Walmart (WMT)

Consumer Defensive / Discount Stores

StockRover
Stock Report | December 09, 2023

$150.86 **-$1.60 (-1.05%)** as of Friday's close

Cap ($M USD)	P/E	EPS (1Y)	Dividend	Last Filing
$406,150	**25.1**	**84.9%**	**$2.28**	**10/31/23**
Sales ($M)	Forward P/E	Sales (1Y)	Div. Yield	Next Earnings
638,785	**21.3**	**6.4%**	**1.5%**	**02/20/24**

52-wk Range
$136.09 $169.94

Dividend Adjusted Return *Dec 8, 2022 - Dec 8, 2023*

WMT 150.86 (+3.1%) **Consumer Defensive 186.03 (-2.8%)** **S&P 500 4604.37 (+18.9%)**

WMT has underperformed the S&P 500 by -15.8% in the past year.

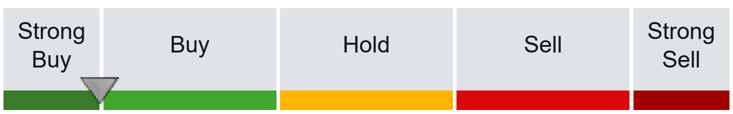
WMT has outperformed its sector by 5.9% in the past year.

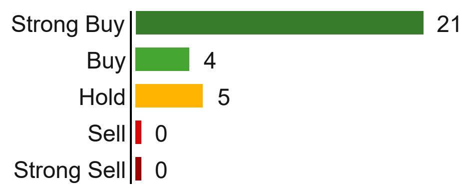
The Consumer Defensive sector has underperformed the market by -21.7% in the past year.

ANALYST CONSENSUS

Strong Buy

The consensus rating is unchanged from 1 month ago.





QUANTITATIVE SCORES

Fair Value $145.76

Margin of Safety -3%

The Margin of Safety is the difference between a company's Fair Value and the current price. See more on page 8.

1 warning
Details on Page 8

Value Score 80 — **Value Score:** Our value score looks at EV/EBITDA, P/E, P/S, P/TB (Price/Tangible Book) and EPS Predictability. P/S and P/TB are compared within a sector. Other metrics are compared across all stocks

Quality Score 77 — **Quality Score:** Our quality score compares profitability and balance sheet metrics to find high quality companies using ROIC, Net Margin, Gross Margin, Interest Coverage, and Debt / Equity metrics.

Growth Score 89 — **Growth Score:** Our growth score looks at the 5 year history and the forward estimates for EBITDA, Sales, and EPS growth, ranking the best companies across all stocks.

Sentiment Score 78 — **Sentiment Score:** Our sentiment score finds stocks in favor by analyzing Short Interest, returns in key periods over the last year, Price vs. 52-wk High, Days Since 52-wk High and MACD signals.

BUSINESS SUMMARY

Walmart serves as the preeminent retailer in the United States, with its strategy predicated on superior operating efficiency and offering the lowest priced goods to consumers to drive robust store traffic and product turnover. Walmart augmented its low-price business strategy by offering a convenient one-stop shopping destination with the opening of its first supercenter in 1988.Today, Walmart operates over 4,700 stores in the United States (5,300 including Sam's Club) and over 10,000 stores globally. Walmart generated over $420 billion in domestic namesake sales last year, with Sam's Club contributing another $84 billion to the firm's top line. Internationally, Walmart generated $100 billion in sales. The company serves around 240 million customers globally each week.

Employees 2,100,000 **Homepage** stock.walmart.com **Headquarters** Bentonville, AR

Walmart (WMT)

