

## Individual Assignment 3

1. What was (i) the date of the announcement, (ii) the EPS announced, (iii) the consensus analyst EPS target, and (iv) the EPS for the year prior?

Ticker Symbol	Announcement Date	\$EPS announced	Consensus Analyst \$EPS Estimate (mean)	\$EPS 1-year ago
NFLX	20210119	1.19	1.38	1.3
GIS	20201217	1.06	0.97	0.95
DPZ	20210225	3.85	3.88	3.13
FSLR	20210225	1.08	1.24	2.02
WWD	20210201	0.64	0.68	1.1

2. Summarize in one paragraph for each stock, anything of note in the news coverage or press release

Ticker	Notes
NFLX	With 8.5m paid net additions in Q4, we crossed the 200m paid memberships mark. For the full year, we added a record 37m paid memberships, achieved \$25 billion in annual revenue (+24% year over year) and grew operating profit 76% to \$4.6 billion.
GIS	Net sales increased 7 percent to \$4.7 billion; organic net sales <sup>1</sup> were up 7 percent. Operating profit increased 13 percent to \$917 million; constant-currency adjusted operating profit was up 6 percent. Diluted earnings per share (EPS) totaled \$1.11, up 17 percent from the prior year; adjusted diluted EPS of \$1.06 increased 9 percent in constant currency.
DPZ	Global retail sales growth (excluding foreign currency impact and 53rd week impact) of 12.0% for the fourth quarter; U.S. same store sales growth of 11.2% for the fourth quarter; International same store sales growth of 7.3% for the fourth quarter; Global net store growth of 388 for the fourth quarter; Diluted EPS up 23.4% to \$3.85 for the fourth quarter;
FSLR	Net sales of \$2.7 billion for 2020 and \$0.6 billion for the fourth quarter. Net income per share of \$3.73 for 2020 and \$1.08 for the fourth quarter. Year-end 2020 cash, restricted cash, and marketable securities of \$1.8 billion; net cash of \$1.5 billion. 5.5 GWDC of 2020 net bookings; 3.3 GWDC since third quarter earnings call.
WWD	Net sales for the first quarter of fiscal 2021 were \$538 million, compared to \$720 million for the first quarter of last year, a decrease of 25 percent. Net earnings and adjusted net earnings were both \$42 million, or \$0.64 per share, for the first quarter of 2021. EBIT1 and adjusted EBIT1 were both \$56 million for the first quarter of 2021.

3. What was the stock price 90 days before the earnings announcement (i.e, day  $t = -90$ )? 1 day before the earnings announcement (day  $t = -1$ )? Calculate the stock return for the period  $(-90 \text{ to } -1)$ . What was the return on the S&P 500 over the same period?

Ticker	Price at $t = -90$	Price at $t = -1$	Stock Return $(-90, -1)$	S&P 500 Index Return $(-90, -1)$
NFLX	489.0499878	497.980011	0.0182581	0.0968375
GIS	57.31999969	58.91999817	0.0364515	0.114985
DPZ	390.4700012	364.5899963	-0.0643761	0.0789072
FSLR	94.69999695	88.02999878	-0.0704332	0.0789072
WWD	88.22000122	111.9499969	0.269966	0.102425

4. What was the stock price 1 day after the earnings announcement ( $t = +1$ )? 90 days after the earnings announcement ( $t = +90$ )? Calculate the stock returns for the periods  $(-1 \text{ to } +1)$  and  $(+1 \text{ to } +90)$ ? What was the return on the S&P 500 over the same period?

Ticker	Price at $t = +1$	Price at $t = +90$	Stock Return $(-1, +1)$	S&P 500 Index Return $(-1, +1)$	Stock Return $(+1, +90)$	S&P 500 Index Return $(+1, +90)$
NFLX	586.3400269	554.4400024	0.177437	0.0221854	-0.0544054	0.0808445
GIS	59.40000153	59.38999939	0.00814648	0.00222678	0.00862895	0.0713638
DPZ	346.5100098	420.6900024	-0.0495899	-0.0291127	0.217236	0.100976
FSLR	81.01999664	77.52999878	-0.0796314	-0.0291127	-0.0430772	0.100976
WWD	118.0699997	124.5400009	0.0546669	0.0301731	0.0562758	0.0957423