

MICROSOFT (NASDAQ: MSFT)

CAMSIF TECHNOLOGY — Long Recommendation



Table of Contents

I	BUSINESS PROFILE	4
II	FINANCIAL PERFORMANCE	5
III	VALUATION	6
IV	NEWS	7

Main Thesis Point

Microsoft's dominant market position allows it to constantly stand out among peers

Microsoft Corporation's strong financial enables it to acquire good assets available in the market, thus integrating to their services, providing continuous and reliable boosts to their revenue generation.

Diversified Operations

Reduces risk profile across segments

Continuous M&A

Boosts potential for growth

Enhances competitive positioning over time

Investment in R&D

\$27.2Bn in FY2023

Drives technology advancements

Crucial for long term success

Leads to an enterprise that will succeed in the new era of SaaS and AI

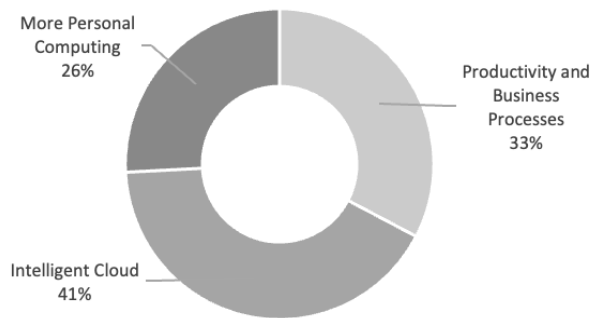
...with their established dominant position in the field of personal computing, etc.

Business Profile

Business Description

Microsoft Corporation develops and supports software, services, devices and solutions worldwide

Total Revenue Breakdown



Primary Industry: Systems Software

Market Cap (\$): 2,427.08Bn

Total Revenue (\$): 211,915Mn in FY2023

Products and Services

Productivity and Business Processes

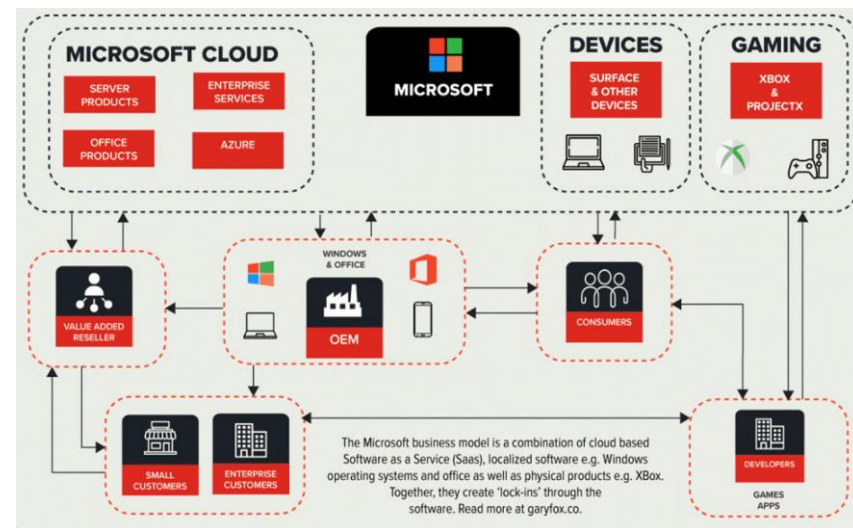
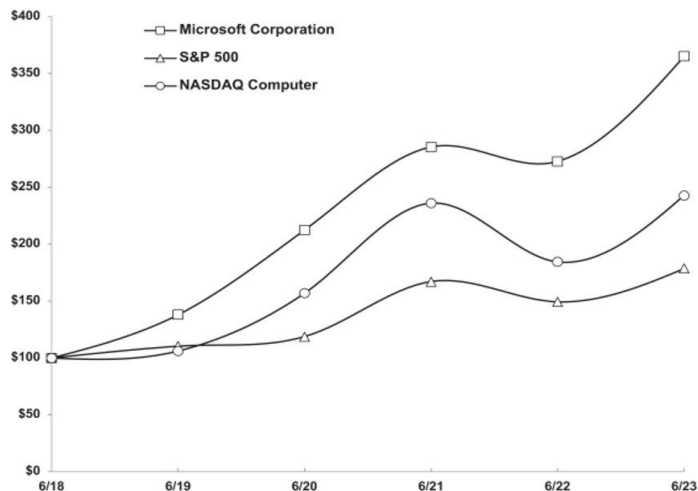
Office Commercial ; Office Consumer ; LinkedIn; Dynamics

