

# Deep Research Report: DLO

Comprehensive Stock Analysis

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## ■ DEEP RESEARCH: DLO

## ■ BUSINESS ANALYSIS: DLO

DLocal Limited

## WHAT DO THEY DO?

DLocal Limited, together with its subsidiaries, operates a payment processing platform worldwide. The company offers a robust pay-in solution that allows businesses to get paid for their products and services through various payment methods, including international and local cards, online bank transfers, direct debit, cash, and hundreds of alternative payment methods (APMs). It also provides a pay-out solution used by merchants to scale their pay-out operations.

## COMPANY INFO

Sector: Technology

Industry: Software - Infrastructure

Headquarters: Montevideo, Uruguay

Employees: 1,095

CEO: Mr. Pedro Arnt

### Key Executives:

- Mr. Pedro Arnt - CEO & Director
- Mr. Sergio Enrique Fogel Kaplan - President, Chief Strategy Officer & Director
- Mr. Jeffrey K. Brown - Interim Chief Financial Officer

## COMPETITIVE LANDSCAPE

### Competitive Advantages:

- Network Effect

- Cost Advantage

## RECENT NEWS

- 
- Can DLocal Limited stock reach \$100 price target - Earnings ...  
Newser | 2025-12-04
  - Is Dlocal (DLO) The Best Small-Cap Stock to Buy Now? - Yahoo...  
Yahoo Finance | 2025-11-27
  - DLocal Limited: My First Strong Buy (NASDAQ:DLO) - Seeking A...  
Seeking Alpha | 2025-09-16

## NEWS SENTIMENT ANALYSIS

- 
- Overall: Mixed (+10/100)
  - The recent headlines reflect a mix of optimism about DLocal's potential and concerns regarding its stock perform
  - Themes: price target speculation, investment interest, stock performance decline
  - Bullish: strong buy recommendation, new investment from Corsair Capital Management
  - Bearish: stock sinking news

## ■ FUNDAMENTAL ANALYSIS: DLO

DLocal Limited

Quality Score: 70/100

## COMPANY OVERVIEW

Sector: Technology

Industry: Software - Infrastructure

Market Cap: \$3.97B

Enterprise Value: \$3.3B

## VALUATION

P/E (TTM): 24.1x

P/E (Forward): 23.6x

P/S: 4.13x

P/B: 7.85x

EV/EBITDA: 16.3x

## GROWTH

Revenue Growth (YoY): 52.1%

Earnings Growth (YoY): 88.9%

Revenue 3Y CAGR: 45.1%

### Revenue History (billions):

**2024: \$0.75B**

**2023: \$0.65B**

**2022: \$0.42B**

**2021: \$0.24B**

## PROFITABILITY

Gross Margin: 38.6%

Operating Margin: 19.7%

Net Margin: 17.8%

**ROE: 35.6%**

**ROA: 9.7%**

## CASH FLOW

Free Cash Flow: \$0.12B

FCF Margin: 12.0%

Operating Cash Flow: \$0.17B

## BALANCE SHEET

Cash: \$0.73B

Debt: \$0.07B

Debt/Equity: 0.13x

Current Ratio: 1.46x

## OWNERSHIP

Insider Ownership: 15.2%

Institutional Ownership: 59.7%

Short Interest: 17.8%

### ■ Strengths:

- Strong revenue growth (52.1%)
- Low debt
- High insider ownership (15.2%)

## ■ VALUATION ANALYSIS: DLO

DLocal Limited

LOCATION Current Price: \$13.47

■ Avg Fair Value: \$15.55

↑ Upside: +15.4%

Verdict: ● Slightly Undervalued

**DCF \$ 24.65 (+83%)**

■ Based on 25% growth, 10% discount rate

Graham Number \$ 4.65 (-65%)

■ EPS: \$0.56, Book: \$1.72

PE-Based \$ 14.25 (+6%)

■ Target PE: 25x (Technology), using forward EPS

Analyst Target \$ 17.39 (+29%)

■ 9 analysts (\$15-\$20)

PEG-Based \$ 16.80 (+25%)

■ Growth: 89% → Fair PE: 30x

## KEY METRICS

Trailing P/E: 24.1x

Forward P/E: 23.6x

Price/Book: 7.85x

EV/EBITDA: 16.3x

## ■ Fair value estimates are not guarantees

Always do your own due diligence

## Insider Activity (SEC Form 4)...

No recent insider transactions found

## ■ SHORT INTEREST: DLO

DLocal Limited

Signal: ● High Short Interest | ■ Long Days to Cover

Squeeze Risk: METRICS Low Squeeze Risk

# KEY METRICS

Short Interest:	13,614,583 shares
% of Float Shorted:	17.8%
Days to Cover:	5.0 days
Avg Daily Volume:	2,417,222
Float:	93,583,511 shares

