

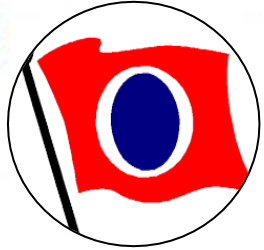
# CARNIVAL CORPORATION STOCK ANALYSIS

By Grace Hartounian



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# About Carnival Corporation



A dual-listed British-American leisure travel company



CEO Arnold W. Donald



Provides cruises to travelers around the globe



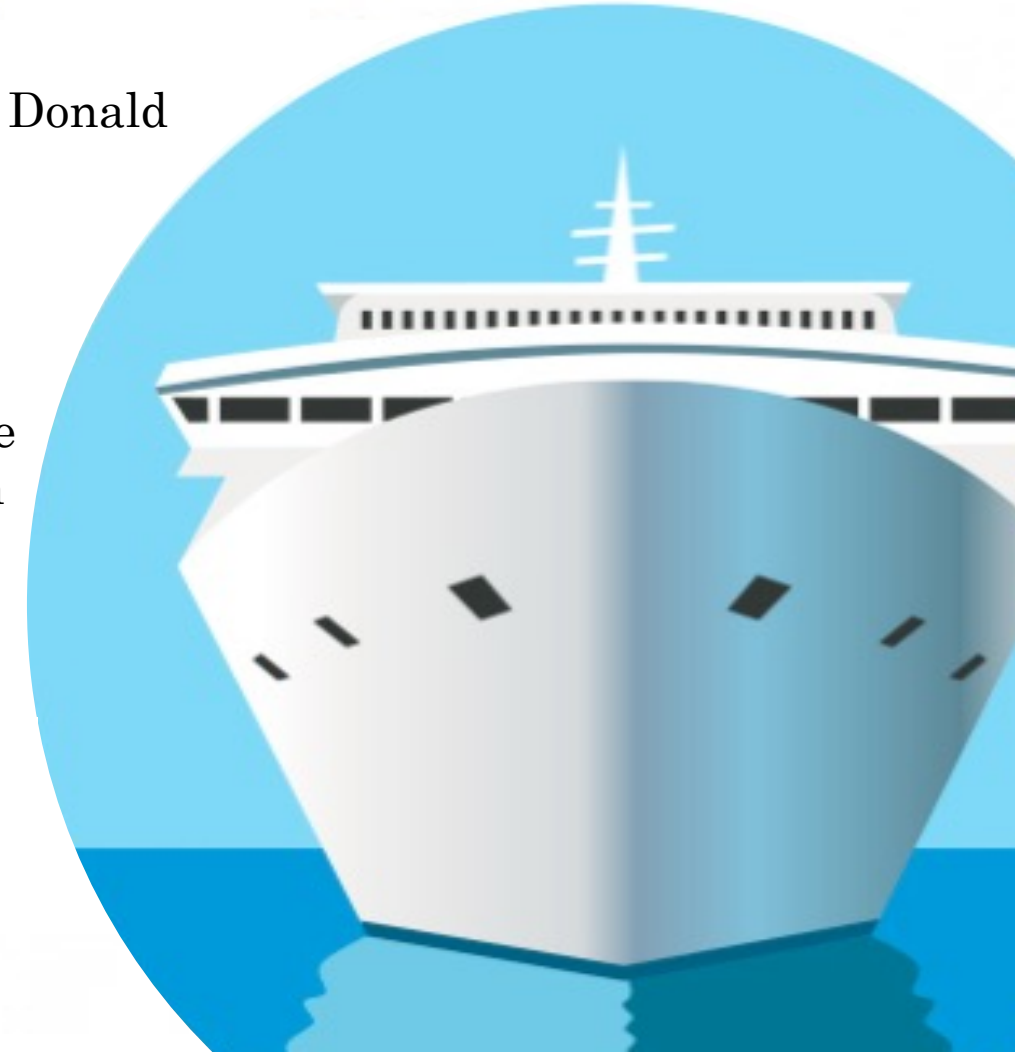
Global corporate headquarters in Miami, Florida



