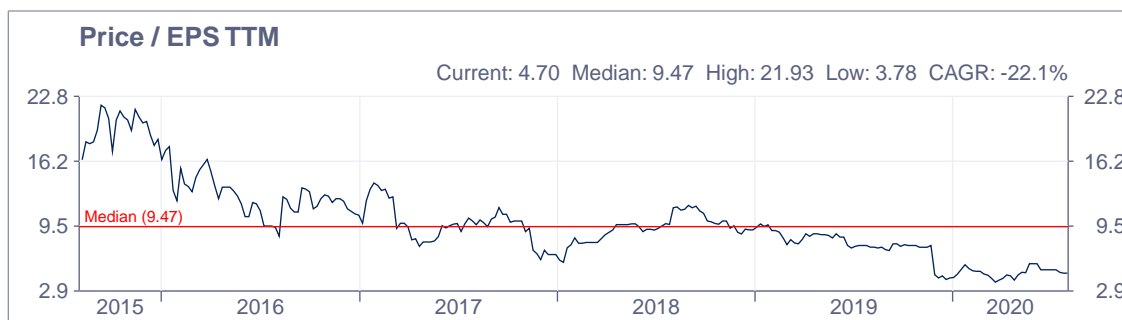
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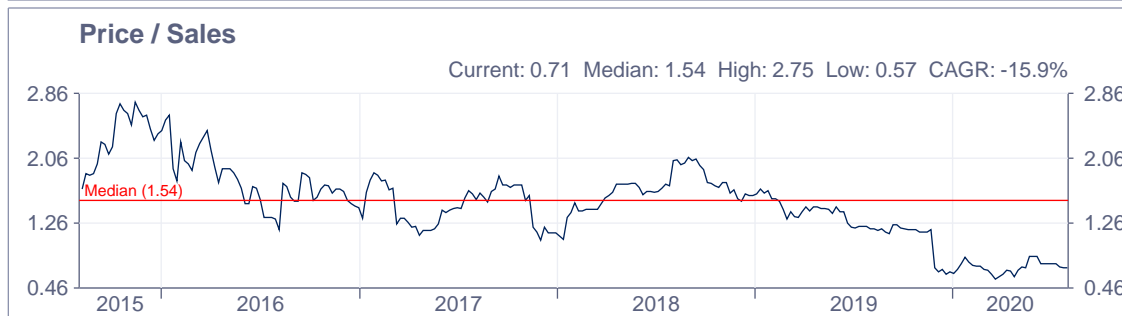
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Valuation Metrics

	Current	5-Year Median	10-Year Median		Current	5-Year Median	10-Year Median
Price / EPS TTM	4.7	9.5	11.9	Earnings Yield %	17.62	10.49	
Price / Sales	0.7	1.5	1.3	Free Cash Flow Yield %	18.19	8.34	8.96
Price / Operating Cash Flow	3.4	8.5	10.4	Dividend Yield %	5.66	3.05	1.75
Price / Book Value	0.5	1.0	0.8	Enterprise Value / EBITDA	0.1	3.5	5.1



STM Group PLC is trading at 4.70 times its EPS generated during the latest fiscal year. This multiple is below the historically observed median of 9.47, while high and low observations have been 21.93 and 3.78.



STM Group PLC is trading at a Price to Sales ratio of 0.71 based on sales generated during the latest fiscal year. This ratio is below the historically observed median ratio of 1.54, while high and low observations have been 2.75 and 0.57.



STM Group PLC is trading at a Price to Book ratio of 0.45 based on book value at the latest fiscal year end. This ratio is below the historically observed median of 0.98, while high and low observations have been 1.66 and 0.36.



STM Group PLC has a Free Cash Flow Yield of 18.19% based on free cash flow generated during the latest fiscal year. This value is above the historically observed median yield of 8.34%, while high and low observations have been 22.63 and 2.90.

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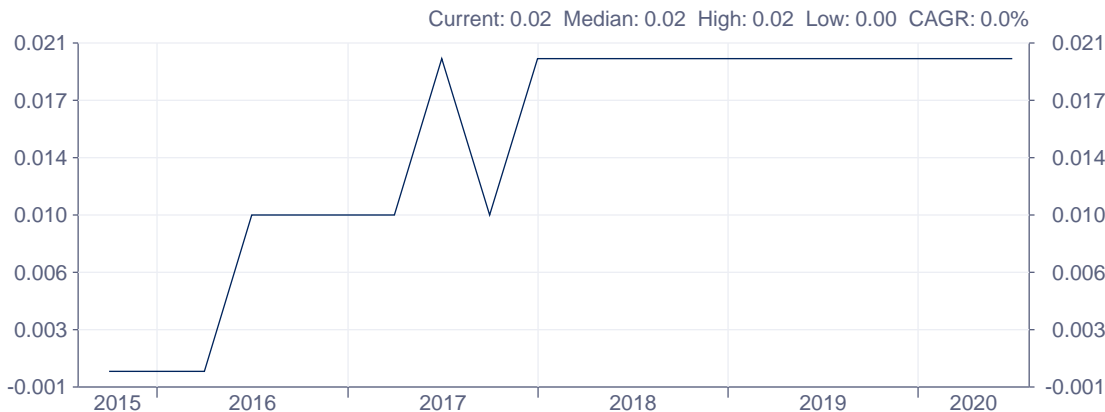
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Dividends Data