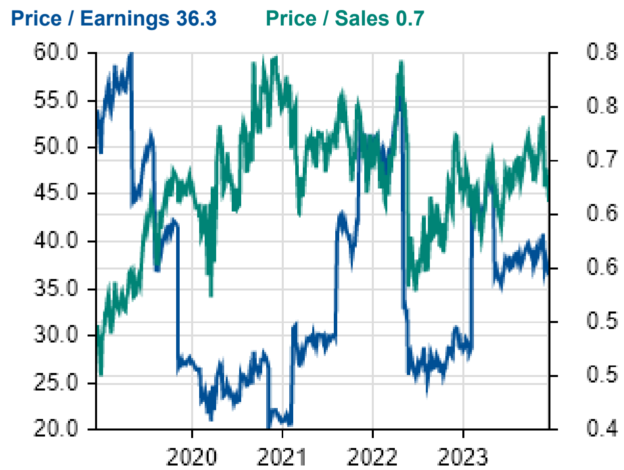
Consumer Defensive / Discount Stores

StockRover
Stock Report | December 09, 2023

VALUATION SUMMARY

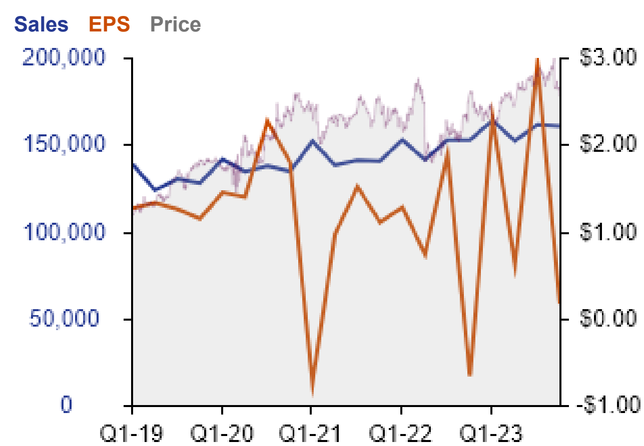
	WMT	Industry	S&P 500
Value Score	80	72	72
Price / Earnings	25.1	26.9	25.8
Price / Sales	0.6	0.8	2.6
Price / Free Cash Flow	32.2	29.3	25.6
Price / Book	5.1	6.0	4.5
Price / Tangible Book	7.9	19.5	500+
EV / EBITDA	12.4	14.2	21.9
EPS Predict. Pctl.	70	85	68
Piotroski F Score	6	8	5

	Low	High
5-Year P/E Range	20.2	59.4
5-Year P/B Range	3.5	6.1
5-Year P/S Range	0.5	0.8



GROWTH SUMMARY

	WMT	Industry	S&P 500
Growth Score	89	78	74
Sales Growth			
Sales Growth Next Year	3.4%	4.0%	8.9%
Sales 1-Year Chg (%)	6.4%	7.5%	13.2%
Sales 3-Year Avg (%)	5.2%	4.7%	13.4%
Sales 5-Year Avg (%)	4.5%	4.5%	12.6%
EPS Growth			
Next Yr. Growth Est.	9.4%	9.3%	14.3%
EPS 1-Year Chg (%)	84.9%	26.3%	7.4%
EPS 3-Year Avg (%)	-4.6%	4.3%	22.3%
EPS 5-Year Avg (%)	28.1%	18.0%	11.8%

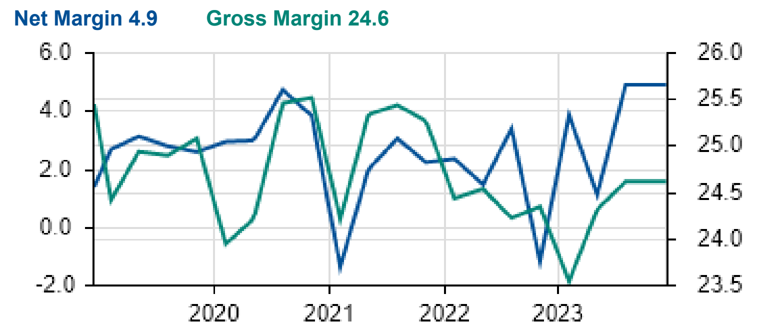


PEERS ANALYSIS SUMMARY

Ticker	Company	Cap ($M USD	P/E	Div. Yield	1M Return	1Y Return	Margin of Safety	Value Score	Growth Score	Quality Score
WMT	Walmart	$406,150	25.1	1.5%	-7.8%	2.9%	-3%	80	89	77
COST	Costco Wholesale	$270,417	43.1	0.7%	7.6%	27.8%	-24%	77	84	87
WM…	Wal - Mart de Mexi…	$65,839	22.1	-	-0.3%	0.5%	-10%	80	89	89
TGT	Target	$62,412	17.2	3.3%	24.3%	-9.5%	-11%	89	61	76
SYY	Sysco	$37,237	20.8	2.7%	10.1%	-9.6%	-2%	83	88	72
KR	Kroger	$32,067	17.4	2.6%	2.3%	-3.8%	22%	93	57	61
DG	Dollar Gen	$27,924	14.6	1.9%	6.5%	-48.1%	-22%	83	74	71
DLTR	Dollar Tree	$27,105	23.6	-	8.4%	-13.9%	-5%	77	81	70
ACI	Albertsons Compa…	$12,779	11.0	2.2%	3.7%	5.2%	0%	83	65	68
USFD	US Foods Hldg	$10,974	24.8	-	8.7%	27.2%	19%	81	90	62
PFGC	Performance Food…	$10,184	24.3	-	9.1%	8.7%	4%	82	87	59
BJ	BJ's Wholesale Club	$8,792	17.6	-	-4.3%	-5.6%	-5%	81	83	72

