Fugazy, Fugasi

Company Overview

- Ticker: ORCL

- Industry: Enterprise Software/Computer Hardware

- Current CEOs: Mark Hurd & Safra Catz

- Trades on NYSE

- Market Cap: $185.54 Billion

ORACLE®

History

- **1977** – Software Engineers created a consulting company known as Software Development Laboratories (SDL)

- **1979**–Entered commercial market by the release of its relational database product (Oracle)

- **1982** – Name changed to Oracle Corp.

- **1983** – Runs on Mainframes & PCs also

- **1985** – Oracle Version 5- one of the first RDBMSs to operate in client/server mode

- **1987** – Created Application Division

- **1990** – Delivered 1st client/server package applications

History (continued)

- **1992** – More access, compatibility, & scalability than ever before

- **1996** – World's 1st universal server

- **2000** – Creates the industry's first integrated applications suite (E-Business Suite)

- **2005** – Acquired PeopleSoft

- **2007** – 30 Years Later $18 billion company, 65k employees, and 275k customers in 145 countries

- **2010** – Acquired Sun Microsystems

ORACLE

Recent Acquisitions

- A successful method to R&D with low risks

- MICROS (June 2014)

- BlueKai (February 2014)

- Bitzer Mobile (November 2013)

- Acme Packet (February 2013)

Business Description

- We are the world's largest provider of enterprise software and a leading provider of computer hardware products and services that are engineered to work together in the cloud and in the data center.

  ➢ Oracle Management, Form 10-K

ORACLE

What they do…

- Worlds largest enterprise software provider

- Provide IT hardware

- Integrated business database systems and solutions

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How they do it well

- Oracle works best with Oracle
- But, still plays well with others

- Ready to use hardware
- Setup with the most efficient software
- Systems scaled to handle varying data
  - Manhandling "Big" Data
- Provide services to maintain system
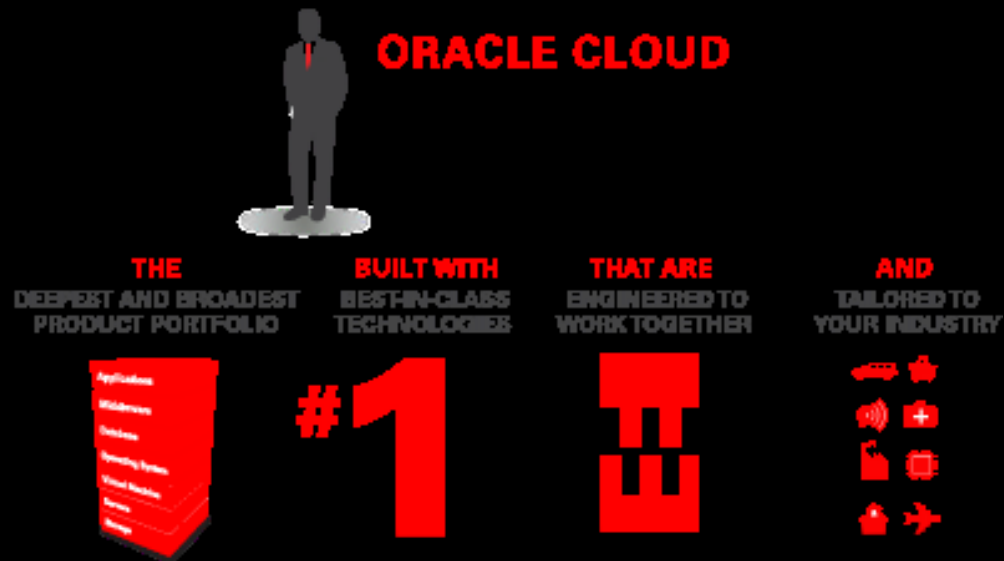
Business Segments

- Software and Cloud

- Hardware

  – Data storage

- Services

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Software and Cloud Business

- Software and cloud software subscriptions

- Cloud infrastructure-as-a-service

- Software updates and product support

ORACLE CLOUD

THE
DEEPEST AND BROADEST
PRODUCT PORTFOLIO

BUILT WITH
BEST-IN-CLASS
TECHNOLOGIES

THAT ARE
ENGINEERED TO
WORK TOGETHER

AND
TAILORED TO
YOUR INDUSTRY

#1

ORACLE

Hardware Business

- Hardware systems products
- Hardware systems support components

Manufacturing

- Internal
  - Final Assembly
  - Quality control and product testing
  - Distribution
- External
  - All hardware products
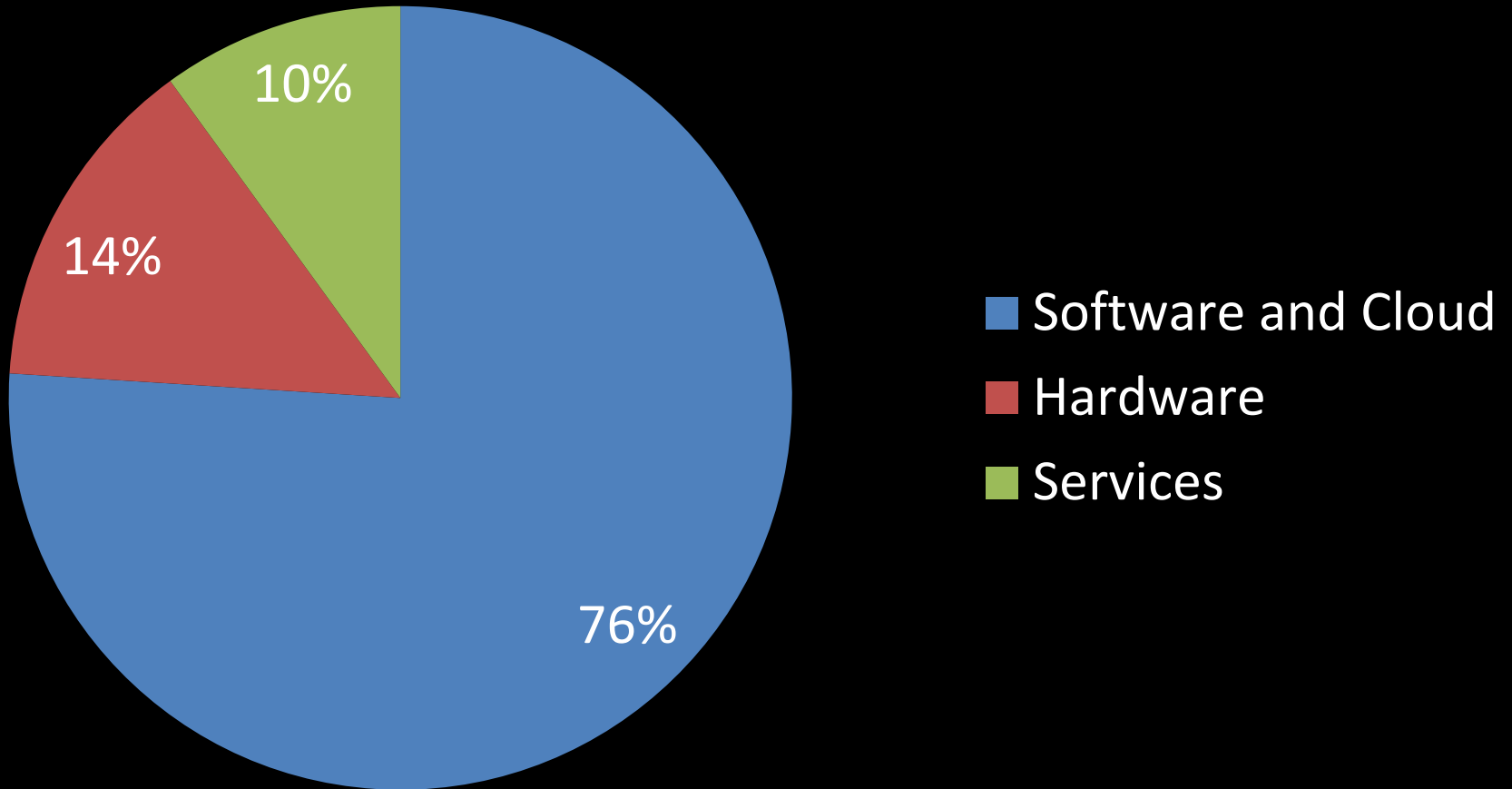 - Hardware related components

Fully packaged= "Built to Order"

