



Company	Ticker	Sector	Industry
Amdocs Limited	DOX-US	Information Technology	It Services

Business Description

Amdocs Ltd. is a holding company, which engages in the provision of software products and services for the communications, entertainment, and media industry service providers. The company was founded in 1988 and is headquartered in Saint Louis, MO.

Price Chart



Key Info & Metrics

Empirical Research Rank:	3
Date Purchased:	08/01/2022
Price:	\$95.19
52-Week Range:	\$76.96 - \$97.05
Dividend Yield:	1.66%
Market Cap (\$M):	\$11,501
Forward Price-to-Earnings:	16
Total Return	
Year-to-Date:	4.7%
1 Year:	24.6%
3 Year:	36.8%
5 Year:	61.2%

Investment Case - Updated: November 6, 2022

Amdocs specializes in providing IT services to communication service providers (CSPs) and is the second largest behind IBM. In the late 1990s the trend toward outsourcing drove a period of hyper growth. The company's client list rose from only a few marquee customers to over 60 by 1999. After the dot-com bust in 2001, the client list kept growing but new clients were a much smaller contributor to growth. After the financial crisis in 2008, Amdocs found itself with a large enough revenue base and a diverse enough client list that revenue growth started tracking closely with modest overall CSP spending. The advent of fifth generation (5G) wireless service in 2019 dramatically expanded Amdocs' addressable market. 5G technology allows better utilization of wireless spectrum and a faster speed of service. CSP spending is accelerating to deliver these benefits to consumers. A key enabler of superior 5G technology is orchestrating network operations with software instead of a complex array of hardware. Amdocs is capitalizing on this by offering new products to its client base and securing big contracts to overhaul existing technology configurations.

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