Dividends Per Share TTM		0.02	Payout Ratio TTM %		36.35%	Dividend Yield TTM %		5.66%
Rate	Ex Date	Record Date	Payment Date	Currency	Note			
0.008	04-06-2020	05-06-2020	26-06-2020	GBP	2ND INTERIM GROSS			
0.008	24-10-2019	25-10-2019	20-11-2019	GBP	INTERIM GROSS			
0.013	30-05-2019	31-05-2019	26-06-2019	GBP	FINAL GROSS			
0.007	11-10-2018	12-10-2018	15-11-2018	GBP	INTERIM GROSS			
0.012	31-05-2018	01-06-2018	27-06-2018	GBP	FINAL GROSS			
0.006	05-10-2017	06-10-2017	08-11-2017	GBP	INTERIM GROSS			
0.010	01-06-2017	02-06-2017	28-06-2017	GBP	FINAL GROSS			
0.005	29-09-2016	30-09-2016	03-11-2016	GBP	INTERIM GROSS			
0.009	26-05-2016	27-05-2016	23-06-2016	GBP	FINAL GROSS			

Dividend Growth and Yield

Dividends Per Share TTM



STM Group PLC's trailing 12-month dividend per share is 0.02 and its dividend has grown at a cumulative annualized rate of 0.0% over the charted period. This compares to dividend growth of -25.00% over the past year and cumulative annualized growth of 0.00% over the past 3 years.

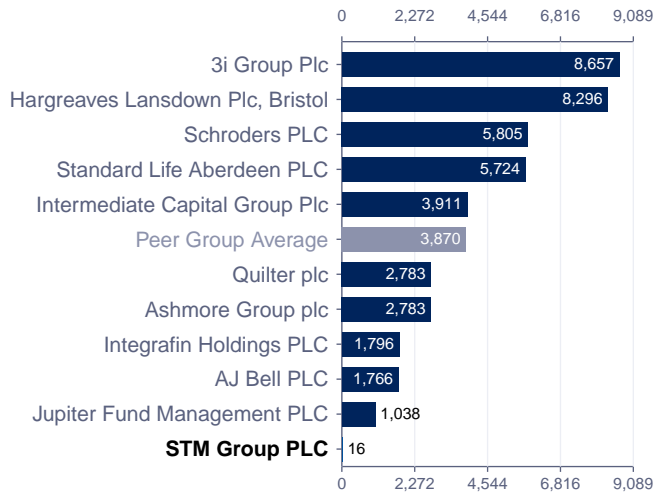
Dividend Yield TTM %



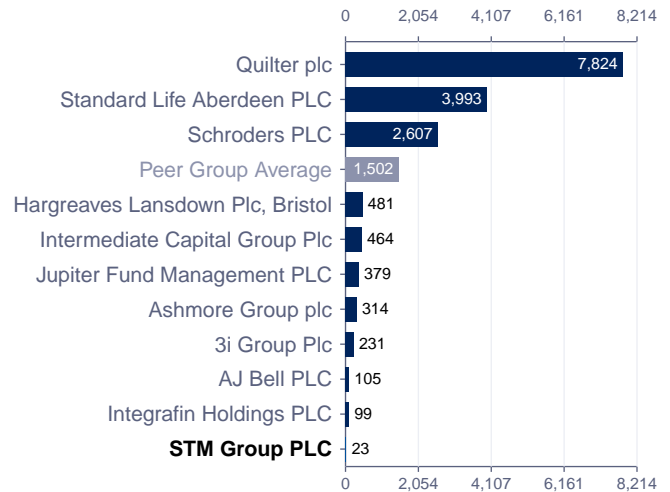
STM Group PLC's current dividend yield is 5.66% based on trailing 12 month dividends. The current yield is above the historically observed median of 3.05% and, over the charted time period, the observed high yield has been 9.62% and the observed low yield has been 0.00%.