# CHANGE FROM PRIOR MONTH

Previous: 13,662,314 shares

Current: 13,614,583 shares

Change: ↓ -0.3%

# INTERPRETATION

- Significant short interest - Bears are positioned  
Watch for catalysts that could trigger covering
  - Takes 5 days to cover all shorts  
Long covering time increases squeeze potential
- Data from Yahoo Finance (2-week delay typical)

# EARNINGS ANALYSIS: DLO

DLocal Limited

Signal: ● Frequent Misser | ↑ 3-Quarter Streak

# NEXT EARNINGS

- Date: Not announced yet
- ## ■ Beats: 0
- Misses: 0

Buyback Yield: 0.0%

**TOTAL: 0.0%**

## ■ OPTIONS ANALYSIS: DLO

DLocal Limited

Stock Price: \$13.47

## IMPLIED VOLATILITY (IV)



Signal: ■ IV Very Low - Options CHEAP

Current IV: 0.0%

IV Percentile: 1% (vs 52-week range)

IV Rank: 1%

52-Week Range: 0% - 4%

## HISTORICAL VOLATILITY (HV)

30-Day HV: 42.6%

60-Day HV: 46.7%

IV Premium: ✓ -42.6% (IV - HV)

## ■ LEAPS TIMING

● EXCELLENT time to buy LEAPS | IV is historically low | ✓ IV < HV - extra discount

## OPTIONS LIQUIDITY

Total Volume: 4,722

Open Interest: 191,894

Liquidity: High

■ Buy LEAPS when IV Percentile < 30%

Sell/avoid when IV Percentile > 70%

# ■ TECHNICAL ANALYSIS: DLO

DLocal Limited

Current Price: \$13.47

## ■ RELATIVE STRENGTH vs SPY

Signal: ■ In Line with Market

1 Month: ↓ -5.9%

3 Month: ↓ -4.9%

6 Month: ↑ +13.5%

YTD: ↑ +2.9%

## ■ 52-WEEK RANGE

Signal: ■ Mid Range

52-Week High: \$16.78 (-19.7%)

52-Week Low: \$7.26 (+85.7%)

## ■ MOVING AVERAGES



Signal: ■ Neutral-Bullish (above 200 SMA)

50 SMA: \$14.16 ■

200 SMA: \$11.62 ■

Golden Cross: Yes ■

## ■ SUPPORT & RESISTANCE



Next Resistance: \$15.19 (+12.8%)

Next Support: \$12.60 (-6.5%)

Key Resistance: \$15, \$16, \$16

Key Support: \$10, \$12, \$13

## ■ SEASONALITY

Signal: ■ Historically Weak Month

Dec Historical Avg: -0.7%

Best Months: Aug (+28.5%), Nov (+11.2%), Oct (+6.0%)

Worst Months: Jul (-7.3%), Feb (-12.1%), Mar (-12.2%)

## ■ PEER COMPARISON: DLO

Verdict: ● Discount to peers | ● Growth leader | ● Best-in-class margins

Metric DLO STNE PAGS AFRM INTU Avg

Market Cap (\$B) 4.0 4.2 3.0 22.7 184.6 N/A

P/E Ratio 24.1 N/A 7.6 99.6 45.4 50.9

Forward P/E 23.6 11.2 8.1 146.1 29.8 48.8

PEG Ratio N/A N/A N/A N/A N/A N/A

Revenue Growth % \*52.1 16.0 4.5 33.6 41.0 23.8

Profit Margin % 17.8 -7.8 11.3 6.7 21.2 7.9

ROE % \*35.6 -8.4 15.1 7.6 22.0 9.1

Debt/Equity \*13.2 141.9 17.7 241.2 N/A 133.6

Price/Book 7.9 0.4 0.2 6.9 9.6 4.2

YTD Return % 21.0 94.2 66.7 9.9 7.2 N/A

METRICS RANKINGS (1 = best)

1st Debt To Equity: #1 of 5

3rd Forward Pe: #3 of 5

2nd Pe Ratio: #2 of 5

Price To Book: #4 of 5

3rd Price Ytd Pct: #3 of 5

2nd Profit Margin: #2 of 5

1st Revenue Growth: #1 of 5

1st Roe: #1 of 5

■ Not in your watchlist. Add with: `python deep_research.py --add DLO`

■ **ANALYSIS COMPLETE**