PROFITABILITY SUMMARY

	WMT	Industry	S&P 500
Quality Score	77	72	77
Gross Margin	24.3%	22.7%	29.6%
Operating Margin	4.0%	4.4%	14.2%
Net Margin	2.6%	3.0%	10.4%
Return on Assets	6.6%	6.8%	9.2%
Return on Equity	20.5%	21.6%	32.7%
ROIC	12.7%	15.1%	20.9%



RETURNS SUMMARY

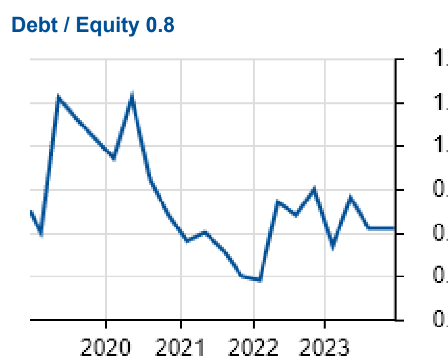
	WMT	Industry	S&P 500
Sentiment Score	78	68	70
5-Day Return	-1.9%	-0.1%	0.2%
1-Month Return	-7.8%	1.9%	5.1%
YTD Return	8.0%	14.7%	21.3%
1-Year Return	2.9%	9.4%	18.0%
3-Year Return	6.1%	20.6%	30.1%
5-Year Return	75.9%	100.4%	90.2%
Beta 1-Year	0.41	0.58	0.99

DIVIDEND

	WMT	Industry
Dividend Yield	1.5%	1.2%
Payout Ratio	37.7%	32.5%
TTM Yield	1.5%	-
Dividend Per Share	$2.28	$2.49
Div. 1Y Chg (%)	1.8%	8.7%
Div. 3Y Avg (%)	1.8%	8.7%
Div. 5Y Avg (%)	1.9%	8.7%
Cons. Growth Years	10+	8
Div. Coverage Ratio	2.7	3.1

DEBT & EQUITY

Current Ratio	0.9
Quick Ratio	0.2
Price	$150.86
Net Cash Per Share	-$21.39
Equity Per Share	$29.51
Debt / Equity	0.9
Solvency Ratio	18%
Interest Coverage	9.9
Short % of Float	1.0%
Altman Z-Score	4.6



ANALYST REVISIONS

Current Quarter EPS	
# Up Last 30 days	6.00
# Down Last 30 days	0.00
Mean Estimate	1.60
% Change (30 Days)	-0.62%

Next Quarter EPS	
# Up Last 30 days	5.00
# Down Last 30 days	1.00
Mean Estimate	1.63
% Change (30 Days)	-1.81%

MEAN ESTIMATE TREND

	Cur Qtr	Next Qtr	Cur Year	Next Year
Latest	$1.63	$1.60	$6.46	$7.07
30 Days Ago	$1.66	$1.61	$6.46	$7.08
90 Days Ago	$1.54	$1.51	$6.02	$6.60
% Change (90 Days)	5.8%	6.0%	7.3%	7.1%

EARNINGS SURPRISES

Earnings surprise is the difference between a company's announced earnings and the average analyst estimated value. Surprises typically causes the stock price to jump and are often followed by more of the same surprise type.