Services Business

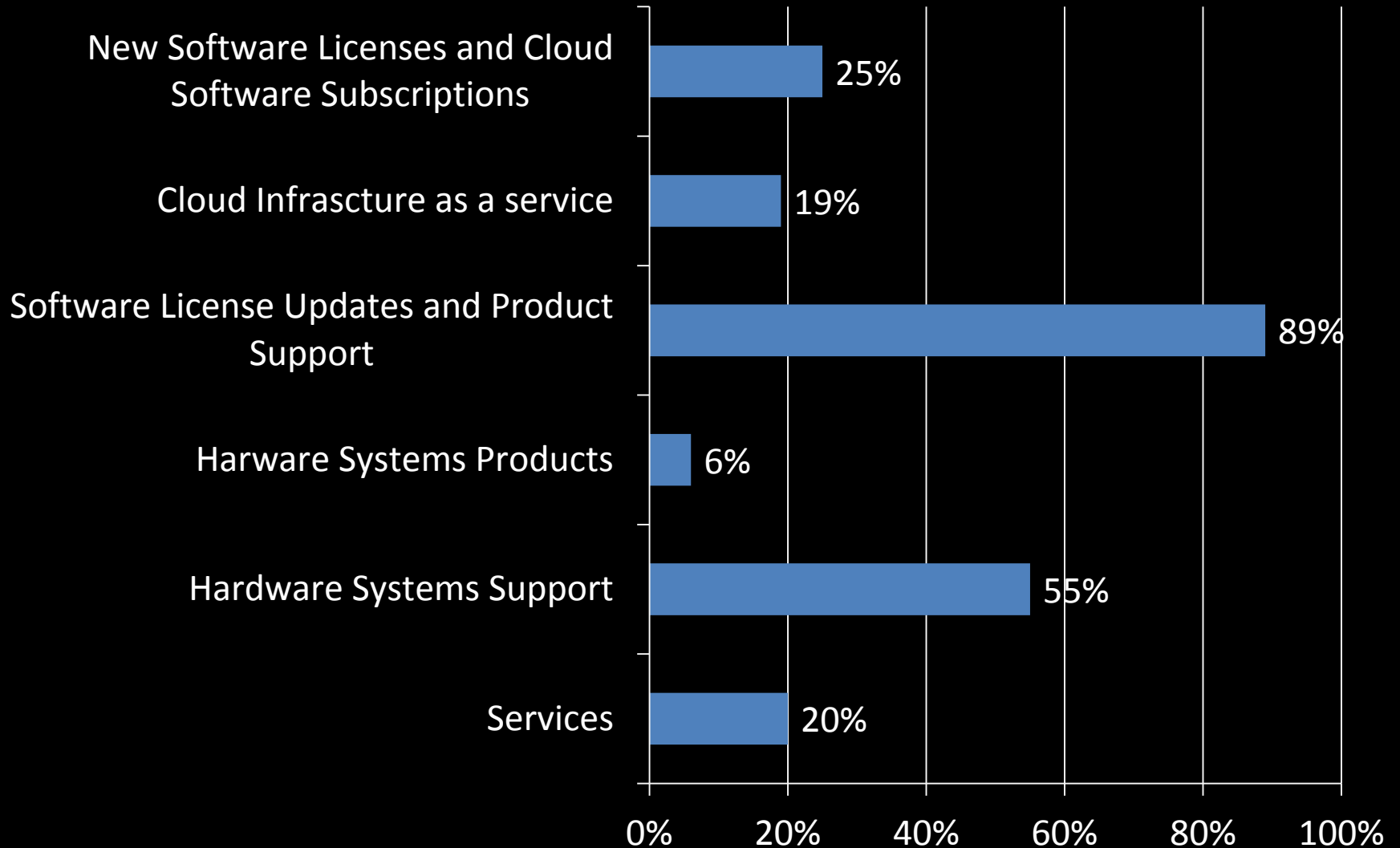- Technology Consulting
- Technology Education

Revenue Breakdown
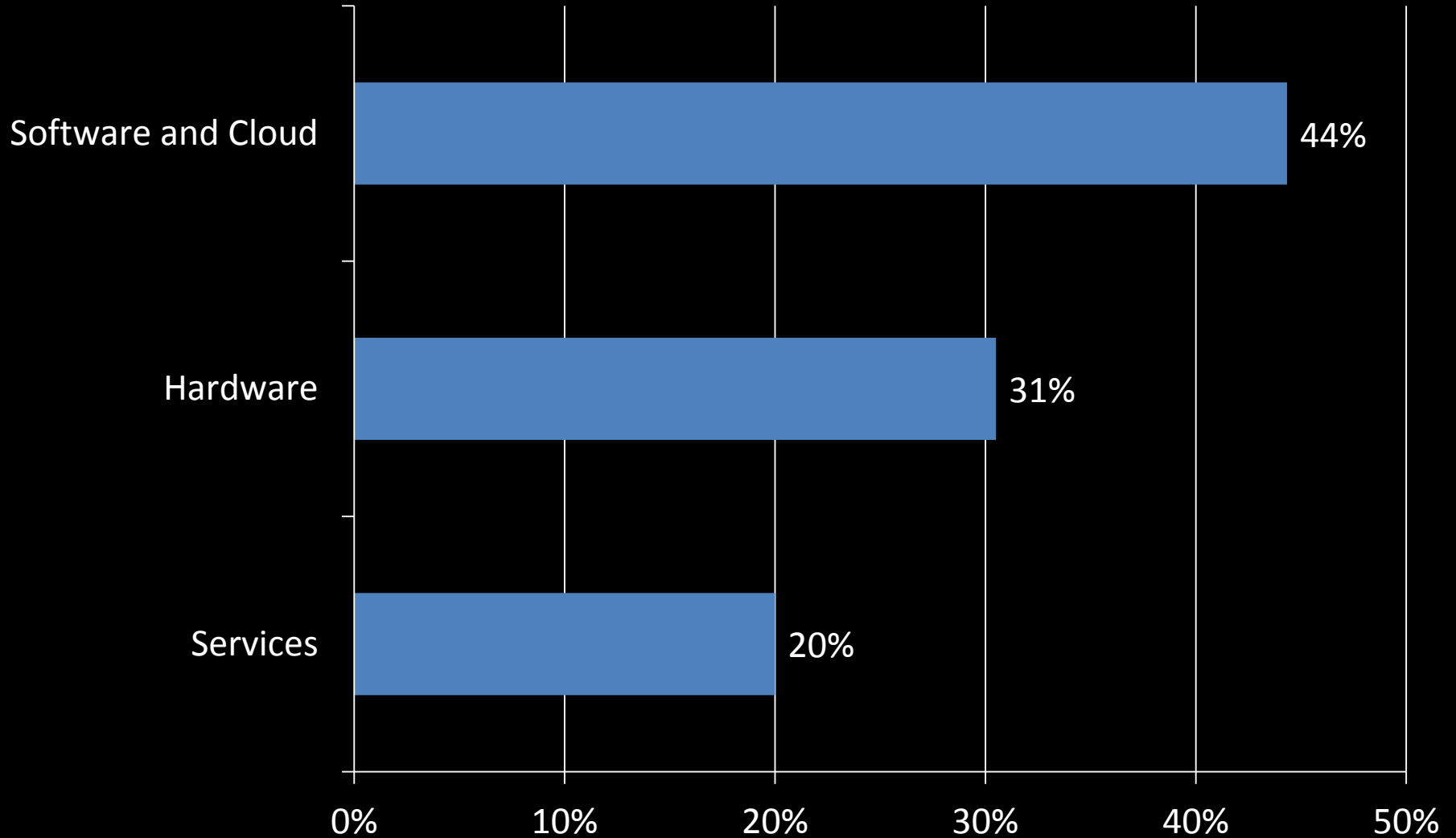
% of Total Income by Segment

- Software and Cloud
- Hardware
- Services

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Operating Profit Margin

Category	Margin
New Software Licenses and Cloud Software Subscriptions	25%
Cloud Infrascture as a service	19%
Software License Updates and Product Support	89%
Harware Systems Products	6%
Hardware Systems Support	55%
Services	20%

0%   20%   40%   60%   80%   100%

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Tech Industry

Mobile

- By 2014, 90% of organizations will support corporate applications on personal devices

- Today's iPhone has the compute capacity of a VAX. By 2015 there will be 2 billion "VAXes" accessing 65 zettabytes of data.

Security

- 48% of security fraud is caused by insiders

- 92% of 900 million stolen records come from compromised database servers

Globalization

- 2/3 of the worlds growth will come from emerging markets

- Top 100 urban islands account for 1/3 of the world economy

Infrastructure

- The average age of applications running core business processes is 15 years.

- A system that cost $125,000 20 years ago is now likely to cost $235,000 a year to maintain.

Big Data

- Across all industries, the growth of data is outpacing storage capacity 2 to 1

- Today's data, if encased in books, could stretch from Earth to Pluto and back 10x

Cloud Silos

- By 2012, 75% of large enterprise cloud deployments will have at least five integration points. Today, only 4 % are fully integrated.

