

Target Corp.

Recapturing sales, traffic and market share; Raise estimates and PO

Reiterate Rating: BUY | PO: 190.00 USD | Price: 168.58 USD

Reiterate Buy; Raise ests & PO following strong quarter

We raise our F25E EPS to \$9.45 (was \$9.15) following TGT's stronger-than-expected F4Q earnings (see [link to report](#)). We continue to expect GM expansion in F25 as well as a comp sales & traffic inflection in F2Q driven by easing comparisons and the expected success of TGT's merchandising initiatives. We expect these benefits to be partially offset by expense deleverage, particularly in 1Q as we forecast a comp sales decline of (4%). We reiterate our Buy rating and raise our PO to \$190 (was \$160), 18-19x (up vs. 17-18x given rising peer multiples) our F26E (was F25E) EPS of \$10.35.

Merchandising initiatives support improving value prop

TGT highlighted its focus LT on comp sales in the +LSD%-MSD% range in a normal year. We believe recent merchandising initiatives and new owned brand enhancements / launches (e.g. Figmint, Dealworthy, Gigglescape) should improve TGT's value perception with customers and support traffic & share gains going forward.

See path to 6%+ operating margin over time

We expect GM to see continued benefits near-term from freight & transportation cost recovery, growth in Roundel, and efficiencies provided by TGT's lean inventory position. While we expect softer sales (particularly in 1Q) to drive expense deleverage in 2024, TGT's efficiency efforts (>\$500mn saved in 2023) should provide an important offset. We forecast a return to 6% operating margin for TGT in 2027 (F28), but a more material improvement in discretionary or shrink levels could drive upside, in our view.

Competition in same-day delivery poses risk

TGT's initial investments in same-day (including Pick Up, Drive Up, Shipt) gave the company an early lead in the space. However, TGT faces steeper competition today as many large retailers enhanced same-day offerings during Covid. Through its enhanced Target Circle offering (rolling out on April 7), Target will offer a paid membership option through Target Circle 360, which for \$99/yr (or \$49/yr for card members & early adopters) provides guests with free same-day delivery from Shipt. While increasing digital penetration could pressure Gross Margin, this could be offset by a corresponding increase in customer engagement (last year, Target Circle members spent 5x more than non-members).

Estimates (Jan) (US\$)	2023A	2024A	2025E	2026E	2027E
EPS	6.02	8.94	9.45	10.35	11.28
GAAP EPS	5.99	8.94	9.45	10.35	11.29
EPS Change (YoY)	-55.6%	48.5%	5.7%	9.5%	9.0%
Consensus EPS (Bloomberg)			9.12	10.16	NA
DPS	3.96	4.35	4.55	4.75	4.95
Valuation (Jan)					
P/E	28.0x	18.9x	17.8x	16.3x	14.9x
GAAP P/E	28.1x	18.9x	17.8x	16.3x	14.9x
Dividend Yield	2.3%	2.6%	2.7%	2.8%	2.9%
EV / EBITDA*	15.7x	12.1x	11.6x	10.8x	10.3x
Free Cash Flow Yield*	-3.0%	3.0%	3.7%	4.3%	4.7%

* For full definitions of *IQmethod*SM measures, see page 5.

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Timestamp: 05 March 2024 05:52PM EST

05 March 2024

Equity

Key Changes

(US\$)	Previous	Current
Price Obj.	160.00	190.00
2025E Rev (m)	106,427.6	107,351.6
2026E Rev (m)	109,821.7	110,774.1
2027E Rev (m)	113,116.7	114,096.6
2025E EPS	9.15	9.45
2026E EPS	10.30	10.35
2027E EPS	11.46	11.28
2025E DPS	4.36	4.55

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Stock Data

Price	168.58 USD
Price Objective	190.00 USD
Date Established	5-Mar-2024
Investment Opinion	B-1-7
52-Week Range	102.93 USD - 171.24 USD
Mkt Val (mn) / Shares Out (mn)	82,503 USD / 489.4
Free Float	99.7%
Average Daily Value (mn)	604.36 USD
BofA Ticker / Exchange	TGT / NYS
Bloomberg / Reuters	TGT US / TGT.N
ROE (2025E)	29.9%
Net Dbt to Eqty (Jan-2024A)	91.1%
ESGMeter TM	High

ESGMeter is not indicative of a company's future stock price performance and is not an investment recommendation or rating. ESGMeter is independent of BofA Global Research's equity investment rating, volatility risk rating, income rating, and price objective for that company. For full details, refer to "BofA ESGMeter Methodology".