Surprise Summary (Last 12 Quarters)

Surprise Type	Amount	Percent
Positive Quarters (> 2%)	9	75.0%
Negative Quarters (< 2%)	2	16.7%
In-Line Quarters (within 2%)	1	8.3%

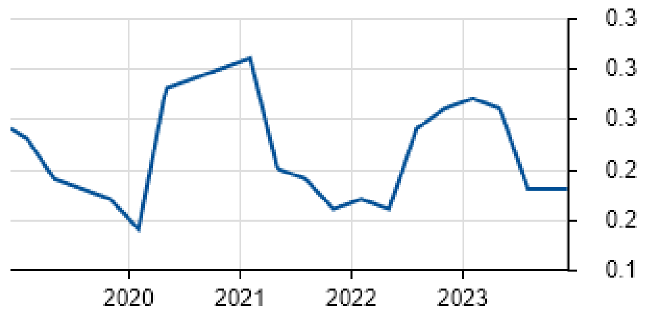
Surprise Detail (Last 6 Quarters)

Surprise Type	Announce Date	Period End Date	Actual EPS	Est. EPS	Surprise (%)
In-Line	11/16/23	10/31/23	$1.53	$1.52	0.7%
Positive	08/17/23	07/31/23	$1.84	$1.70	8.2%
Positive	05/18/23	04/30/23	$1.31	$1.17	12.0%
Positive	02/21/23	01/31/23	$1.71	$1.51	13.2%
Positive	11/15/22	10/31/22	$1.50	$1.32	13.6%
Positive	08/16/22	-	$1.77	$1.62	9.3%

RISK

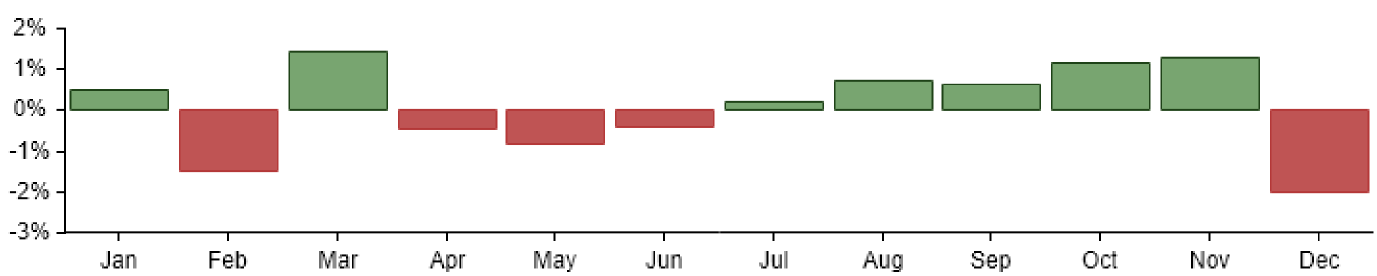
	WMT	Industry	S&P 500
Best Monthly Return (5Y)	9.5%	9.3%	17.9%
Worst Monthly Return (5Y)	-15.4%	-12.0%	-16.4%
Beta 1-Year	0.41	0.58	0.99
Volatility 1-Year	0.16	0.13	0.13
Volatility 1Y Pctl.	15	-	-
Max Drawdown 1-Year	-11.1%	-16.2%	-10.3%
Max Drawdown 3-Year	-26.0%	-31.5%	-25.4%
Max Drawdown 5-Year	-26.0%	-33.1%	-33.9%

WMT Volatility 1-Year 0.2



SEASONALITY

Seasonal Performance vs the S&P 500



5-YEAR RELATIVE PERFORMANCE VS S&P 500

Relative to the S&P 500 baseline, WMT has underperformed the S&P 500 by -12.7% in the past 5 Years.

WMT has outperformed its sector by 25.3% in the past 5 Years.

The Consumer Defensive sector has underperformed the market by -38.0% in the past 5 Years.

Dividend Adjusted Return *Dec 7, 2018 - Dec 8, 2023*

WMT 150.86 (-12.7%) Consumer Defensive 186.03 (-38.0%) S&P 500 4604.37 (0.0%)

Overall Rating vs. Peers **49**

Ratings scores are relative to industry groups. They compare key metrics to rank stocks vs. their competitors.
For example, higher growth than peers will score high even when the absolute growth is below the market average.

Growth vs Peers

Ticker	Company	Growth Rating vs. Peer	Sales QoQ Chg.	Eps QoQ Chg.	Sales Growth Next Y.	Sales 1Y Chg (%)	Sales 3Y Avg (%)	Sales 5Y Avg (%)
COST	Costco Wholesale	78	9.5%	15.7%	6.7%	4.9%	11.9%	10.8%
WMT	Walmart	76	5.2%	-	3.4%	6.4%	5.2%	4.5%
TGT	Target	35	-4.2%	36.4%	-0.4%	-1.7%	6.4%	7.5%
DLTR	Dollar Tree	23	5.4%	-19.2%	3.6%	7.2%	5.8%	5.2%
DG	Dollar Gen	10	2.4%	-45.9%	5.0%	7.6%	6.3%	9.2%