Customers

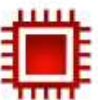|				
AEROSPACE & DEFENSE 11 of Top 11	**AUTOMOTIVE** Over 300 OEMs & Suppliers	**RETAIL** 20 of Top 20	**COMMUNICATIONS** 20 of Top 20 Services Providers	**CONSUMER PRODUCTS** 20 of Top 20
EDUCATION & RESEARCH 9 of Top 10 Academic Universities	**ENGINEERING & CONSTRUCTION** 4 of Top 5 Fortune 500	**FINANCIAL SERVICES** 10 of Top 10 Global Banks	**HEALTH CARE** Over 300 Leading Providers	**HIGH TECHNOLOGY** 25 of Top 25 Electronic OEMs
INDUSTRIAL MFG. 9 of Top 10 Global	**INSURANCE** 49 of Top 50 Global Insurers	**LIFE SCIENCES** 20 of Top 25 Pharmaceuticals	**MEDIA/ENTERTAINMENT** All in Fortune's Global 500	**OIL & GAS** 6 of Top 7 Companies
PROFESSIONAL SERVICES 9 of Top 10 Global IT Service Firms	**PUBLIC SECTOR** Over 1500 Organizations	**CHEMICALS** 5 of Top 10 Global	**TRAVEL & TRANSPORTATION** 3 of Top 5 Airlines	**UTILITIES** 20 of Top 20

Business Risks

- Failure to capitalize on cloud computing

- Low cost of software startup

- Failure to adapt

Protective Moat

- Economies of Scale

    - "Legacy" customers

- Breadth of Products and Services

- High Switching Cost

- Sticky Business

Competitors

Interpretation of Financial Statements

TTM	Value	Threshold	Pass?
Gross Profit Margin	81.08%	≥ 20%	Yes
SGA % of Gross Profit	27.63%	≤ 80%	Yes
R&D % of Gross Profit	16.83%	≤ 10%	No
DDA % of Gross Profit	9.19%	≤ 10%	Yes
Interest % of Operating Profit	6.46%	≤ 15%	Yes
Net Profit Margin	28.44%	≥ 10%	Yes
Current Ratio	4.35	≥ 1	Yes
Obligation Ratio	-1.50	< 5 years	Yes
Adj. Debt to Shareholder Equity	1.11	< 0.8	No
Return on Equity	23.12%	≥ 15%	Yes
Return on Capital	20.96%	≥ 15%	Yes
Dividend Payout Ratio	19.99%	≤ 60%	Yes
Preferred Stock	None	None	Yes
Capital Expenditures	5.74%	≤ 25%	Yes
Net Earning Trend	Up	Up	Yes
Retained Earnings Trend	Up	Up	Yes

Buffettology

| Statistical Array Analysis	
Sales per Share	Increasing
Cashflows per Share	Increasing
Earnings per Share	Increasing
Dividends Declared per Share	Increasing
Capital Spending per Share	Increasing
Book Value per Share	Increasing
Revenues (Sales)	Increasing
Gross Profit Margin	Stable
Operating Profit Margin	Increasing
Number of Stores	N/A
Net Profit	Increasing
Net Profit Margin	Increasing
Working Capital	Increasing
Shareholder's Equity	Increasing
Return on Total Capital	Stable
Return on Shareholder's Equity	Stable
Common Shares Outstanding	Decreasing
Long-Term Debt	Yes
LT Debt Payable in 5 years	Yes
All Dividends to Net Profit under 60%	Yes

Gross Profit Margin
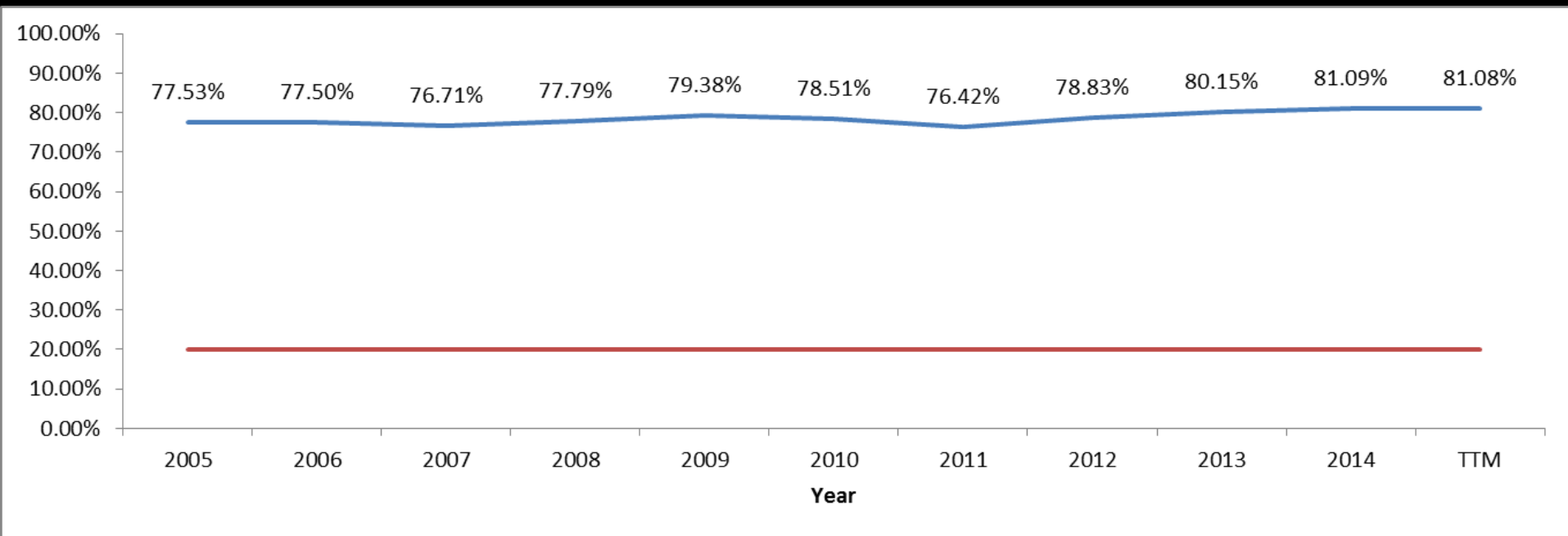
Gross Profit Margin as % = __Gross Profit($)__

Revenue ($)

Net Profit Margin
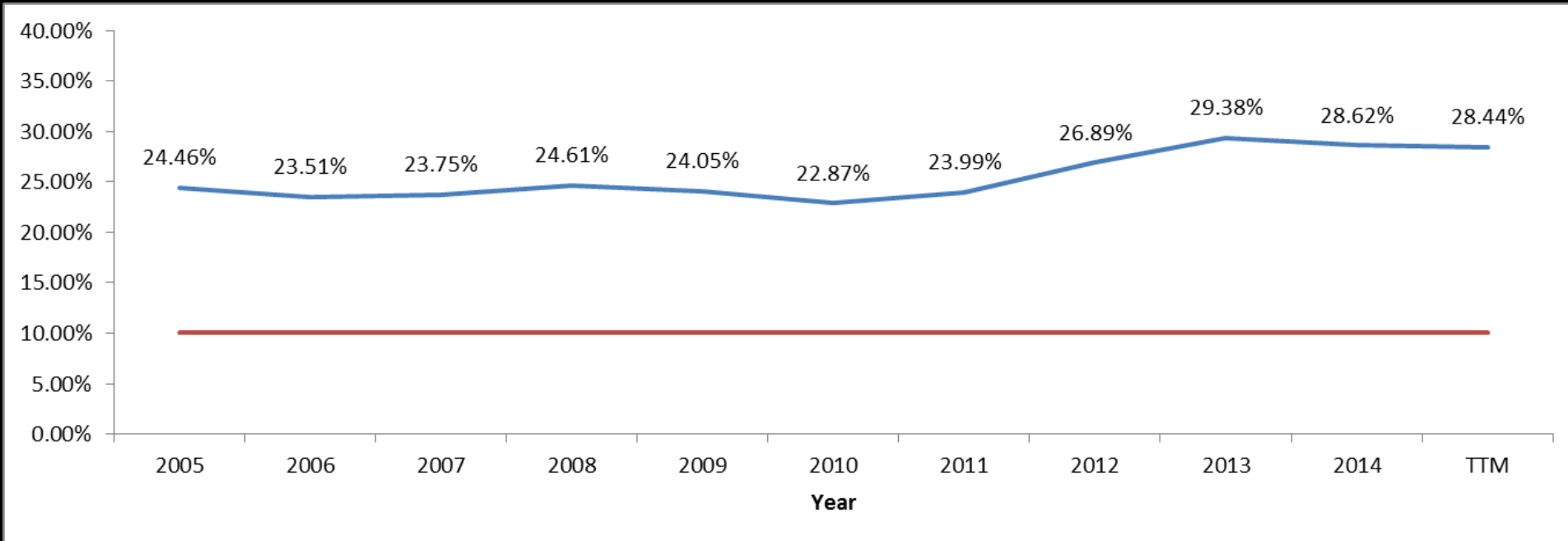
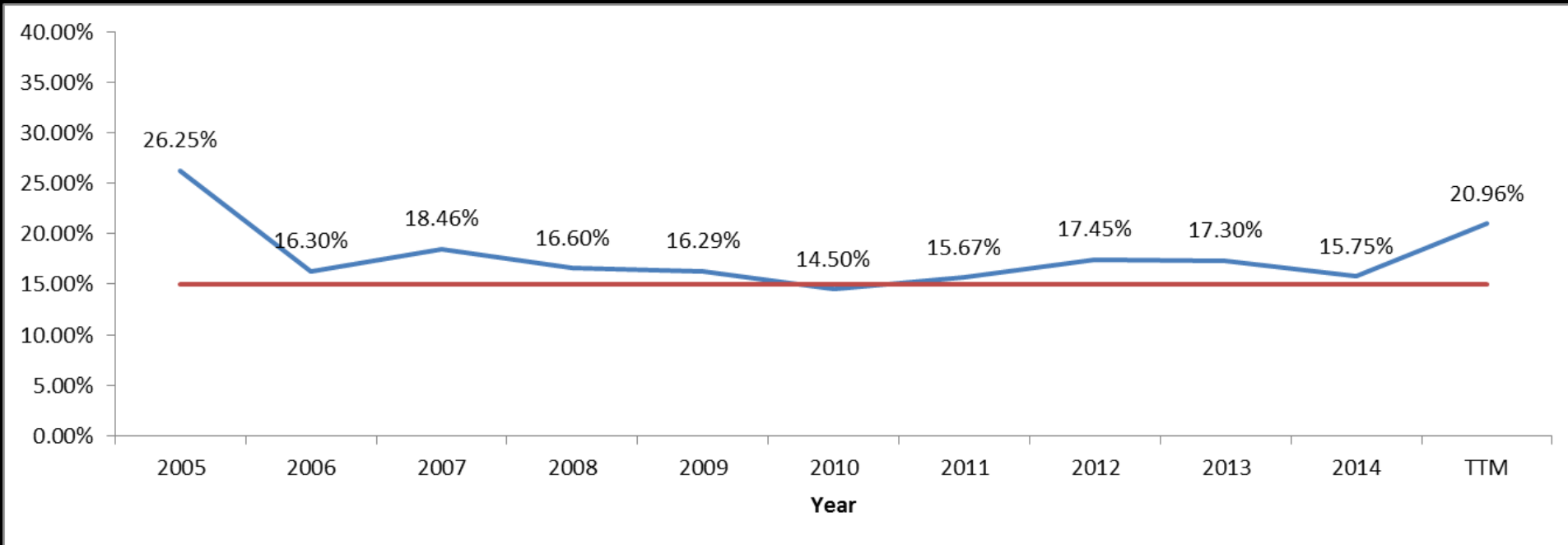**Net Profit Margin as % = $\dfrac{\text{Net Profit(\$)}}{\text{Revenue (\$)}}$**