GM = Gross Margin

LSD = low single-digit

MSD = mid single-digit

iQprofileSM Target Corp.

iQmethodSM – Bus Performance*

(US\$ Millions)	2023A	2024A	2025E	2026E	2027E
Return on Capital Employed	10.3%	13.7%	13.2%	13.5%	13.2%
Return on Equity	23.2%	33.6%	29.9%	27.9%	25.6%
Operating Margin	3.6%	5.4%	5.6%	5.9%	6.0%
Free Cash Flow	(2,509)	2,489	3,090	3,523	3,908

iQmethodSM – Quality of Earnings*

(US\$ Millions)	2023A	2024A	2025E	2026E	2027E
Cash Realization Ratio	1.1x	1.8x	1.6x	1.6x	1.6x
Asset Replacement Ratio	2.3x	2.0x	1.5x	1.5x	1.5x
Tax Rate	18.7%	21.9%	22.0%	22.0%	22.0%
Net Debt-to-Equity Ratio	123.8%	91.1%	71.3%	53.6%	38.1%
Interest Cover	9.4x	13.9x	16.7x	16.3x	21.1x

Income Statement Data (Jan)

(US\$ Millions)	2023A	2024A	2025E	2026E	2027E
Sales	107,588	105,803	105,703	109,085	112,358
% Change	2.8%	-1.7%	-0.1%	3.2%	3.0%
Gross Profit	26,891	29,676	30,533	31,940	32,974
% Change	-13.4%	10.4%	2.9%	4.6%	3.2%
EBITDA	6,233	8,122	8,471	9,111	9,516
% Change	-46.1%	30.3%	4.3%	7.5%	4.5%
Net Interest & Other Income	(410)	(410)	(356)	(396)	(321)
Net Income (Adjusted)	2,795	4,138	4,353	4,727	5,039
% Change	-58.2%	48.0%	5.2%	8.6%	6.6%

Free Cash Flow Data (Jan)

(US\$ Millions)	2023A	2024A	2025E	2026E	2027E
Net Income from Cont Operations (GAAP)	2,795	4,138	4,353	4,727	5,039
Depreciation & Amortization	2,385	2,415	2,535	2,655	2,735
Change in Working Capital	(2,161)	742	8	148	139
Deferred Taxation Charge	NA	NA	NA	NA	NA
Other Adjustments, Net	0	0	0	0	1
Capital Expenditure	(5,528)	(4,806)	(3,806)	(4,006)	(4,006)
Free Cash Flow	-2,509	2,489	3,090	3,523	3,908
% Change	NM	NM	24.2%	14.0%	10.9%
Share / Issue Repurchase	(2,554)	73	0	0	0
Cost of Dividends Paid	(1,836)	(2,011)	(2,094)	(2,167)	(2,209)
Change in Debt	2,419	(101)	0	0	0

Balance Sheet Data (Jan)

(US\$ Millions)	2023A	2024A	2025E	2026E	2027E
Cash & Equivalents	2,229	3,805	4,851	6,257	8,006
Trade Receivables	0	0	0	0	0
Other Current Assets	15,617	13,693	14,286	14,968	15,417
Property, Plant & Equipment	31,512	33,096	34,367	35,718	36,989
Other Non-Current Assets	1,320	1,400	1,401	1,401	1,402
Total Assets	50,678	51,994	54,904	58,343	61,813
Short-Term Debt	130	1,116	1,116	1,116	1,116
Other Current Liabilities	19,370	18,188	18,789	19,619	20,207
Long-Term Debt	16,009	14,922	14,922	14,922	14,922
Other Non-Current Liabilities	3,956	4,419	4,469	4,519	4,569
Total Liabilities	39,465	38,645	39,296	40,176	40,814
Total Equity	11,232	13,432	15,691	18,251	21,082
Total Equity & Liabilities	50,697	52,077	54,987	58,426	61,896

* For full definitions of iQmethodSM measures, see page 5.

