

Flexiroam Ltd FRX ★★★^Q 31 Jan 2018 02:00 UTC

Last Close
31 Jan 2018
0.11

Fair Value^Q
31 Jan 2018 02:00 UTC
0.14

Market Cap
31 Jan 2018
18.8 Mil

Sector
Communication Services Telecom Services

Country of Domicile
AUS Australia

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Company Profile

Flexiroam Ltd is engaged in providing telecommunication services. The company provides international roaming services for outbound travelers from different countries.

Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	None	41	29	50
Valuation	Undervalued	96	98	91
Quantitative Uncertainty Extreme		12	15	22
Financial Health	Moderate	56	52	45

FRX



Source: Morningstar Equity Research

Valuation

	Current	5-Yr Avg	Sector	Country
			Median	Median
Price/Quant Fair Value	0.70	—	1.02	0.96
Price/Earnings	—	—	18.1	18.4
Forward P/E	—	—	15.5	14.9
Price/Cash Flow	—	—	6.4	12.1
Price/Free Cash Flow	—	—	17.5	17.7
Trailing Dividend Yield %	—	—	3.86	4.35
Price/Book	1.2	—	2.3	2.1
Price/Sales	9.9	—	1.6	2.6

Profitability

	Current	5-Yr Avg	Sector	Country
			Median	Median
Return on Equity %	-30.9	—	13.5	12.3
Return on Assets %	-29.7	—	4.4	6.0
Revenue/Employee (K)	—	—	651.5	427.3

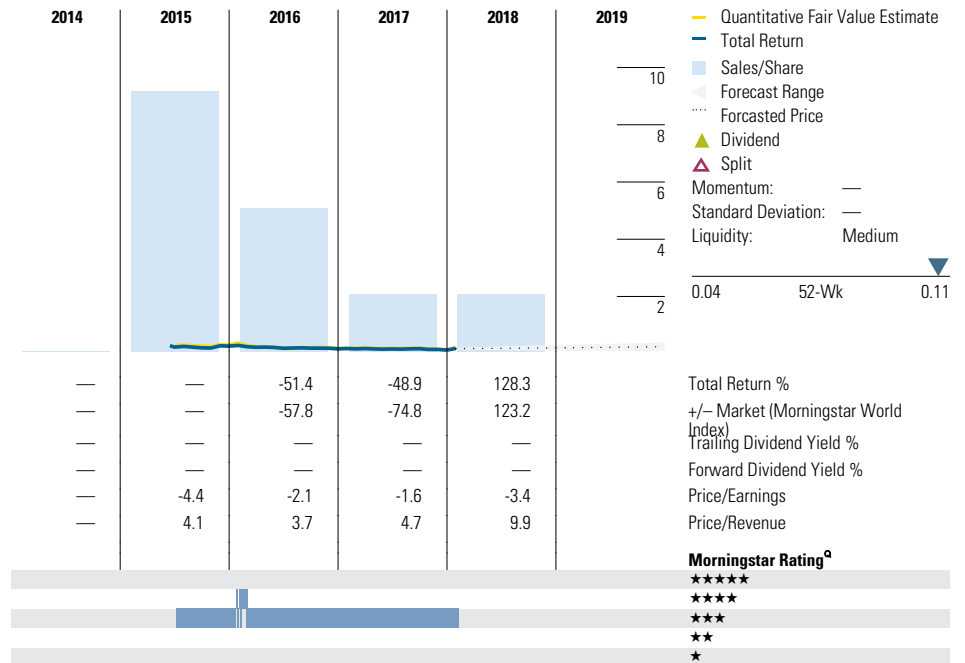
Financial Health

	Current	5-Yr Avg	Sector	Country
			Median	Median
Distance to Default	0.6	—	0.6	0.6
Solvency Score	447.5	—	560.3	500.6
Assets/Equity	1.0	1.0	1.8	1.3
Long-Term Debt/Equity	—	—	0.3	0.3

Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	-38.4	—	—	—
Operating Income %	—	—	—	—
Earnings %	—	—	—	—
Dividends %	—	—	—	—
Book Value %	-27.3	—	—	—
Stock Total Return %	5.0	—	—	—