Return on Equity
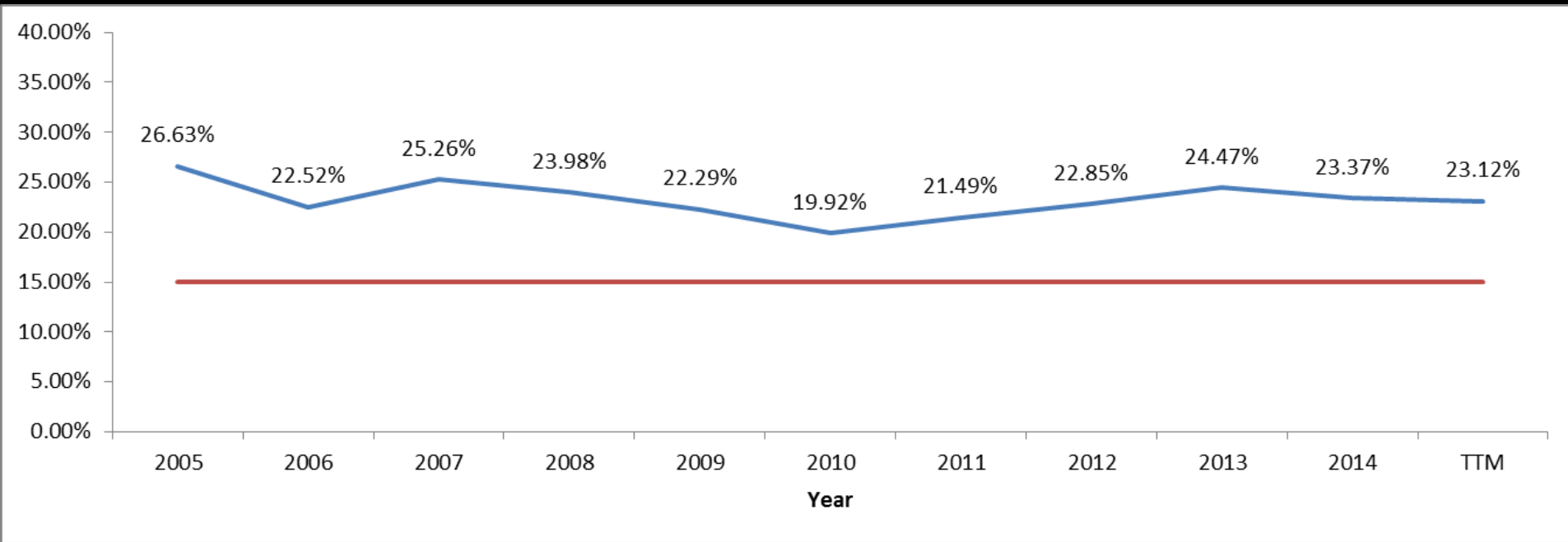
Return on Equity as % =Net Profit($)

Total Equity ($)