Founded in 1972 as Carnival Cruise Line by Ted Arison



About 150,000 employees





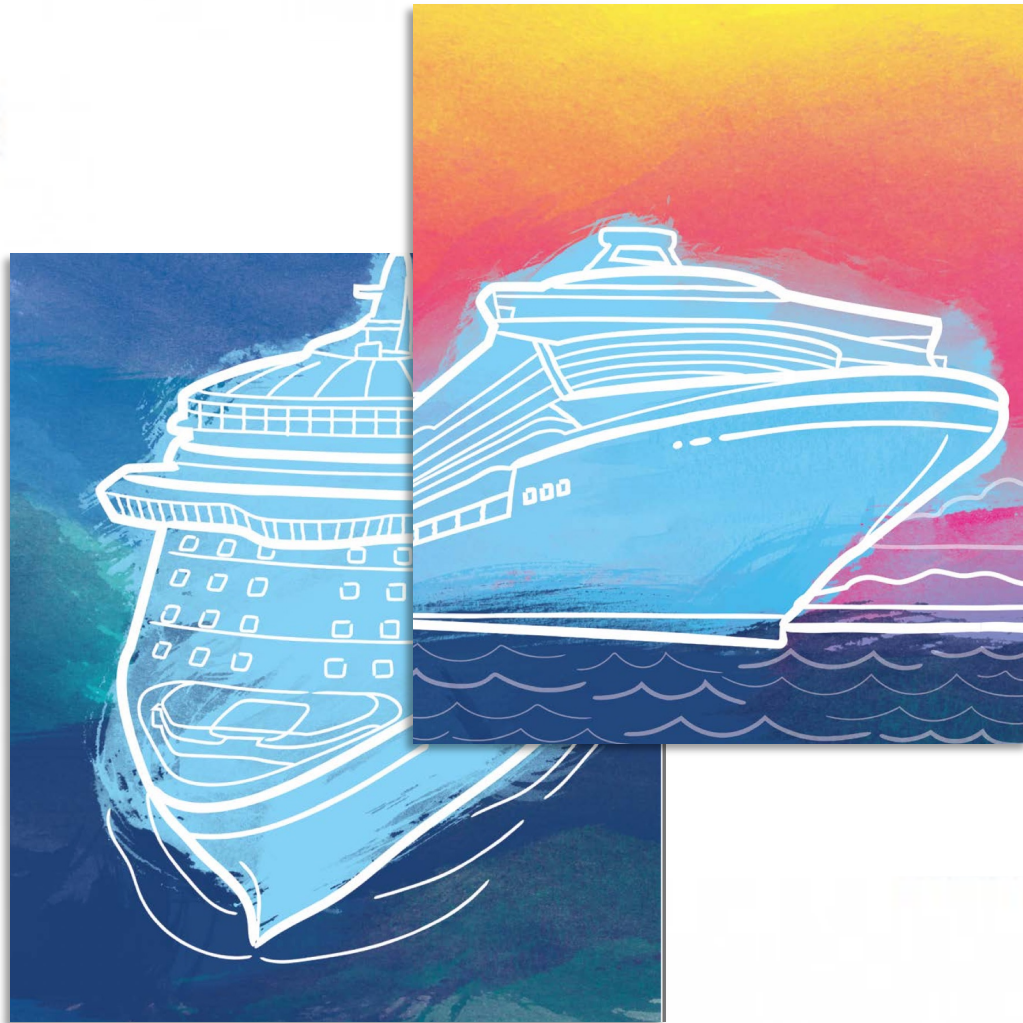
# Product and Markets

Feeds into the global markets of travel and hospitality.

- Operates a fleet of 100+ vessels across 9 cruise line brands
  - Brands include: Carnival Cruise Line (US), Princess Cruises (US), Holland America Line (US), Seabourn (US), P&O Cruises Australia, Costa Cruises (Italy), AIDA Cruises (Germany), P&O Cruises (UK) and Cunard Line (UK)
  - Owns White Pass Yukon Route, a railroad linking the port of Skagway Alaska with Whitehorse of Yukon
  - Owns Carnival Cruise Shipping (Carnival China) – ready in September 2023.



# Financial Basics



- **IPO** July 31, 1987 on the NASDAQ
- **IPO share price:** \$3.87
- **Ticker symbol:** CCL
- **Revenue:** \$1,908 million in 2021
- **Decrease** of 65.9% over previous year
- **2022 guidance:** \$16.4 B revenue; 757% growth



**Carnival**

**Financials**

**Market Cap:  
\$24.98 Billion**

**Share price: \$15.88 on  
March 8, 2022**

**52 Week Range in  
2021:  
\$16.32 - \$31.52**

# Stock Price since IPO



# Stock Price 1 Year



# What Happened with Carnival Earnings

Booking volumes are accelerating

By MATTHEW JOHNSTON Updated April 07, 2021

## KEY TAKEAWAYS

- Adjusted net loss was \$2.0 billion vs. adjusted net income of \$150 million in Q1 FY 2020.
- Booking volumes for all future cruises during Q1 FY 2021 were approximately 90% higher than booking volumes in Q4 FY 2020.

## What Happened

Carnival reported an adjusted net loss of \$2.0 billion in Q1 FY 2021 compared to adjusted net income of \$150 million in the year-ago quarter. The company's financial results have been severely adversely impacted by the COVID-19 pandemic



# Stock Price 1 Year



# Carnival booking volumes increase 45% in second quarter as cruise industry emerges from pandemic

PUBLISHED THU, JUN 24 2021 12:10 PM EDT    UPDATED THU, JUN 24 2021 5:13 PM EDT



[Carnival](#) said Thursday that bookings were up 45% in the second quarter compared with the first quarter as the cruise industry continues its recovery from the Covid-19 pandemic.

