



WSP Global
Inc

TSX: WSP



Recommendations

- **Recommendation:** I recommend buying WSP because the stock has proved to be a steadily increasing stock, with estimated earnings for the company forecasted to grow 47.1% each year
- **Investment Thesis:** The current stock price is reflected by the world's attitude towards renewable and sustainable projects
- **Catalysts:** Due to the increase in demand to make the world's major cities more sustainable (Paris Climate Agreement, etc.) consultants like WSP are needed to assist in these projects. More revenue streams will increase from around the world, meaning this stock is a buy and hold for the foreseeable future (possibly 5+ years at current rate)
- **Valuation:** The company's intrinsic value is close to \$160/share, where the current rate is \$149/share
- **Risks:** Shareholders have been diluted in the past year, projections for stock price based on projects instead of more steady revenue stream

About WSP

Publicly traded stock on the Toronto Stock Exchange

Global Engineering firm that consults with clients about sustainable engineering practises

Major developments in Toronto, London, Qatar, Australia

Focus on net-zero carbon projects, excellent for future success

Headquarters in Montreal, Canadian company

Acquisitions

Golder Associates – US \$1.1 Billion –
December 2020 – Canadian Based

Lievens – October 2019 – Europe
Based

Orbicon – September 2019 – Europe
Based

Louis Berger – July 2018 – US Based

Company Background

- **Industry:** Engineering Consulting (Industrial & Commercial)
- **LTM Financials:** \$8.8 B Revenue, 753 M EBITDA
- **Market Cap:** 17.06 B

145.13 CAD

+105.95 (270.42%) ↑ past 5 years

Jul. 2, 4:00 p.m. EDT · Disclaimer

TSE: WSP

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1D | 5D | 1M | 6M | YTD | 1Y | 5Y | Max



Catalysis

Environmental Based Design:

- Focus on making renewable cities to reduce carbon footprint
- Current work in Qatar, London, Toronto, other large cities
- Increased investments by cities, strong liquidity ratio (median: 1.48)

Human Based Design:

- Working to make all designs “human-centered”, easy to use
- Customers happy with projects = more projects in the future

Diversity:

- Worldwide business, opportunities around the globe
- Stock is influenced by global market, not national market
 - Safer option since stock is not highly affected by inflation in an individual country

Valuation Summary



Key Risk Factors

Projects based earnings

Lower demanded in
economically unstable
countries

Pandemic continuation



I recommend purchasing and holding the stock for at least a year



Value is expected to go up along with revenue and project interest

Summary and Recommendations