Return on Capital

Return on Capital as % = <u>**Net Profit($)**</u>

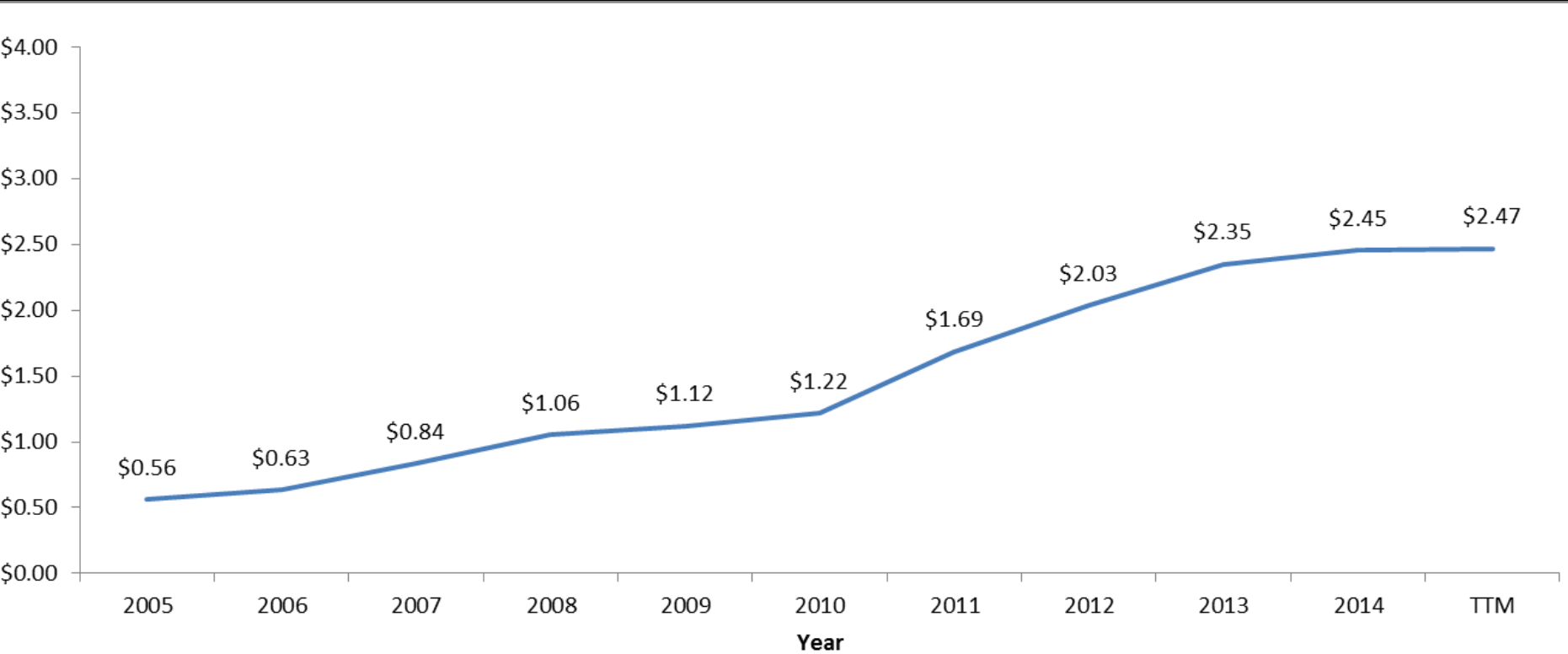   **Total Equity + Long Term Debt ($)**

Shares Outstanding
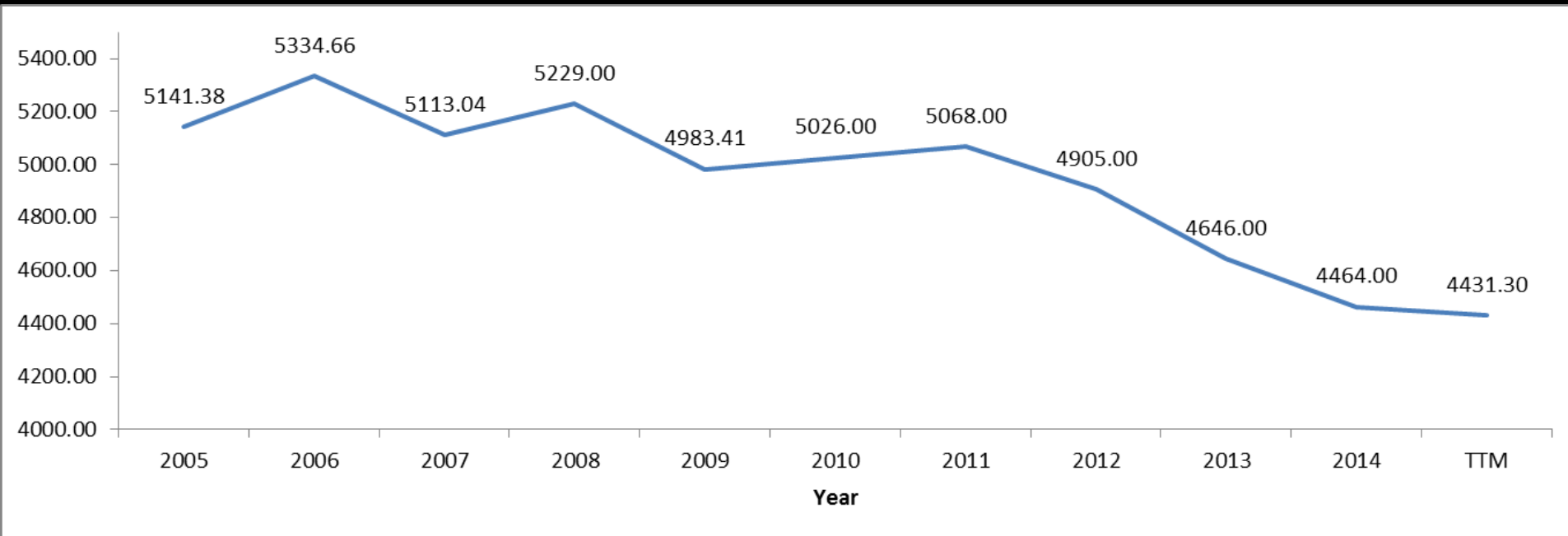
Millions of Shares

Earnings Per Share

Earnings Per Share=<u>Net Profit($)</u>

Total Shares Outstanding

Qualitative Review

Qualitative Review	
What type of business is this: commodity or sustained competitive advantage?	Competitive Advantage
Can you easily explain what the business does?	Yes
Is it heavily unionized?	No
Does it require heavy capital infusion?	No
Does it require lots of research and development?	Yes
Can inventory become obsolete?	Yes
Are there chronic "one time" write offs?	No
Is the company able to raise its prices to offset inflation?	Yes
Will the company be able to sell more in the future?	Yes
If I gave you $1 billion could you develop a competitor? If the answer is "no" your business has a sustained competitive	No

DuPont Analysis: Competition

Company	Total Asset Turnover (Revenue/Total Assets)	Net Profit Margin (Net Income/Revenue)	Financial Leverage Multiplier (Total Assets/Total Equity)	Return on Equity
Oracle	.386	.284	2.106	23.12%
Microsoft	.539	.234	1.882	23.74%
IBM	.790	.165	5.538	72.19%
Intel	.607	.194	1.616	19.03%
Amazon	2.109	-.003	3.911	-2.47%

DuPont Analysis: Comparative

Oracle	Total Asset Turnover (Revenue/Total Assets)	Net Profit Margin (Net Income/Revenue)	Financial Leverage Multiplier (Total Assets/Total Equity)	Return on Equity
TTM	.386	.284	2.106	23.12%
2014	.424	.286	1.927	23.37%
2013	.454	.294	1.832	24.47%
2012	.474	.269	1.793	22.85%

Industry Comparison

Company	Oracle	Amazon	SAP	Intel	Microsoft	HP	IBM
Market Cap (billions)	$185.54	$140.22	$83.48	$178.36	$326.76	$71.29	$161.30
ROE (%)	23.12	-2.47	20.21	19.03	23.74	18.10	72.19
ROA (%)	12.21	-0.58	11.60	11.67	13.46	4.81	10.43
Net Margin (%)	28.44	-0.25	19.12	19.40	23.35	4.50	13.12
Operating Margin (%)	38.57	0.11	25.44	26.27	29.80	6.45	19.26
Dividend Yield (%)	1.20	0	1.40	2.40	2.40	1.60	2.60
P/E(ttm)	17.30	0	20.70	17.40	18.60	14.50	13.30
P/FCF	12.35	135.3	21.2	19.2	14.9	8.6	12.91
P/B	3.90	14	3.90	3.20	4.40	2.70	11.20
EV/EBIT	11.32	1,562	14.59	12.02	11.85	10.45	10.44
Number of Guru Holders	21	9	2	17	22	14	13
Number of Guru Buys: Sells (3 months)	15 : 6	7 : 5	0 : 4	3 : 15	3 : 20	3 : 8	5 : 7
Gurufocus Predictability Stars	4.5	5	5	2	3.5	1	4.5

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Conscious Investor: 3-Year Default

| :US Oracle Corporation ✎ | | | | | | | | | | Application Software | | Last trade 2014-12-05 | | Return Analysis | |

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	EPSttm	Years	HGROWTH	STAEGR®
EPS ($)	0.550	0.640	0.810	1.060	1.090	1.210	1.670	1.960	2.260	2.380	$2.390	3	10.19%	98.55%
SPS ($)	2.293	2.748	3.524	4.355	4.644	5.336	7.029	7.568	8.003	8.574		3	6.44%	99.86%

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14			Current	
NPM (%)	24.5	23.5	23.8	24.6	24.1	22.9	24.0	26.9	29.4	28.6			28.6%	
ROE (%)	26.6	22.5	25.3	24.0	22.3	19.9	21.5	22.8	24.5	23.4			23.4%	
Payout (%)	0.0	0.0	0.0	0.0	5.0	17.0	13.0	12.0	13.0	20.0			20.0%	
Debt/Eq. (%)	1.0	38.0	37.0	44.0	37.0	37.0	37.0	31.0	41.0	48.0			48.0%	

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	High/Low		Current	
P/E High	27.00	23.80	24.40	22.00	21.70	22.00	21.90	17.50	16.10	17.80	18.07		17.54	
P/E Low	17.80	18.40	16.10	17.20	12.70	16.10	12.70	12.60	11.40	12.50	13.90			
Price High	14.87	15.21	19.75	23.31	23.62	26.63	36.50	34.30	36.43	42.35	$43.19		$41.93	
Price Low	9.78	11.75	13.07	18.18	13.80	19.47	21.24	24.72	25.84	29.86	$33.22			

	Price	EPSttm	P/E Ratio	HGrowth	Payout	STRETD®
Default	$41.93	$2.390	16.83	10.19%	15.6%	7.01%
Safety	$41.93	$2.390	14.47	5.80%	12.6%	1.69%

CI: 6-year Default

Application Software Last trade 2014-12-05 **Return Analysis**

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	EPSttm	Years	HGROWTH	STAEGR®
EPS ($)	0.550	0.640	0.810	1.060	1.090	1.210	1.670	1.960	2.260	2.380	$2.390	6	18.52%	93.56%
SPS ($)	2.293	2.748	3.524	4.355	4.644	5.336	7.029	7.568	8.003	8.574		6	13.36%	94.56%

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14			Current	
NPM (%)	24.5	23.5	23.8	24.6	24.1	22.9	24.0	26.9	29.4	28.6			28.6%	
ROE (%)	26.6	22.5	25.3	24.0	22.3	19.9	21.5	22.8	24.5	23.4			23.4%	
Payout (%)	0.0	0.0	0.0	0.0	5.0	17.0	13.0	12.0	13.0	20.0			20.0%	
Debt/Eq. (%)	1.0	38.0	37.0	44.0	37.0	37.0	37.0	31.0	41.0	48.0			48.0%	

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	High/Low		Current	
P/E High	27.00	23.80	24.40	22.00	21.70	22.00	21.90	17.50	16.10	17.80	18.07		17.54	
P/E Low	17.80	18.40	16.10	17.20	12.70	16.10	12.70	12.60	11.40	12.50	13.90			
Price High	14.87	15.21	19.75	23.31	23.62	26.63	36.50	34.30	36.43	42.35	$43.19		$41.93	
Price Low	9.78	11.75	13.07	18.18	13.80	19.47	21.24	24.72	25.84	29.86	$33.22			

ORACLE®

	Price	EPSttm	P/E Ratio	HGrowth	Payout	STRETD®
Default	$41.93	$2.390	16.83	18.52%	15.6%	13.29%
Safety	$41.93	$2.390	14.47	10.24%	12.6%	4.66%

ORACLE®

CI: 10-year Default

:US Oracle Corporation ✎   Application Software   Last trade 2014-12-05   **Return Analysis**

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	EPSttm	Years	HGROWTH	STAEGR®
EPS ($)	0.550	0.640	0.810	1.060	1.090	1.210	1.670	1.960	2.260	2.380	$2.390	10	18.46%	94.05%
SPS ($)	2.293	2.748	3.524	4.355	4.644	5.336	7.029	7.568	8.003	8.574		10	16.23%	92.69%

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14			Current
NPM (%)	24.5	23.5	23.8	24.6	24.1	22.9	24.0	26.9	29.4	28.6			28.6%
ROE (%)	26.6	22.5	25.3	24.0	22.3	19.9	21.5	22.8	24.5	23.4			23.4%
Payout (%)	0.0	0.0	0.0	0.0	5.0	17.0	13.0	12.0	13.0	20.0			20.0%
Debt/Eq. (%)	1.0	38.0	37.0	44.0	37.0	37.0	37.0	31.0	41.0	48.0			48.0%