The company also said its cumulative advanced bookings for 2022 are ahead of those from 2019.

However, Carnival reported an adjusted net loss of \$2 billion for the second quarter of 2021. It expects a net loss on an adjusted basis for the third quarter and full year as well.

The company's monthly cash burn rate for the first half of 2021 was \$500 million.

The company was able to raise \$26.3 billion and was able to reduce future loan interest by \$120 million per year through refinancing, Carnival Corporation President and CEO Arnold Donald said in an interview on CNBC's "[Closing Bell](#)" on Thursday.

# Stock Price 1 Year





# Hot Stocks: CCL earnings; HLTH, CWAN rise in debuts; BABA, BIDU fall on regulation

Sep. 24, 2021 12:33 PM ET | CCL, HLTH, CWAN... | By: Brian Stewart, SA News Editor | 10 Comments



- Earnings news, IPOs and more regulation from the Chinese government provided the main themes of midday trading on Friday. This included an intraday gain from Carnival (NYSE:[CCL](#)), which rallied on signs that its cruise business is coming back following the pandemic lockdowns.

## Gainers

- Carnival ([CCL](#)) got a boost in midday trading following the release of its quarterly results. While it announced a Q3 adjusted net loss of \$2B, the cruise company also said [it had cash-flow positive voyages during the quarter](#), a sign that its business was coming back after the COVID shutdowns.
- CCL climbed nearly 4% on the results.

# Stock Price 1 Year





## Carnival Corp. posts Q4 results, eyes profit for second half of 2022

**Date:** Dec 22 2021



MIAMI — Carnival Corp. posted an adjusted net loss of US\$2 billion for the fourth quarter of 2021, however there's reason for optimism for the world's largest cruise company.

Carnival Corp. ended Q4 with \$9.4 billion of liquidity, and 61% of the cruise company's capacity is back in operation. Carnival Corp. says it expects the full fleet to be back in operation by spring 2022.

The company also notes that cumulative advanced bookings for the second half of 2022 and first half of 2023 are at the higher end of historical ranges and at higher prices, with or without future cruise credits, when compared to 2019 sailings.

Best of all, says Carnival Corporation & plc President and CEO Arnold Donald, the company's cash from operations turned positive in November 2021, "and we expect consistently positive cash flow beginning in the second quarter of 2022 as additional ships resume guest cruise operations."

The company achieved 4% higher revenue per passenger day in Q4 compared to a strong fourth quarter of 2019, while at the same time ramping up occupancy and capacity. The company's flagship brand, Carnival Cruise Line, experienced another quarter of double-digit revenue growth per passenger day compared to 2019, operating at nearly 60% of its capacity while also improving occupancy, and is approaching 90% occupancy levels this month.

The company's monthly average cash burn rate for the fourth quarter of 2021 was \$510 million, "which was better than expected," according to the Q4 results statement.

Carnival Corp. is anticipating a net loss for the first half of 2022 and a profit for the second half of 2022.



# Recent Big News

The Motley Fool

## Why Carnival's Shares Dropped 9.9% on Monday

Mon, March 7, 2022, 2:33 PM



Why Carnival's Shares Dropped 9.9% on Monday

Cruise line stocks had a [rough start to the week](#) as investors pondered the war between Russia and Ukraine and the economic fallout. **Carnival** ( [CCL 2.25%](#) ) closed the day down 9.9%, its low for the day.

## What happened to cruise lines today

The biggest reason for today's move was oil prices climbing because Russia's supply is more uncertain than ever. Russia supplied about 11% of the world's oil until recently, and as sanctions pile up, it's hard to see how that will continue or what country will fill the gap.

As a result, the price of oil has jumped 4.7% today to \$123.60 per barrel of Brent crude. This will mean higher costs for Carnival, but also likely means travelers will have less money to spend on cruises.

# Analyst Ratings

## Analyst Ratings Carnival Corp.

	3 Months Ago	1 Month Ago	Current
Buy	0	7	8
Overweight	0	1	0
Hold	0	9	9
Underweight	0	1	1
Sell	0	2	2
Consensus	-	HOLD	OVERWEIGHT



# Competitors

Name	Stock Price	Revenue	Market Cap	EPS	P/E Ratio
Carnival Corporation	\$15.88	\$1,908 M	\$25.96 B	\$-8.46	--
Royal Caribbean Cruises	\$64.54	\$1,532 M	\$21.32 B	\$-21.56	--
Norwegian Cruise Line	\$15.96	\$170 M	\$8.83 B	\$-9.85	--
Disney	\$131.75	\$67,418 M	\$275.57 B	\$1.09	78.19