Company Sector

Supermarkets/Food Retailers

Company Description

Target Corporation is one of the largest discount retailers in the US, operating roughly 1,900 Target stores across the US. The company sells merchandise in its Signature Categories Style, Baby, Kids and Wellness as well as other products in both physical Target stores and online at Target.com.

Investment Rationale

We rate TGT shares Buy as we see several catalysts to support improving traffic comps into F4Q from current depressed levels, gross margin upside opportunities, and merchandising initiatives & improved inventory positioning which should support better sales trends into F25.

Stock Data

Average Daily Volume

3,584,998

Quarterly Earnings Estimates

	2024	2025
Q1	2.05A	1.92E
Q2	1.80A	2.47E
Q3	2.10A	2.23E
Q4	2.98A	2.83E

Exhibit 1: TGT Quarterly Earnings Analysis

\$ millions, except per share data

		Other	Total	COGS,	SG&A,		Op.	Other	Pretax	Inc	Net Inc	Extra Gain	Net	Operating	Rep.	Shs Out
	Sales	Revenues	Revenues	Distrib.	Occup.	D&A	Inc.	Exp. (Inc.)	Inc	Tax	Cont Ops.	(Loss)	Inc.	EPS	EPS	(MM)
Apr-Q1	\$24,830.0	\$340.0	\$25,170.0	\$18,461.0	\$4,762.0	\$601.0	\$1,346.0	\$77.0	\$1,269.0	\$245.0	\$1,024.0	(\$15.0)	\$1,009.0	\$2.19	\$2.16	467.8
Jul-Q2	\$25,653.0	\$384.0	\$26,037.0	\$20,142.0	\$5,002.0	\$572.0	\$321.0	\$104.0	\$217.0	\$34.0	\$183.0	\$0.0	\$183.0	\$0.39	\$0.39	463.6
Oct-Q3	\$26,122.0	\$396.0	\$26,518.0	\$19,680.0	\$5,219.0	\$597.0	\$1,022.0	\$113.0	\$909.0	\$197.0	\$712.0	\$0.0	\$712.0	\$1.54	\$1.54	462.5
Jan-Q4	\$30,983.0	\$412.0	\$31,395.0	\$23,946.0	\$5,675.0	\$615.0	\$1,159.0	\$116.0	\$1,043.0	\$167.0	\$876.0	\$0.0	\$876.0	\$1.89	\$1.89	462.7
F2023	\$107,588.0	\$1,532.0	\$109,120.0	\$82,229.0	\$20,658.0	\$2,385.0	\$3,848.0	\$410.0	\$3,438.0	\$643.0	\$2,795.0	(\$15.0)	\$2,780.0	\$6.02	\$5.99	464.2