	5/05	5/06	5/07	5/08	5/09	5/10	5/11	5/12	5/13	5/14	High/Low		Current
P/E High	27.00	23.80	24.40	22.00	21.70	22.00	21.90	17.50	16.10	17.80	18.07		17.54
P/E Low	17.80	18.40	16.10	17.20	12.70	16.10	12.70	12.60	11.40	12.50	13.90		
Price High	14.87	15.21	19.75	23.31	23.62	26.63	36.50	34.30	36.43	42.35	$43.19		$41.93
Price Low	9.78	11.75	13.07	18.18	13.80	19.47	21.24	24.72	25.84	29.86	$33.22		

	Price	EPSttm	P/E Ratio	HGrowth	Payout	STRETD®
Default	$41.93	$2.390	16.83	18.46%	15.6%	13.25%
Safety	$41.93	$2.390	14.47	11.04%	12.6%	5.21%

CI: Kill It

	Price	EPSttm	P/E Ratio	HGrowth	Payout	STRETD®
Default	$41.93	$2.390	16.83	18.46%	15.6%	13.25%
Safety	$41.93	$2.390	14.47	11.04%	12.6%	5.21%
Saved	$41.93	$2.390	13.00	9.00%	12.6%	2.33%

CI: Kill It Again

	Price	EPSttm	P/E Ratio	HGrowth	Payout	STRETD®
Default	$41.93	$2.390	16.83	18.46%	15.6%	13.25%
Safety	$41.93	$2.390	14.47	11.04%	12.6%	5.21%
Saved	$41.93	$2.390	11.90	8.00%	0.0%	-0.04%

Discounted Cash Flow: 10-year Revenue Growth

DCF: 5-year EBITDA Growth

DCF: Break Even

Morningstar Debt Analysis

Name	Maturity Date	Amount $(Mil)	Credit Quality	Price	Coupon %	Coupon Type (Fixed/Floating)	Callable	Rule 144A	Yield to Maturity %
Oracle	07/07/2017	1,000.0	···	99.5	0.433	FRN	No	No	···
Oracle 1.2%	10/15/2017	2,500.0	···	99.5	1.200	Fixed	No	No	1.37
Oracle 5.75%	04/15/2018	2,500.0	···	113.2	5.750	Fixed	No	No	1.70
Oracle 2.375%	01/15/2019	1,500.0	···	101.8	2.375	Fixed	No	No	1.93
Oracle	01/15/2019	500.0	···	100.1	0.000	FRN	No	No	···
Oracle 5%	07/08/2019	1,750.0	···	112.7	5.000	Fixed	No	No	2.08
Oracle 2.25%	10/08/2019	2,000.0	···	100.3	2.250	Fixed	No	No	2.19
Oracle	10/08/2019	750.0	···	98.0	0.000	FRN	No	No	···
Oracle 3.875%	07/15/2020	1,000.0	···	104.3	3.875	Fixed	Yes	No	3.16
Oracle 3.875%	07/15/2020	993.8	···	108.3	3.875	Fixed	No	No	2.30
Oracle 144A 3.875%	07/15/2020	6.225	···	···	3.875	Fixed	No	Yes	···
Oracle 2.25%	01/10/2021	1,558.3	···	100.0	2.250	Fixed	No	No	2.25
Oracle 2.8%	07/08/2021	1,500.0	···	100.8	2.800	Fixed	No	No	2.66
Oracle 2.5%	10/15/2022	2,500.0	···	96.9	2.500	Fixed	No	No	2.94
Oracle 3.625%	07/15/2023	1,000.0	···	104.4	3.625	Fixed	No	No	3.03
Oracle 3.4%	07/08/2024	2,000.0	···	101.6	3.400	Fixed	No	No	3.21
Oracle 3.125%	07/10/2025	935.0	···	100.0	3.125	Fixed	No	No	3.12
Oracle 4.3%	07/08/2034	1,750.0	···	103.6	4.300	Fixed	No	No	4.04
Oracle 6.5%	04/15/2038	1,250.0	···	131.2	6.500	Fixed	No	No	4.36
Oracle 6.125%	07/08/2039	1,250.0	···	126.9	6.125	Fixed	No	No	4.33
Oracle 5.375%	07/15/2040	2,250.0	···	0.0	5.375	Fixed	Yes	No	···
Oracle 5.375%	07/15/2040	2,240.4	···	117.3	5.375	Fixed	No	No	4.26
Oracle 144A 5.375%	07/15/2040	9.565	···	103.9	5.375	Fixed	No	Yes	5.11
Oracle 4.5%	07/08/2044	1,000.0	···	104.5	4.500	Fixed	No	No	4.23

Morningstar (continued)
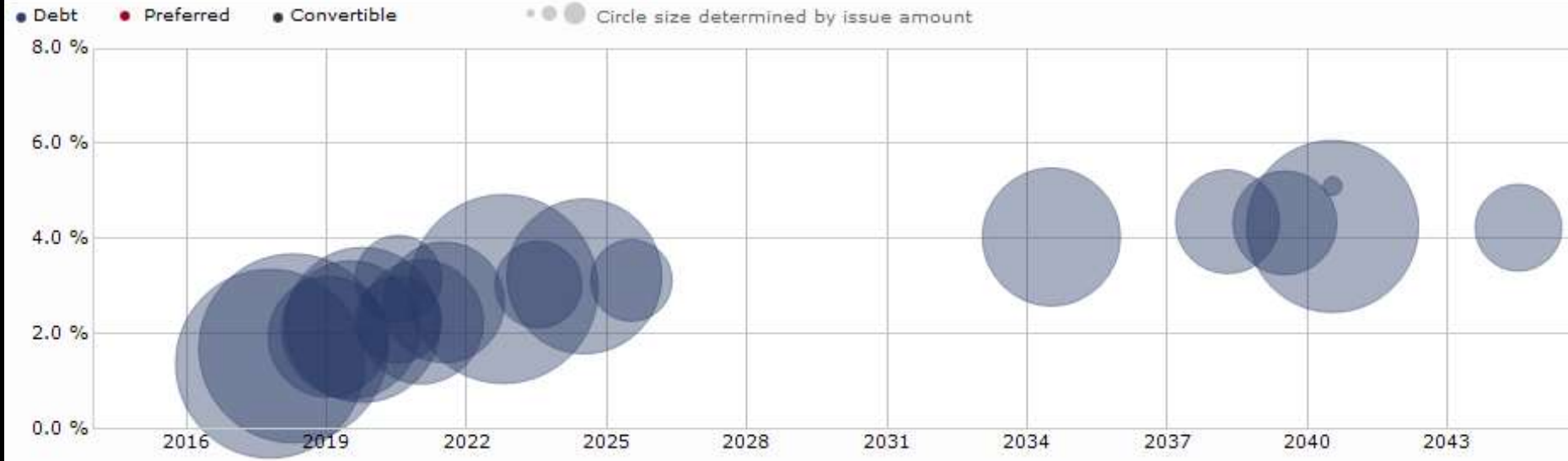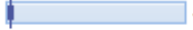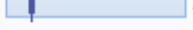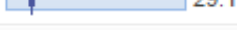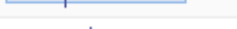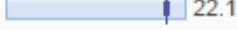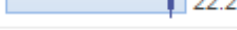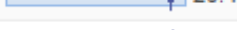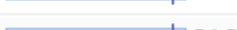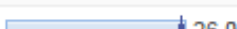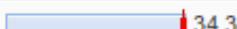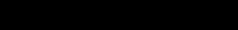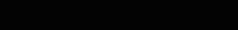
Intra-Portfolio Valuations

Price/Earnings

Ticker	5-Year Price / Earnings Range
NSRGY	
IBM	10.3 — 16.0
AIG	2.1 — -
BBY	7.4 — -
DE	9.0 — 29.1
WRLD	6.7 — 13.0
BBBY	11.8 — 21.1
ORCL	13.3 — 25.3
BRK.B	11.8 — 28.6
PETM	13.6 — 25.0
CHRW	14.9 — 36.1
LO	10.9 — 22.1
PEP	15.1 — 22.2
MSFT	8.8 — 20.4
WMT	11.0 — 18.4
KO	11.9 — 24.9
MDT	9.9 — 26.0
WAG	10.0 — 34.3
AAP	11.5 — 25.3

Ticker	Price / Earnings
WRLD	8.0
AIG	9.2
DE	10.0
IBM	10.3
BBY	12.7
BBBY	14.9
BRK.B	17.1
ORCL	17.3
WMT	17.6
MSFT	18.6
PETM	18.6
LO	20.2
NSRGY	20.9
PEP	21.5
KO	23.3
CHRW	25.2
AAP	25.4
MDT	25.6
WAG	34.5

Price/Sales

Ticker	5-Year Price / Sales Range
NSRGY	
IBM	1.7 — 2.4
DE	0.8 — 1.6
WRLD	1.2 — 2.3
BBBY	1.0 — 1.9
CHRW	0.6 — 1.5
KO	3.3 — 4.8
ORCL	3.6 — 5.5
MSFT	2.9 — 5.0
PEP	1.5 — 2.4
AAP	0.7 — 1.4
PETM	0.6 — 1.3
WMT	0.4 — 0.6
BBY	0.1 — 0.4
LO	1.9 — 3.5
WAG	0.4 — 1.0
MDT	2.0 — 4.3
BRK.B	1.1 — 1.8
AIG	0.0 — 1.3

