

# Nueva Expresion Textil SA NXT ★★★<sup>Q</sup> 18 Sep 2019 02:00 UTC

**Last Close**  
18 Sep 2019  
0.79

**Fair Value<sup>Q</sup>**  
18 Sep 2019 02:00 UTC  
0.92

**Market Cap**  
18 Sep 2019  
245.4 Mil

**Sector**  
Consumer Cyclical

**Industry**  
Textile Manufacturing

**Country of Domicile**  
ESP Spain

There is no one analyst in which a Quantitative Fair Value Estimate and Quantitative Star Rating are attributed to; however, Mr. Lee Davidson, Head of Quantitative Research for Morningstar, Inc., is responsible for overseeing the methodology that supports the quantitative fair value. As an employee of Morningstar, Inc., Mr. Davidson is guided by Morningstar, Inc.'s Code of Ethics and Personal Securities Trading Policy in carrying out his responsibilities. For information regarding Conflicts of Interests, visit <http://global.morningstar.com/equitydisclosures>

## Company Profile

Nueva Expresion Textil SA manufactures and sells fabrics. It offers lingerie, swimwear, and sportswear under the Cristal, Dazzling, Sari, Liquid, Dogitech, Winn, Cooper, and Invisible brand names.

## Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	None	33	32	30
Valuation	Undervalued	46	42	69
Quantitative Uncertainty	Very High	39	39	32
Financial Health	Moderate	70	54	39



## Valuation

	Current	5-Yr Avg	Sector Median	Country Median
Price/Quant Fair Value	0.86	0.87	0.80	0.87
Price/Earnings	43.0	—	16.2	15.0
Forward P/E	—	—	12.3	12.5
Price/Cash Flow	—	—	10.2	8.8
Price/Free Cash Flow	—	—	17.7	15.2
Trailing Dividend Yield %	—	—	2.46	3.93
Price/Book	—	—	1.6	1.9
Price/Sales	3.0	—	0.9	1.4

## Profitability

	Current	5-Yr Avg	Sector Median	Country Median
Return on Equity %	—	—	12.2	12.9
Return on Assets %	-7.9	-5.2	5.4	3.3
Revenue/Employee (K)	412.6	259.6	566.3	240.3

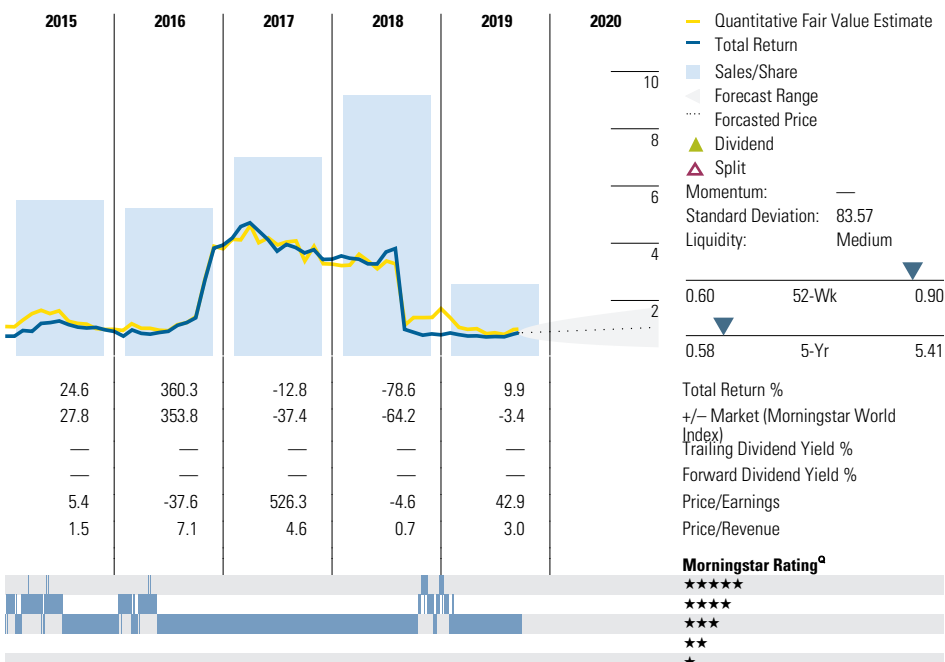
## Financial Health

	Current	5-Yr Avg	Sector Median	Country Median
Distance to Default	0.6	0.4	0.6	0.7
Solvency Score	—	—	486.0	556.5
Assets/Equity	-21.2	-3.3	1.8	2.7
Long-Term Debt/Equity	-2.2	0.3	0.2	0.4

## Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	16.9	21.4	12.6	-4.6
Operating Income %	—	—	—	—
Earnings %	—	-20.9	-64.2	—
Dividends %	—	—	—	—
Book Value %	16.2	-32.9	-31.1	-39.5
Stock Total Return %	-6.0	-11.6	-3.3	-11.3

## Price vs. Quantitative Fair Value

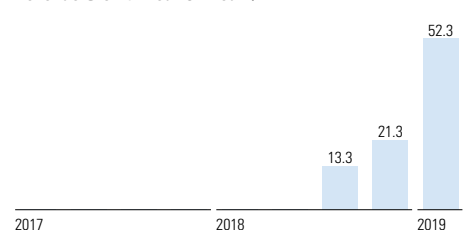


	2014	2015	2016	2017	2018	TTM	Financials (Fiscal Year in K)
Revenue	36,933	41,010	40,823	62,719	73,313	81,702	Revenue
% Change	-8.7	11.0	-0.5	53.6	16.9	11.4	% Change
Operating Income	-5,351	-4,699	-3,097	-6,285	-8,101	288	Operating Income
% Change	—	—	—	—	—	—	% Change
Net Income	10,436	-8,473	119	-7,180	-9,514	-5,917	Net Income
Operating Cash Flow	-5,625	-3,977	-2,697	-5,734	-5,595	-5,595	Operating Cash Flow
Capital Spending	-476	-687	-782	-664	-3,341	-3,341	Capital Spending
Free Cash Flow	-6,101	-4,664	-3,478	-6,398	-8,935	-8,935	Free Cash Flow
% Sales	-16.5	-11.4	-8.5	-10.2	-12.2	-10.9	% Sales
EPS	0.15	-0.12	0.00	-0.10	-0.03	0.02	EPS
% Change	—	-177.2	—	-6,168.6	—	—	% Change
Free Cash Flow/Share	-0.11	-0.04	-0.07	-0.15	0.06	-0.03	Free Cash Flow/Share
Dividends/Share	—	—	—	—	—	—	Dividends/Share
Book Value/Share	-0.19	0.08	0.04	0.05	—	—	Book Value/Share
Shares Outstanding (K)	67,827	72,790	72,644	72,885	304,582	310,595	Shares Outstanding (K)
Return on Equity %	—	-163.0	3.4	-1,785.6	—	—	Profitability
Return on Assets %	36.7	-32.5	0.4	-15.1	-15.1	-7.9	Return on Assets %
Net Margin %	28.3	-20.7	0.3	-11.5	-13.0	-7.2	Net Margin %
Asset Turnover	1.30	1.57	1.23	1.32	1.16	1.09	Asset Turnover
Financial Leverage	3.9	7.6	11.4	—	—	—	Financial Leverage
Gross Margin %	48.7	46.9	35.7	30.9	30.8	—	Gross Margin %
Operating Margin %	-14.5	-11.5	-7.6	-10.0	-11.1	0.4	Operating Margin %
Long-Term Debt	8,801	5,973	4,388	2,347	7,470	28,906	Long-Term Debt
Total Equity	7,201	3,197	3,707	-2,903	-3,465	—	Total Equity
Fixed Asset Turns	3.1	4.7	6.1	8.9	8.0	—	Fixed Asset Turns

## Quarterly Revenue & EPS

Revenue (K)	Mar	Jun	Sep	Dec	Total
2019	24,422.0	—	—	—	—
2018	16,033.0	22,183.0	17,447.0	17,049.2	73,313.2
2017	—	—	15,393.0	14,056.5	62,718.5
2016	—	20,624.0	—	20,198.9	40,822.9
Earnings Per Share (€)					
2019	0.00	—	—	—	—
2018	-0.05	-0.02	-0.02	-0.01	-0.03
2017	—	—	-0.02	-0.08	-0.10
2016	—	0.00	—	0.01	0.00

## Revenue Growth Year On Year %



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The Quantitative Ratings are calculated daily and derived from the analyst-driven ratings of a company's peers as determined by statistical algorithms. Morningstar, Inc. ("Morningstar", "we", "our") calculates Quantitative Ratings for companies whether or not it already provides analyst ratings and qualitative coverage. In some cases, the Quantitative Ratings may differ from the analyst ratings because a company's analyst-driven ratings can significantly differ from other companies in its peer group.

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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**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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**Weak** – assigned when Quantitative Financial Health < 0.2

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

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