Subsector Peer Comparisons

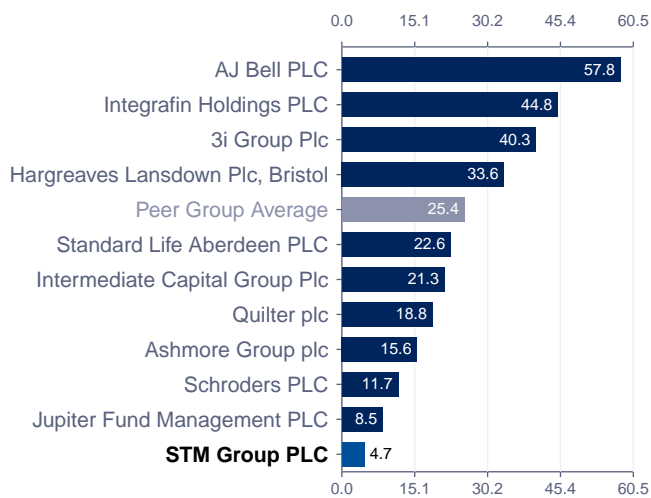
Market Value (M)



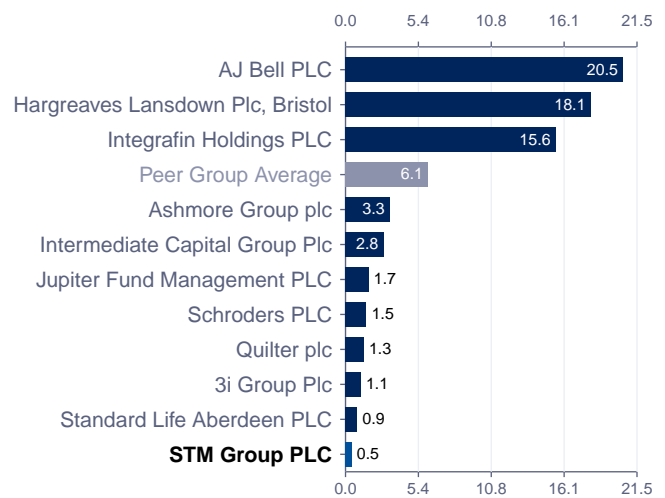
Revenue LFY (M)



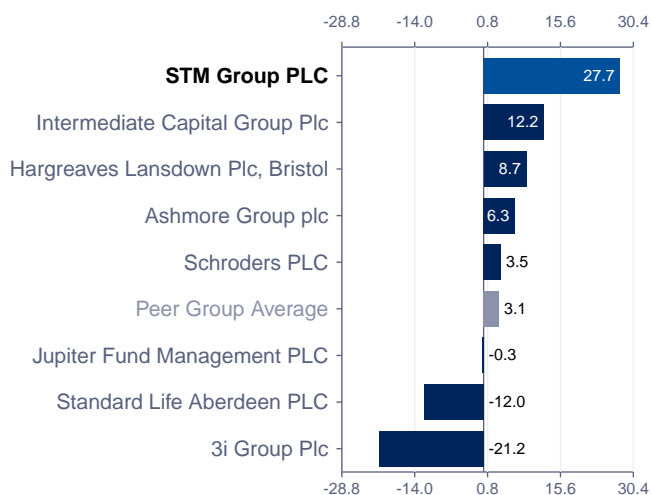
Price / EPS TTM



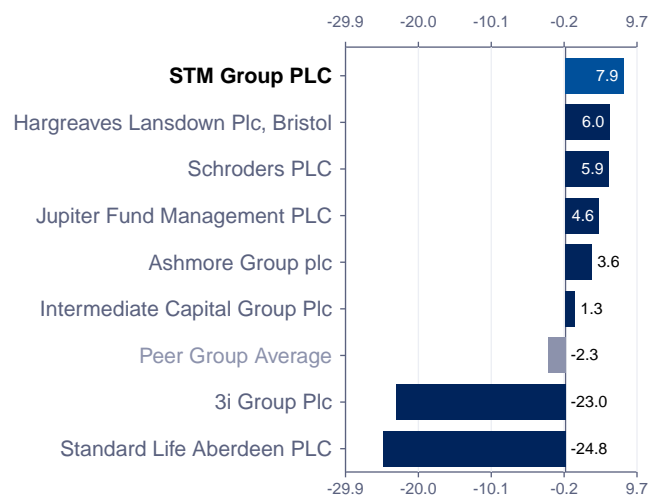
Price / Book Value



EPS 5-Year Growth Rate %



Revenue 5-Year Growth Rate %



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Abbreviations:

CAGR	- Cumulative annual growth rate.
EBIT	- Earnings before interest and taxes.
EBITDA	- Earnings before interest, taxes, depreciation & amortization.
LFY	- Last fiscal year
M	- Million
LON	- London Stock Exchange

Definitions:

Market Value - Weekly Price times latest Shares Outstanding times any applicable ADR factor.