Apr-Q1	\$24,948.0	\$374.0	\$25,322.0	\$18,386.0	\$5,025.0	\$583.0	\$1,328.0	\$124.0	\$1,204.0	\$254.0	\$950.0	\$0.0	\$950.0	\$2.05	\$2.05	462.9
Jul-Q2	\$24,384.0	\$389.0	\$24,773.0	\$17,798.0	\$5,184.0	\$594.0	\$1,197.0	\$125.0	\$1,072.0	\$237.4	\$834.6	\$0.0	\$834.6	\$1.80	\$1.80	462.5
Oct-Q3	\$25,004.0	\$394.0	\$25,398.0	\$18,149.0	\$5,316.0	\$616.0	\$1,317.0	\$82.0	\$1,235.0	\$264.0	\$971.0	\$0.0	\$971.0	\$2.10	\$2.10	462.6
Jan-Q4	\$31,467.0	\$452.0	\$31,919.0	\$23,403.0	\$6,029.0	\$622.0	\$1,865.0	\$79.0	\$1,786.0	\$404.0	\$1,382.0	\$0.0	\$1,382.0	\$2.98	\$2.98	463.1
F2024	\$105,803.0	\$1,609.0	\$107,412.0	\$77,736.0	\$21,554.0	\$2,415.0	\$5,707.0	\$410.0	\$5,297.0	\$1,159.4	\$4,137.6	\$0.0	\$4,137.6	\$8.94	\$8.94	462.8
Apr-Q1E	\$24,074.8	\$384.0	\$24,458.8	\$17,406.1	\$5,213.4	\$613.0	\$1,226.3	\$89.0	\$1,137.3	\$250.2	\$887.1	\$0.0	\$887.1	\$1.92	\$1.92	462.1
Jul-Q2E	\$25,237.4	\$399.0	\$25,636.4	\$18,070.0	\$5,391.4	\$624.0	\$1,551.1	\$89.0	\$1,462.1	\$321.7	\$1,140.4	\$0.0	\$1,140.4	\$2.47	\$2.47	461.1
Oct-Q3E	\$25,879.1	\$404.0	\$26,283.1	\$18,702.9	\$5,528.6	\$646.0	\$1,405.6	\$89.0	\$1,316.6	\$289.7	\$1,027.0	\$0.0	\$1,027.0	\$2.23	\$2.23	460.1
Jan-Q4E	\$30,511.2	\$462.0	\$30,973.2	\$22,639.3	\$5,928.6	\$652.0	\$1,753.2	\$89.0	\$1,664.2	\$366.1	\$1,298.1	\$0.0	\$1,298.1	\$2.83	\$2.83	459.1
F2025E	\$105,702.6	\$1,649.0	\$107,351.6	\$76,818.2	\$22,062.1	\$2,535.0	\$5,936.2	\$356.0	\$5,580.2	\$1,227.7	\$4,352.6	\$0.0	\$4,352.6	\$9.45	\$9.45	460.6
F2026E	\$109,085.1	\$1,689.0	\$110,774.1	\$78,833.6	\$22,829.8	\$2,655.0	\$6,455.6	\$396.0	\$6,059.6	\$1,333.1	\$4,726.5	\$0.0	\$4,726.5	\$10.35	\$10.35	456.6
Percentage Change									Ratio Analysis							
		Other	U.S.	Digital	Total		Op.	Op.		Gross	Exp		Op .	Tax	Net	# of
	Sales	Revenues	Comps	Sales	Revenues	SG&A	Inc.	EPS		Margin	Ratio	D&A	Margin	Rate	Margin	Stores
Apr-Q1	23.3%	30.3%	22.9%	50.2%	23.4%	11.1%	407.3%	524.4%		30.0%	18.6%	2.5%	9.8%	19.7%	7.7%	1,909