Valuation vs Peers

Ticker	Company	Valuation Rating vs. Peer	P/E	Forward P/E	PEG Trailing	P/S	P/B	5Y P/E Range
TGT	Target	54	17.2	14.9	3.1	0.6	5.0	10.7 – 30.8
WMT	Walmart	44	25.1	21.3	0.9	0.6	5.1	20.2 – 59.4
DG	Dollar Gen	14	14.6	16.6	2.8	0.7	4.3	11.7 – 29.4
COST	Costco Wholesale	7	43.1	35.8	3.1	1.1	10.8	26.8 – 52.3
DLTR	Dollar Tree	3	23.6	17.7	-	0.9	3.0	11.6 – -

Efficiency vs Peers

Ticker	Company	Efficiency Rating vs. Peer	Gross Margin	Operating Margin	Net Margin	5Y ROE Range	5Y ROA Range
COST	Costco Wholesale	97	12.3%	3.4%	2.6%	21.9% – 29.1%	7.8% – 9.5%
TGT	Target	93	26.8%	4.7%	3.4%	23.4% – 54.4%	5.1% – 13.3%
DG	Dollar Gen	80	30.6%	7.2%	4.9%	24.1% – 43.6%	6.5% – 14.4%
WMT	Walmart	54	24.3%	4.0%	2.6%	7.2% – 24.2%	2.5% – 8.3%
DLTR	Dollar Tree	48	30.1%	5.5%	3.9%	-28.2% – 22.1%	-10.7% – 11.0%

Financial Strength vs Peers

Ticker	Company	Financial Str. Rating vs. Peers	Debt / Equity	Interest Coverage	Quick Ratio	Intangibles %	Solvency Ratio	Short % of Float
COST	Costco Wholesale	99	0.4	54.0	0.6	-	20%	1.2%
WMT	Walmart	76	0.9	9.9	0.2	10.8%	18%	1.0%
TGT	Target	63	1.5	9.7	0.2	-	16%	1.5%
DLTR	Dollar Tree	56	1.2	15.0	0.2	21.2%	15%	4.3%
DG	Dollar Gen	20	2.8	8.6	0.1	18.1%	12%	2.7%