Ticker	Price / Sales
BBY	0.3
WMT	0.6
CHRW	0.8
WAG	0.9
DE	0.9
PETM	1.1
AIG	1.2
BBBY	1.3
AAP	1.3
WRLD	1.4
IBM	1.7
BRK.B	1.8
PEP	2.2
NSRGY	2.3
LO	3.3
KO	4.1
MDT	4.3
MSFT	4.3
ORCL	4.9

Price/Free Cash Flow

Ticker	Price / Free Cash Flow
AIG	-
BRK.B	-
WRLD	5.1
IBM	12.7
ORCL	12.9
BBY	13.0
BBBY	13.3
MSFT	14.8
PETM	16.2
MDT	19.8
WMT	20.1
LO	20.6
PEP	21.7
NSRGY	21.7
KO	22.7
WAG	23.9
AAP	24.4
CHRW	25.1
DE	36.1

Ticker	5-Year Price / Free Cash Flow Range	
AIG		
BRK.B		
NSRGY		
WRLD	4.3	-
CHRW	20.4	55.9
BBBY	11.5	20.8
ORCL	10.1	19.7
DE	9.8	-
IBM	9.4	17.1
WMT	13.2	28.2
KO	16.8	27.5
PEP	16.5	24.2
WAG	9.7	29.6
LO	9.7	23.8
AAP	6.9	32.9
BBY	1.6	30.9
MSFT	7.7	15.7
PETM	7.0	16.6
MDT	9.2	20.1

Price/Book

Ticker	5-Year Price / Book Range
NSRGY	
DE	2.6 — 6.4
AIG	0.4 — -
MSFT	3.1 — 6.8
ORCL	2.9 — 5.0
WRLD	1.4 — 3.5
IBM	7.0 — 13.2
LO	32.7 — -
WMT	2.5 — 3.7
KO	4.2 — 5.9
AAP	2.9 — 7.8
BBY	1.1 — 4.1
CHRW	5.9 — 11.4
PETM	2.6 — 7.1
WAG	1.7 — 3.4
PEP	4.0 — 6.5
BBBY	2.5 — 4.6
MDT	2.0 — 3.8
BRK.B	1.0 — 1.5

Ticker	Price / Book
LO	-
AIG	0.7
BRK.B	1.5
WRLD	2.5
BBY	2.8
DE	2.9
WAG	3.2
NSRGY	3.3
WMT	3.4
MDT	3.7
ORCL	3.9
MSFT	4.3
BBBY	4.5
KO	5.5
AAP	6.0
PETM	6.3
PEP	6.3
CHRW	10.4
IBM	11.2