Jul-Q2	9.4%	19.7%	8.9%	9.9%	9.5%	9.0%	6.1%	8.0%		30.4%	19.3%	2.2%	9.8%	23.3%	7.2%	1,909
Oct-Q3	13.2%	22.3%	12.7%	28.9%	13.3%	4.6%	3.9%	8.6%		28.0%	18.9%	2.2%	7.8%	22.1%	5.8%	1,924
Jan-Q4	9.4%	11.1%	8.9%	9.2%	9.4%	1.9%	13.1%	19.4%	-	25.7%	17.9%	2.0%	6.7%	23.4%	4.9%	1,926
F2022	13.2%	20.1%	12.7%	20.9%	13.3%	6.3%	36.0%	44.0%		28.3%	18.7%	2.2%	8.4%	22.1%	6.3%	1,926
Apr-Q1	4.0%	6.9%	3.3%	3.2%	4.0%	5.6%	(43.3%)	(40.7%)		25.7%	18.9%	2.4%	5.3%	19.3%	4.1%	1,933
Jul-Q2	3.3%	15.0%	2.6%	9.0%	3.5%	3.2%	(87.0%)	(89.2%)		21.5%	19.2%	2.2%	1.2%	15.7%	0.7%	1,937
Oct-Q3	3.3%	9.4%	2.7%	0.3%	3.4%	7.4%	(49.2%)	(49.1%)		24.7%	19.7%	2.3%	3.9%	21.7%	2.7%	1,941
Jan-Q4	1.2%	8.4%	0.7%	(3.6%)	1.3%	2.2%	(44.2%)	(40.6%)	-	22.7%	18.1%	2.0%	3.7%	16.0%	2.8%	1,948
F2023	2.8%	9.9%	2.2%	2.2%	2.9%	4.5%	(56.9%)	(55.6%)		23.6%	18.9%	2.2%	3.5%	18.7%	2.6%	1,948
Apr-Q1	0.5%	10.0%	0.0%	(3.4%)	0.6%	5.5%	(1.3%)	(6.2%)		26.3%	19.8%	2.3%	5.2%	21.1%	3.8%	1,954
Jul-Q2	(4.9%)	1.3%	(5.4%)	(10.5%)	(4.9%)	3.6%	272.9%	357.1%		27.0%	20.9%	2.4%	4.8%	22.1%	3.4%	1,955
Oct-Q3	(4.3%)	(0.5%)	(4.9%)	(6.0%)	(4.2%)	1.9%	28.9%	36.3%		27.4%	20.9%	2.4%	5.2%	21.4%	3.8%	1,956
Jan-Q4	1.6%	9.7%	(4.4%)	(0.1%)	1.7%	6.2%	60.9%	57.6%	-	25.6%	18.9%	1.9%	5.8%	22.6%	4.3%	1,956
F2024	(1.7%)	5.0%	(3.7%)	(5.0%)	(1.6%)	4.3%	48.3%	48.5%		26.5%	20.1%	2.2%	5.3%	21.9%	3.9%	1,956
Apr-Q1E	(3.5%)	2.7%	(4.0%)	5.0%	(3.4%)	3.8%	(7.7%)	(6.5%)		27.7%	21.3%	2.5%	5.0%	22.0%	3.6%	1,961
Jul-Q2E	3.5%	2.6%	3.0%	10.0%	3.5%	4.0%	29.6%	37.1%		28.4%	21.0%	2.4%	6.1%	22.0%	4.4%	1,966
Oct-Q3E	3.5%	2.5%	3.0%	2.0%	3.5%	4.0%	6.7%	6.3%		27.7%	21.0%	2.5%	5.3%	22.0%	3.9%	1,970
Jan-Q4E	(3.0%)	2.2%	2.0%	2.0%	(3.0%)	(1.7%)	(6.0%)	(5.3%)	-	25.8%	19.1%	2.1%	5.7%	22.0%	4.2%	1,976
F2025E	(0.1%)	2.5%	1.1%	4.8%	(0.1%)	2.4%	4.0%	5.7%		27.3%	20.6%	2.4%	5.5%	22.0%	4.1%	1,976
F2026E	3.2%	2.4%	3.0%	5.0%	3.2%	3.5%	8.7%	9.5%		27.7%	20.6%	2.4%	5.8%	22.0%	4.3%	1,996