Revenue - Sum of the last four quarters of Revenues.

Revenue Per Share - Sum of the last four quarters of Total Revenue divided by Weighted Average Shares Outstanding.

Operating EPS LFY - EPS excluding non-recurring, non-operating items, fiscal year aligned TTM value.

60-Day Average Volume (000) - The average of the last 60 daily volume values in thousands of shares.

Price 52-Week High - The high closing price from the last 52 weeks of daily closing prices.

Price 52-Week Low - The low closing price from the last 52 weeks of daily closing prices.

Price / 52-Week High - Latest price divided by the high price from the past 52 weeks of daily closing prices.

Price / 52-Week Low - Latest price divided by the low price from the past 52 weeks of daily closing prices.

50-Day Average Price - Mean of last 50 daily closing prices.

200-Day Average Price - Mean of last 200 daily closing prices.

Price / 50-Day Average Price - Latest closing price divided by mean of last 50 daily closing prices, as a percentage.

Price / 200-Day Average Price - Latest closing price divided by mean of last 200 daily closing prices, as a percentage.

Relative Strength Index - Relative Strength Index or RSI measures the magnitude of gains over a given time period against the magnitude of losses over that period. The equation is $RSI = 100 - 100 / (1 + RS)$ where $RS = (\text{total gains} / n) / (\text{total losses} / n)$ and $n = \text{number of RSI periods}$. In this item, 14 days is used and one year of daily prices are considered. A value of 30 or below may imply oversold and 70 or above may imply overbought.

Price Volatility - The standard deviation of the last 20 days of daily closing prices.

Sharpe Ratio - The 5 year average of the excess monthly return over the risk - free rate(1 - month T - bill) over the 5 year standard deviation of the same series.

Sortino Ratio - The same calculation as the Sharpe Ratio but with positive excess returns set to zero for the standard deviation denominator, so only negative volatility weighs in.

Dividends Per Share TTM - Sum of the last four quarters of Dividends Per Share.

Payout Ratio - Dividends Per Share TTM divided by Operating EPS TTM.

Dividend Yield TTM % - Sum of the last four quarter of Dividends Per Share divided by Weekly Price.

EBITDA - Sum of the last four quarters of EBITDA (Operating Income + Depreciation & Amortization).

Free Cash Flow - Sum of the last four quarters Net Cash from Operations minus Capital Expenditures (Purchase of Property, Plant & Equipment), from the Cash Flow Statement.

Book Value - Total Common Equity last quarter divided by Shares Outstanding last quarter.

Book Value Per Share - Total Common Equity last quarter divided by Shares Outstanding last quarter.

Gross Margin % - Sum of the last four quarters Gross Profit divided by the sum of the last four quarters Revenues.

EBITDA Margin % - Sum of the last four quarters EBITDA divided by the sum of the last four quarters Revenues.

Pre-Tax Margin % - Sum of the last four quarters of Earnings Before Taxes divided by sum of the last four quarters Revenues.

Net Profit Margin % - Sum of the last four quarters of Operating EPS divided by sum of the last four quarters Revenues Per Share.

Return on Equity % - Sum of the last four quarters of Operating EPS divided by the average of the last four quarters Book Value.

Return on Capital % - Sum of the last four quarters of Operating EPS divided by the average of the last four quarters Total Capital Per Share.

Return on Assets % - Sum of the last four quarters of Operating EPS divided by the average of the last four quarters Total Assets Per Share.

Price / EPS TTM - Weekly Price divided by the sum of the last four quarters of Operating EPS (capped at 99.9).

Price / Sales - Weekly Price divided by Revenues Per Share TTM.

Price / Book Value - Weekly Price divided by Book Value Per Share last quarter. Book Value Per Share is Total Common Equity last quarter divided by Shares Outstanding last quarter (capped at 49.9).

Free Cash Flow Yield % - Free Cash Flow Per Share TTM divided by Weekly Price.

Enterprise Value - Market Value plus Total Debt last year plus Preferred Equity last year minus Cash & Cash Equivalents last year.

Enterprise Value / Sales - Enterprise Value divided by the sum of the last four quarters of Revenue.

Enterprise Value / EBITDA - Enterprise Value divided by EBITDA TTM.

Enterprise Value / EBIT - Enterprise Value divided by trailing four quarters of Operating Income.

Enterprise Value / Free Cash Flow - Enterprise Value divided by the sum of the last four quarters of Free Cash Flow.

Russell 1000 Index - The largest 1,000 stocks by market cap, the index comprehensively covers the US large cap universe.

EPS 5-Year Growth Rate % is capped at 999.9%.

Revenue 5-Year Growth Rate % is capped at 999.9%.

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