Price vs. Quantitative Fair Value



	2013	2014	2015	2016	2017	TTM	Financials (Fiscal Year in K)
Revenue	—	—	4,757	—	2,037	1,892	Revenue
% Change	—	—	—	—	—	-7.1	% Change
Operating Income	—	0	-4,643	—	-5,654	-5,697	Operating Income
% Change	—	—	—	—	—	—	% Change
Net Income	—	0	-4,498	—	-5,135	-5,505	Net Income
Operating Cash Flow	—	0	-1,030	—	-3,124	-2,694	Operating Cash Flow
Capital Spending	—	—	-33	—	-336	-249	Capital Spending
Free Cash Flow	—	0	-1,063	—	-3,460	-2,942	Free Cash Flow
% Sales	—	—	-22.3	—	-169.8	-155.5	% Sales
EPS	—	0.00	-0.04	—	-0.03	-0.03	EPS
% Change	—	—	—	—	—	—	% Change
Free Cash Flow/Share	—	—	—	-0.01	-0.01	-0.02	Free Cash Flow/Share
Dividends/Share	—	—	—	—	—	—	Dividends/Share
Book Value/Share	—	—	—	0.14	0.11	0.08	Book Value/Share
Shares Outstanding (K)	—	61,848	188,198	193,690	193,690	193,690	Shares Outstanding (K)
Return on Equity %	—	0.0	-14.9	—	-28.9	-30.9	Return on Equity %
Return on Assets %	—	0.0	-14.7	—	-27.7	-29.7	Return on Assets %
Net Margin %	—	—	-94.6	—	-252.1	-290.9	Net Margin %
Asset Turnover	—	—	0.16	—	0.11	0.10	Asset Turnover
Financial Leverage	—	1.0	1.0	—	1.0	1.0	Financial Leverage
Gross Margin %	—	—	14.9	—	33.1	-8.2	Gross Margin %
Operating Margin %	—	—	-97.6	—	-277.5	-301.0	Operating Margin %
Long-Term Debt	—	—	—	—	—	—	Long-Term Debt
Total Equity	—	33,807	30,286	—	17,802	17,802	Total Equity
Fixed Asset Turns	—	—	24.1	—	4.0	3.7	Fixed Asset Turns

Semi-Annual Revenue & EPS

Revenue (K)	Jun	Sep	Dec	Mar	Total
2017	—	1,228.5	—	808.9	2,037.3
2016	—	—	—	76.7	—
2015	—	—	—	—	—
2014	—	—	—	—	—
Earnings Per Share (I)					
2017	—	-0.01	—	-0.01	-0.03
2016	—	—	—	-0.02	—
2015	—	—	—	—	—
2014	—	—	—	—	—

Revenue Growth Year On Year %



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i. **Quantitative Fair Value Estimate:** Intended to represent Morningstar's estimate of the per share dollar amount that a company's equity is worth today. Morningstar calculates the Quantitative Fair Value Estimate using a statistical model derived from the Fair Value Estimate Morningstar's equity analysts assign to companies. Please go to <http://global.morningstar.com/equitydisclosures> for information about Fair Value Estimate Morningstar's equity analysts assign to companies.

ii. **Quantitative Economic Moat:** Intended to describe the strength of a firm's competitive position. It is calculated using an algorithm designed to predict the Economic Moat rating a Morningstar analyst would assign to the stock. The rating is expressed as Narrow, Wide, or None.

Narrow – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 70% but less than 99%.

Wide – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 99%.

None – assigned when the probability of an analyst receiving a "Wide Moat" rating by an analyst is less than 70%.

iii. **Quantitative Star Rating:** Intended to be the summary rating based on the combination of our Quantitative Fair Value Estimate, current market price, and the Quantitative Uncertainty Rating. The rating is expressed as One-Star, Two-Star, Three-Star, Four-Star, and Five-Star.

One-Star – the stock is overvalued with a reasonable margin of safety.

*Log (Quant FVE/Price) < -1*Quantitative Uncertainty*

Two-Star – the stock is somewhat overvalued.

*Log (Quant FVE/Price) between (-1*Quantitative Uncertainty, -0.5*Quantitative Uncertainty)*

Three-Star – the stock is approximately fairly valued.

*Log (Quant FVE/Price) between (-0.5*Quantitative Uncertainty, 0.5*Quantitative Uncertainty)*

Four-Star – the stock is somewhat undervalued.

*Log (Quant FVE/Price) between (0.5*Quantitative Uncertainty, 1*Quantitative Uncertainty)*

Five-Star – the stock is undervalued with a reasonable margin of safety.

*Log (Quant FVE/Price) > 1*Quantitative Uncertainty*

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Low – the interquartile range for possible fair values is less than 10%

Medium – the interquartile range for possible fair values is less than 15% but greater than 10%

High – the interquartile range for possible fair values is less than 35% but greater than 15%

Very High – the interquartile range for possible fair values is less than 80% but greater than 35%

Extreme – the interquartile range for possible fair values is greater than 80%

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Moderate – assigned when Quantitative Financial Health is between 0.2 and 0.7

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