Source: Company filings, BofA Global Research estimates

BofA GLOBAL RESEARCH



Price objective basis & risk

Target Corp. (TGT)

Our \$190 PO is based on 18-19x our F2026E adjusted EPS of \$10.35, which is near the high-end of TGT's ten-year historical P/E range of roughly 11x-20x but warranted in our view, given strong profitability improvements and improving sales & traffic trends.

Downside risks to our price objective are gross margin pressures from labor costs, investments, and the rapid growth of the lower-margin e-commerce channel as well as aggressive competition from competitors.

Analyst Certification

I, Robert F. Ohmes, CFA, hereby certify that the views expressed in this research report accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or view expressed in this research report.

US - Broadlines, Hardlines, Food Retailers & Leisure Coverage Cluster

Investment rating	Company	BofA Ticker	Bloomberg symbol	Analyst
BUY				
	Academy Sports + Outdoors	ASO	ASO US	Robert F. Ohmes, CFA
	Arhaus, Inc	ARHS	ARHS US	Robert F. Ohmes, CFA
	BJ's Wholesale Club Holdings	BJ	BJ US	Robert F. Ohmes, CFA
	Costco Wholesale Corporation	COST	COST US	Robert F. Ohmes, CFA
	Grocery Outlet Holding Corp.	GO	GO US	Robert F. Ohmes, CFA
	Harley-Davidson	HOG	HOG US	Alexander Perry
	Life Time	LTH	LTH US	Alexander Perry
	Mattel	MAT	MAT US	Alexander Perry
	Mister Car Wash	MCW	MCW US	Robert F. Ohmes, CFA
	O'Reilly Automotive, Inc.	ORLY	ORLY US	Robert F. Ohmes, CFA
	Planet Fitness, Inc.	PLNT	PLNT US	Alexander Perry
	Sprouts Farmers Market, Inc.	SFM	SFM US	Robert F. Ohmes, CFA
	Sysco Corporation	SYF	SYF US	Kendall Toscano
	Target Corp.	TGT	TGT US	Robert F. Ohmes, CFA
	The Kroger Co.	KR	KR US	Robert F. Ohmes, CFA
	Topgolf Callaway Brands Corp	MODG	MODG US	Alexander Perry
	Walmart Inc	WMT	WMT US	Robert F. Ohmes, CFA
NEUTRAL				
	Dick's Sporting Goods	DKS	DKS US	Robert F. Ohmes, CFA
	Fox Factory Holding Corp	FOXF	FOXF US	Alexander Perry
	Hasbro	HAS	HAS US	Alexander Perry
	Williams-Sonoma	WSM	WSM US	Robert F. Ohmes, CFA
	Xponential Fitness	XPOF	XPOF US	Alexander Perry
	YETI Holdings, Inc.	YETI	YETI US	Robert F. Ohmes, CFA
UNDERPERFORM				
	Advance Auto Parts, Inc.	AAP	AAP US	Robert F. Ohmes, CFA
	Canada Goose Holdings Inc	YGOOS	GOOS CN	Alexander Perry
	Canada Goose Holdings Inc	GOOS	GOOS US	Alexander Perry
	Columbia Sportswear	COLM	COLM US	Alexander Perry
	Dollar General Corporation	DG	DG US	Robert F. Ohmes, CFA
	Dollar Tree, Inc.	DLTR	DLTR US	Robert F. Ohmes, CFA
	Hibbett Sports, Inc.	HIBB	HIBB US	Alexander Perry
	National Vision	EYE	EYE US	Robert F. Ohmes, CFA
	Tractor Supply Company	TSCO	TSCO US	Robert F. Ohmes, CFA

iQmethodSM Measures Definitions

Business Performance

Return On Capital Employed

Return On Equity

Operating Margin

Earnings Growth

Free Cash Flow

Numerator

NOPAT = (EBIT + Interest Income) × (1 – Tax Rate) + Goodwill Amortization

Net Income

Operating Profit

Expected 5 Year CAGR From Latest Actual

Cash Flow From Operations – Total Capex

Denominator

Total Assets – Current Liabilities + ST Debt + Accumulated Goodwill

Amortization

Shareholders' Equity

Sales

N/A

N/A

Quality of Earnings

Cash Realization Ratio

Asset Replacement Ratio

Tax Rate

Net Debt-To-Equity Ratio

Interest Cover

Numerator

Cash Flow From Operations

Capex

Tax Charge

Net Debt = Total Debt – Cash & Equivalents

EBIT

Denominator

Net Income

Depreciation

Pre-Tax Income

Total Equity

Interest Expense

Valuation Toolkit

Price / Earnings Ratio

Price / Book Value

Dividend Yield

Free Cash Flow Yield

Enterprise Value / Sales

Numerator

Current Share Price

Current Share Price

Annualised Declared Cash Dividend

Cash Flow From Operations – Total Capex

EV = Current Share Price × Current Shares + Minority Equity + Net Debt +

Other LT Liabilities

Enterprise Value

Denominator

Diluted Earnings Per Share (Basis As Specified)