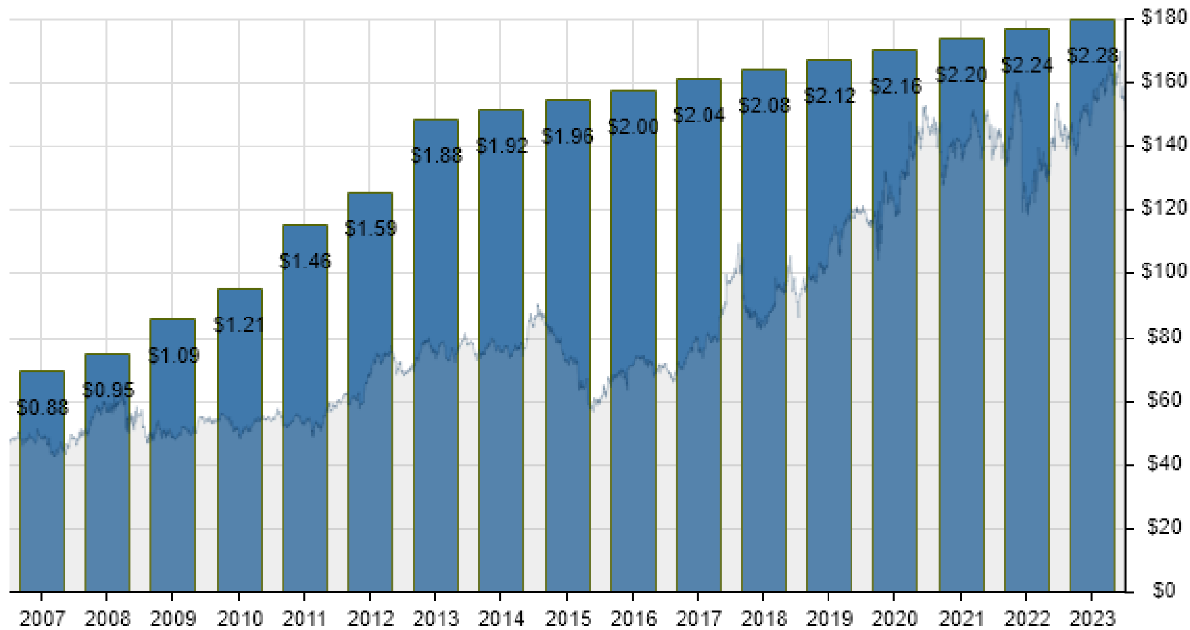
Dividends vs Peers

Ticker	Company	Dividends Rating vs. Peer	Div. Yield	TTM Yield	Price	Div. Per Share	Consecutive Div. Growth Years	Payout Ratio
TGT	Target	98	3.3%	3.2%	$135.19	$4.40	10+	55.1%
DG	Dollar Gen	48	1.9%	1.8%	$127.22	$2.36	5	26.6%
COST	Costco Wholesale	36	0.7%	0.7%	$610.78	$4.08	10+	27.1%
WMT	Walmart	25	1.5%	1.5%	$150.86	$2.28	10+	37.7%
DLTR	Dollar Tree	-	-	-	$124.41	-	0	-

Momentum vs Peers

Ticker	Company	Momentum Rating vs. Peer	1M Return	3M Return	6M Return	YTD Return	1Y Return	Beta 1Y	Volatility 1Y	Price vs 52-wk High (%)
COST	Costco Wholesale	77	7.6%	11.0%	17.9%	34.8%	27.8%	0.81	0.18	99.5%
TGT	Target	65	24.3%	10.4%	4.9%	-6.4%	-9.5%	0.86	0.30	74.4%
DLTR	Dollar Tree	43	8.4%	7.2%	-6.4%	-12.0%	-13.9%	0.74	0.30	77.2%
WMT	Walmart	27	-7.8%	-7.5%	-0.1%	8.0%	2.9%	0.41	0.16	88.8%
DG	Dollar Gen	23	6.5%	0.6%	-17.6%	-47.7%	-48.1%	0.31	0.35	50.7%

DIVIDEND DETAIL



CALENDAR YEAR DIVIDEND HISTORY

Year	Ex-Dividend	Pay Date	Text	Amount
2023 Dividends				**$2.28**
	12/07/23	01/02/24	Regular	$0.57
	08/10/23	09/05/23	Regular	$0.57
	05/04/23	05/30/23	Regular	$0.57
	03/16/23	04/03/23	Regular	$0.57
2022 Dividends				**$2.24**
	12/08/22	01/03/23	Regular	$0.56
	08/11/22	09/06/22	Regular	$0.56
	05/05/22	05/31/22	Regular	$0.56
	03/17/22	04/04/22	Regular	$0.56
2021 Dividends				**$2.20**
	12/09/21	01/03/22	Regular	$0.55
	08/12/21	09/07/21	Regular	$0.55
	05/06/21	06/01/21	Regular	$0.55
	03/18/21	04/05/21	Regular	$0.55
2020 Dividends				**$2.16**
	12/10/20	01/04/21	Regular	$0.54
	08/13/20	09/08/20	Regular	$0.54
	05/07/20	06/01/20	Regular	$0.54
	03/19/20	04/06/20	Regular	$0.54
2019 Dividends				**$2.12**
	12/05/19	01/02/20	Regular	$0.53
	08/08/19	09/03/19	Regular	$0.53
	05/09/19	06/03/19	Regular	$0.53

UPCOMING DIVIDEND

Ex-Dividend Date	12/07/23
Payment Date	01/02/24
Amount	$0.57
Type	Regular

DIVIDEND RATE

Regular Dividend	$0.57
Annual Dividend Rate	$2.28
Annual Dividend Yield	1.5%
Trailing 12 Months Dividends	$2.28
Trailing 12 Months Yield	1.5%

STATISTICS

Payout Ratio	37.6%
Dividend Coverage Ratio	265.6%
Consecutive Growth Years	10+
3 Year Growth Rate	1.8%
5 Year Growth Rate	1.9%
10 Year Growth Rate	1.9%

