

Key Statistics (USD)

Price	44.71
Market Cap	365.91B
Enterprise Value	610.45B
PEG	3.17
52 weeks high	48.69
52 weeks low	28.14
Beta (5Y-monthly)	1.51
Dividend yield %	1.91%
EPS (TTM)	3.34
DPS	0.84
1 year stock performance	+ 53.7%

Growth Rates

Growth Rates	Company	Sector
Revenue (Q/Q last year)	7.40%	0.91%
Net earnings (YTD/YTD last year)	-36.64%	11.82%
Net earnings (Q/Q last year)	63.51%	-18.79%

Margins

Margins	Company	Sector
Gross Profit margin	-	49.08%
EBITDA margin	-	-
EBIT margin	22.21%	22.15%
Net earnings margin	20.92%	17.29%
Gross Profit margin (5Y average)	-	42.79%
Net earnings margin (5Y average)	32.05%	28.06%

Key Ratios

Key Ratios	Company	Sector
Current Ratio	-	1.14
Quick Ratio	-	1.11
Cash Ratio	0.33	-
Leverage Ratio	11.32	15.05
ROE	11.73%	7.56%
ROA	1.05%	0.70%
ROC	-	0.97%
D/E	101%	266%

Valuation Metrics

Valuation Metrics	Company	Sector (median)
P/E(TTM)	13.24	13.24
P/S (TTM)	4.20	2.23
P/B (TTM)	1.53	0.96

Firm's Brief Description

Bank of America Corporation is a bank holding company and a financial holding company. The Company is a financial institution, serving individual consumers, small- and middle-market businesses, institutional investors, corporations and governments with a range of banking, investing, asset management and other financial and risk management products and services. The Company, through its banking and various non-bank subsidiaries, throughout the United States and in international markets, provides a range of banking and non-bank financial services and products through four business segments: Consumer Banking, which comprises Deposits and Consumer Lending; Global Wealth & Investment Management, which consists of two primary businesses: Merrill Lynch Global Wealth Management and Bank of America Private Bank; Global Banking, which provides a range of lending-related products and services; Global Markets, which offers sales and trading services and research services.

Sector Overview

- Banks reap big profits as economy rebounds from Covid-19, from the increase of interest rates.
- Half of the US population is expected to do gig work by 2028, and financial institutions that cater to this demographic could capture a major monetization
- Big tech companies, like Apple and Amazon, could grab up to 40% of the \$1.35 trillion in US financial services revenue from incumbent banks
- The influence of tech-savvy consumers, looming threat of big tech companies, and shifting attitudes of regulators toward new tech, are all impacting the financial services sector in future.

Fundamental Analysis

The general course of Bank of America provides a strong evidence of the recovery of banks and financial institutions after the blow of the Covid-19 pandemic. The company's growth rates prove the even more intense than that of its competitors' improvement in relation to its activity's income. It is observed a revenue increase more than eight times higher in compared to the sector. Although the 2020's net earnings presented an important fall, it is remarkable the bank's ability to restore the good image of its profitability in the last quarter of the same year. Furthermore, an effective control of the expenses is visible by the profit margins, as the firm creates the preconditions to hold relatively high percentages of its revenue. Lastly, the key ratios certify the capacity of the company to restrict the danger of leverage and create value by the assets and the financing by its shareholders with greater efficiency than other similar businesses. To sum up, the majority of the previous indications and the existing expectations strengthen the proposal for a long position for Bank of America's stock.

Target Price (1 year forward): 48.18\$

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