Value Bands

Price/Earnings
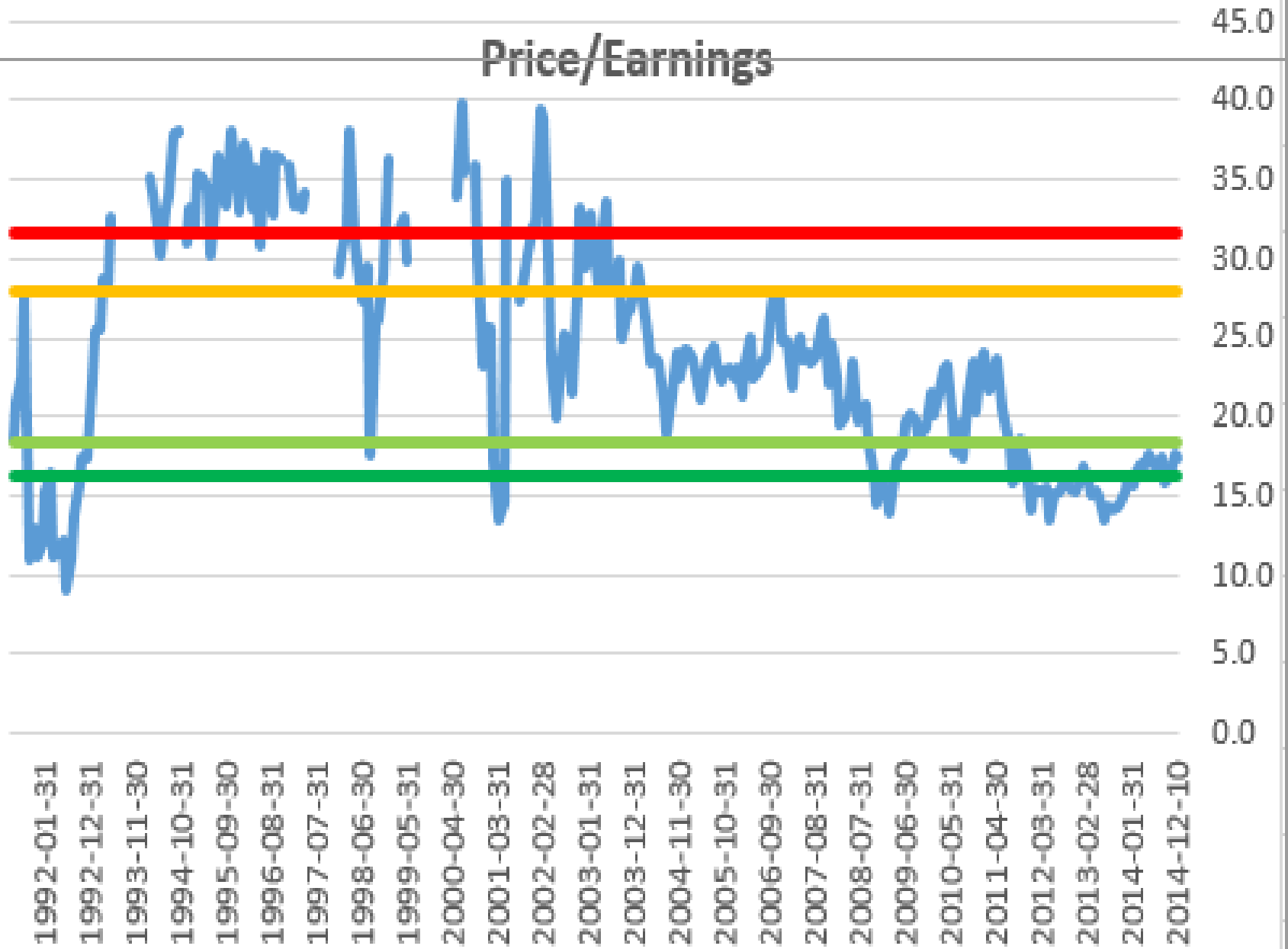
Price/Sales

Price/Book

Price/Free Cashflow
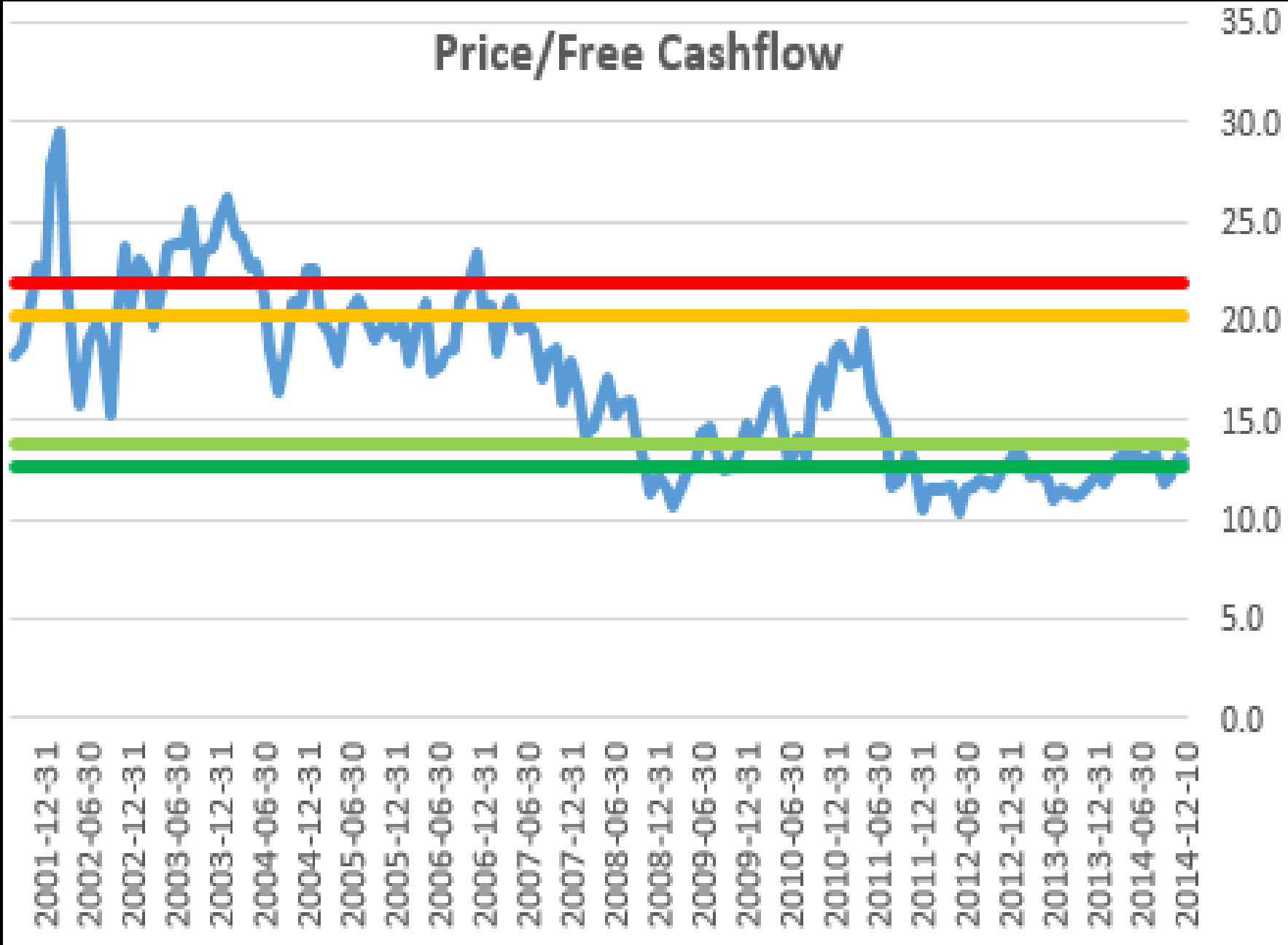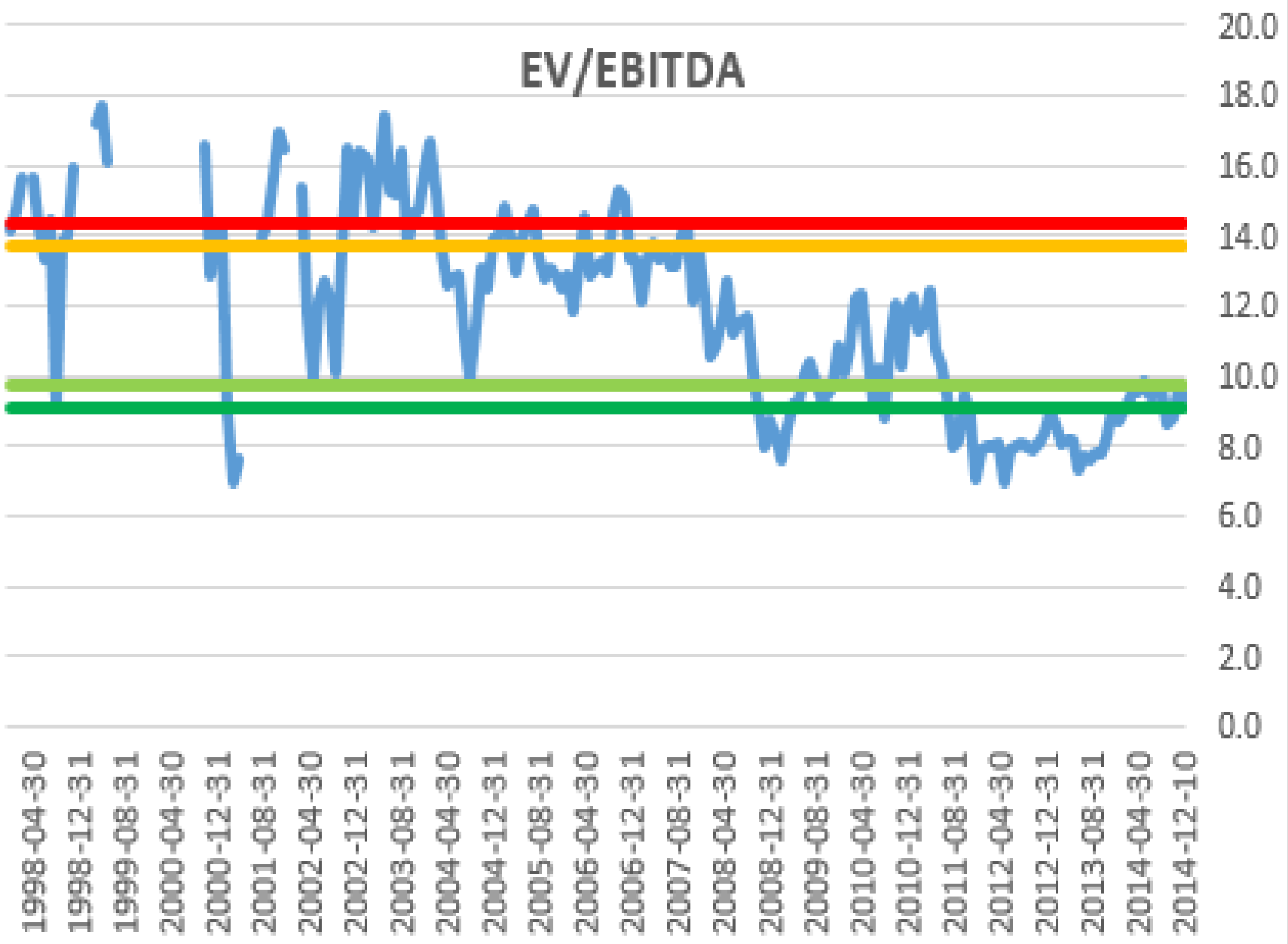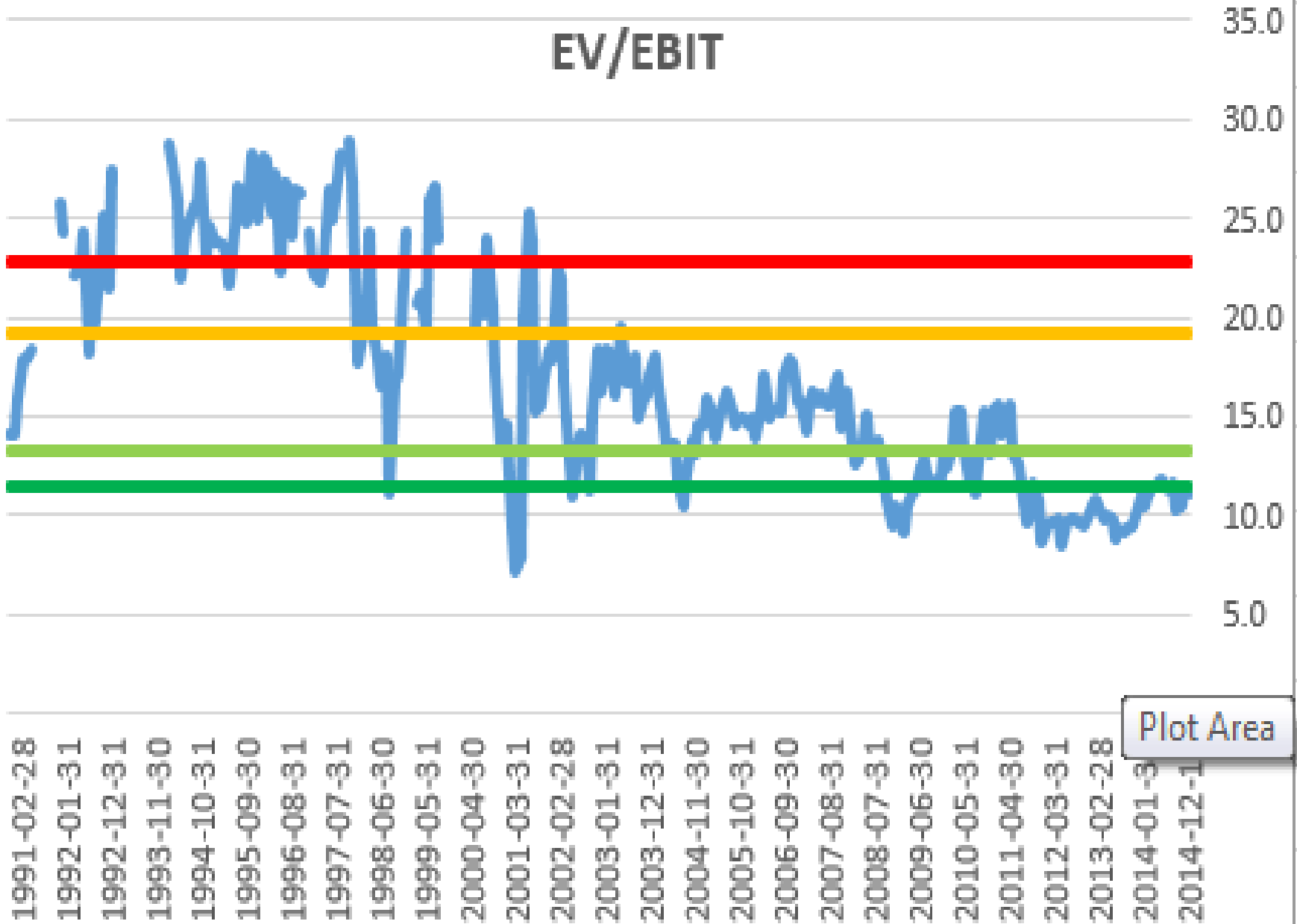
Valuation Summary

P/S	37%
P/E	27%
P/B	17%
P/CFO	19%
P/FCF	24%
EV/REV	33%
EV/EBITDA	24%
EV/EBIT	18%
Overall	**25%**

Conclusion

- Sticky business

- Continued innovation and expansion

- Low valuations

Recommendation

- Limit order at $41

ORACLE

Questions