

Key Statistics (USD)

Price	324.94
Market Cap	318.52B
Enterprise Value	341.11B
PEG	3.89
52 weeks high	401.5
52 weeks low	312.38
Beta (5Y-monthly)	1.10
Dividend yield %	0.53%
EPS (TTM)	8.13
DPS	1.76
200 days stock performance	-14.66%

Growth Rates

	Company	Sector
Revenue (Q/Q last year)	29.92%	12.80%
Net earnings (YTD/YTD last year)	-20.76%	8.56%
Net earnings (Q/Q last year)	59.55%	18.87%

Margins

	Company	Sector
Gross Profit margin	-	50.44%
EBITDA margin	57.50%	-
EBIT margin	50.72%	14.40%
Net earnings margin	41.90	11.26%
Gross Profit margin (5Y average)	-	50.38%
Net earnings margin (5Y average)	52.36%	15.64%

Key Ratios

	Company	Sector
Current Ratio	1.33	1.80
Quick Ratio	-	1.78
Cash Ratio	0,85	-
Leverage Ratio	5.28	2.28
ROE	129.5%	14.29%
ROA	24.16%	7.99%
ROC	35.73%	8.64%
D/E	197%	45%

Valuation Metrics

	Company	Sector (median)
P/E(TTM)	41.81	41.81
P/S (TTM)	20.82	7.05
P/B (TTM)	50.47	7.51

Firm's Brief Description

Mastercard Incorporated is a technology company that connects consumers, financial institutions, merchants, governments and businesses across the world, enabling them to use electronic forms of payment. The Company allows user to make payments by creating a range of payment solutions and services using its brands, which include MasterCard, Maestro and Cirrus. It provides a range of products and solutions that support payment products, which customers can offer to their cardholders. The Company's services facilitate transactions on its core network among account holders, merchants, financial institutions, businesses, governments and other organizations in markets globally. Its products include consumer credit, consumer debit, prepaid and commercial credit and debit. It also provides integrated offerings such as cyber and intelligence products, information and analytics services, identity verification services, consulting, loyalty and reward programs, processing and open banking

Sector Overview

- European Commission plans to create a digital wallet in order to improve its citizens' financial activities.
- Over the last 10 years, software stocks have produced an annualized return of 23% based on the S&P North American Technology Software Index.
- Pakistan's largest e-commerce retail platform Daraz aims to host up to 300,000 small to medium enterprises (SMEs) in two years

Fundamental Analysis

In general, Mastercard seems to be one of the leaders of its sector. Taking into consideration the growth rates, last year's Mastercard's revenue increase was more than double than this of the industry. Although the 2020's net earnings presented an important decrease, in the last quarter they depict a promising recovery. Moreover, analyzing the industry's margins it can be proved that Mastercard is more efficient than the rest of the sector because it is able to hold a higher percentage of its revenues. Lastly, as it is observed from the Key ratios, Mastercard's management administration is more effective than its competitors as it is shown by the high numbers of ROA, ROE and ROC. In conclusion, having taken into account the former evidence, it is proposed a long position for this company's stock.

Target Price (1 year forward): 400.00\$

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