FINANCIAL STATEMENT SUMMARY

USD in Millions	Chart	2018	2019	2020	2021	2022	TTM	CAGR
Income Statement								
Revenue		511,879	521,086	548,743	571,962	600,112	638,785	4.6%
Operating Income		20,357	21,313	22,383	25,542	20,754	25,319	4.5%
Net income		5,158	14,427	19,742	8,020	8,967	16,292	26.2%
Earnings per share diluted		$1.74	$4.99	$6.93	$2.86	$3.25	$6.01	28.5%
Average shares diluted		2,961	2,882	2,851	2,820	2,753	2,704	-1.8%
P/E Ratio		53.1	26.9	20.8	50.7	28.4	25.1	-14.1%
Balance Sheet								
Cash		9,174	8,606	14,325	16,111	11,587	12,154	5.9%
Current assets		69,446	67,912	73,602	82,964	87,680	88,391	5.0%
Net Property, Plant and Equipm…		111,349	125,425	124,289	110,331	115,544	126,824	2.7%
Working Capital		-16,305	-15,872	-14,519	-4,656	-13,728	-15,839	-0.6%
Net Debt		51,817	67,342	54,153	41,486	53,793	57,585	2.2%
Stockholders' Equity		71,996	71,649	81,431	82,274	72,253	79,456	2.0%
Cash Flow								
Operating Cash Flow		28,585	24,984	33,596	29,485	23,588	32,157	2.4%
Cap Ex		-10,157	-11,095	-9,378	-12,414	-16,579	-19,470	14.1%
Free Cash Flow		18,428	13,889	24,218	17,071	7,009	12,687	-7.3%
Free Cash Flow per share		$6.22	$4.82	$8.50	$6.05	$2.55	$4.69	-5.6%
Profitability								
Operating Margin		4.0%	4.1%	4.1%	4.5%	3.5%	4.0%	-0.1%
Return on Assets		2.5%	6.3%	8.3%	3.3%	3.7%	6.5%	21.7%
Return on Equity		7.2%	20.1%	24.2%	9.7%	12.4%	20.5%	23.7%
Return on Invested Capital		5.5%	11.5%	14.8%	7.2%	7.9%	12.7%	18.2%
Dividends								
Dividends Per Share		$2.08	$2.12	$2.16	$2.20	$2.24	$2.28	1.9%
Dividend Yield		2.2%	1.8%	1.5%	1.5%	1.6%	1.5%	-7.6%
Dividend Growth		-	1.9%	1.9%	1.9%	1.8%	2.2%	4.0%
Dividend Coverage		0.8x	2.4x	3.2x	1.3x	1.5x	2.7x	26.2%

VALUATION & PROFITABILITY HISTORY

Date →		TTM	1 Yr Ago	2 Yrs. Ago	3 Yrs. Ago	4 Yrs. Ago
Price / Earnings		25.1	29.8	48.0	21.5	27.1
Price / Cash Flow		12.7	19.7	13.1	12.7	12.5
Price / Book		5.1	5.2	4.6	5.2	4.8
Price / Tangible B…		7.9	8.2	7.1	8.3	8.8
Price / Sales		0.6	0.7	0.7	0.8	0.7
EV / EBITDA		12.4	17.6	16.0	11.8	12.1
Dividend Yield		1.5%	1.5%	1.6%	1.4%	1.8%
Shareholder Yield		2.1%	4.3%	3.9%	1.9%	4.2%
Gross Margin		24.3%	24.4%	25.0%	24.8%	24.8%
Net Margin		2.6%	1.5%	1.4%	3.6%	2.8%
Return on Assets		6.6%	3.7%	3.3%	8.3%	6.3%
Return on Equity		20.5%	12.4%	9.8%	24.2%	20.1%
ROIC		12.7%	7.9%	7.2%	14.8%	11.6%

WARNINGS

Name	Severity	Details
GAAP Earnings vs. Pro Forma	Medium	Official EPS: $0.17; Announced EPS: $1.53

The GAAP compliant earnings that the company filed with the SEC are less than the pro-forma earnings they announced to the press. Pro-forma earnings can exclude special one-time charges but some distressed companies post these "one-time" charges quarter after quarter.

REPORT TIPS

Metric Definitions

Metric descriptions are available at stockrover.com/help/metrics/metric-overview

Quantitative Scores

Our scores analytics is to offer our concise analysis of a stock in powerful, but easy to digest format. Each of the composite score metrics are designed to use the best available accounting practices as well as source data from SEC filings. The scores are computed for a company vs. the market as a whole.

Fair Value

Fair value performs a forecasted discounted cash flow analysis of a company to determine the company's intrinsic value based on the expected future cash flows the company will produce. It basically determines what a company is worth based on how much cash flow it is expected to generate for you in the future, taking into account the time value of money and the predictability of those forecasted cash flows.

Peers

Peer ratings are computed from raking companies in the same

DISCLAIMER