Intelligent Cloud

Server Products and Cloud Services; Enterprise Services

More Personal Computing

Windows; Devices; Gaming; Search and News Advertising



Financial Performance

Recent Performance

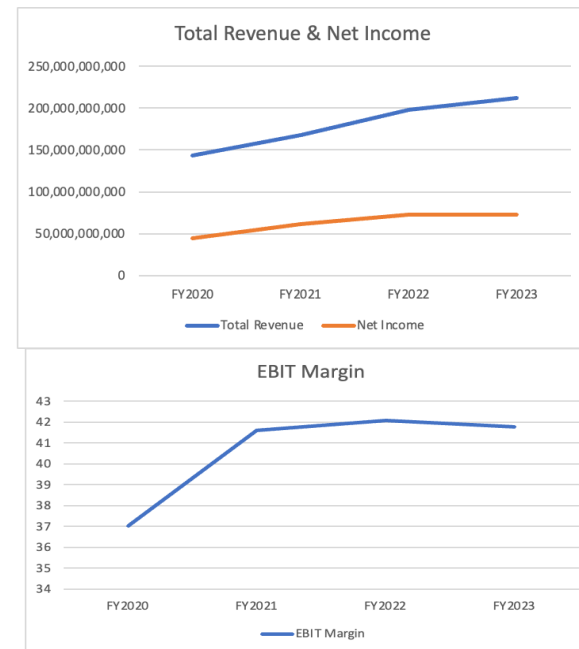
Total Revenue (\$): 211,915 Mn (+7% Y/Y)

Net Income (\$): 88,523 (+6% Y/Y)

Diluted EPS: 9.68 (~+0% Y/Y)

EBIT Margins: 41.77% (~-0%Y/Y)

Comparison Over Time



Fundamentals

Market Cap (\$): 2.43 Tn (2nd!!)

Enterprise Value (\$): 2.39 Tn

ROIC: 28.42%

Cash Balance (\$): 111.26 Bn (+6.21% Y/Y)

Total Debt (\$): 47.24 Bn (-5.11% Y/Y)

Debt/Equity Ratio: 0.229

Valuation

Relative Valuation

Companies	P/E	EV/EBITDA	Dividend Yield	Beta (5Y)	Debt to Equity Ratio
Microsoft	33.6x	23.8x	0.92%	0.90	0.23
Alphabet Inc	28.1x	18.4x	0.00%	1.04	0.04
Apple	28.5x	22.1x	0.56%	1.31	1.81
Meta Platforms Inc	35.7x	19.5x	0.00%	1.21	0.14
IBM	76.2x	12.9x	4.81%	0.77	2.28
Oracle Corp	29.8x	17.1x	1.57%	0.99	37.53
Fortinet Inc	41.8x	32.8x	0.00%	1.13	3.09
Vmware Inc	45.7x	21.1x	0.00%	0.81	4.10
LTM Median	35.7x	19.5x			
LTM EPS	9.71				
Implied Share Price	346.65				
Current Share Price	326.67				
Upside	6.12%				

Recent Trends

Much of Microsoft's cash is spent on acquisitions (>225) or returned to shareholders

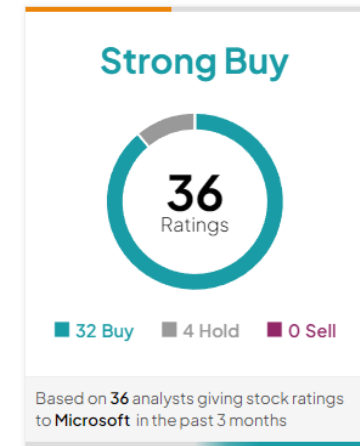
Increase in antitrust lawsuits brought against big tech firms (DOJ v Google, FTC v Amazon and DOJ/CMA v Microsoft)

Expanding AI infrastructure (e.g. A\$5 billion in Australia over two years)

FY 24 Q1 earnings release (right now!)



MSFT Analyst Ratings



The Bottom Line

Blue Chip Stock — Very Low Risk

Diverse and expanding product range used worldwide

Well-established and reputable firm with a long history

Very strong financials and outlook

326.67 USD

+219.71 (205.41%) ↑ past 5 years

Closed: 20 Oct, 19:59 GMT-4 • Disclaimer

After hours 326.84 +0.17 (0.052%)

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



Open	331.72	Mkt cap	2.43T	CDP score	A
High	331.92	P/E ratio	33.73	52-wk high	366.78
Low	325.45	Div yield	0.92%	52-wk low	213.43

Thanks for listening!

Any questions?