Shareholders' Equity / Current Basic Shares

Current Share Price

Market Cap = Current Share Price × Current Basic Shares

Sales

Basic EBIT + Depreciation + Amortization

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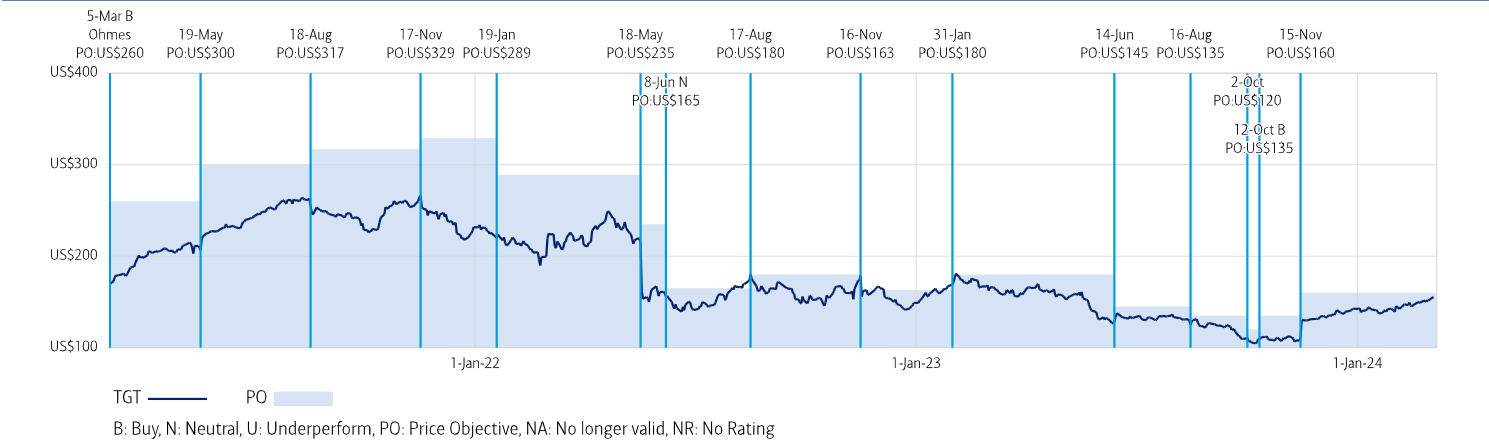
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Target Corp. (TGT) Price Chart



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Equity Investment Rating Distribution: Retailing Group (as of 31 Dec 2023)

Coverage Universe	Count	Percent	Inv. Banking Relationships ^{R1}	Count	Percent
Buy	96	57.83%	Buy	39	40.63%
Hold	32	19.28%	Hold	12	37.50%
Sell	38	22.89%	Sell	18	47.37%

Equity Investment Rating Distribution: Global Group (as of 31 Dec 2023)

Coverage Universe	Count	Percent	Inv. Banking Relationships ^{R1}	Count	Percent
Buy	1895	53.62%	Buy	1083	57.15%
Hold	832	23.54%	Hold	454	54.57%
Sell	807	22.84%	Sell	383	47.46%

^{R1} Issuers that were investment banking clients of BofA Securities or one of its affiliates within the past 12 months. For purposes of this Investment Rating Distribution, the coverage universe includes only stocks. A stock rated Neutral is included as a Hold, and a stock rated Underperform is included as a Sell.

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Investment rating	Total return expectation (within 12-month period of date of initial rating)	Ratings dispersion guidelines for coverage cluster ^{R2}
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Underperform	N/A	≥ 20%

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