



## **TAMID Equity Research Report 2023-01-30: HIFS**

### Introduction

This report is aimed at providing a predictive stock market research report for Hingham Institution for Savings (HIFS). This report will analyze the key financial, economic and business factors that are likely to impact the stock price of HIFS in the future. The report will be based on the consolidated balance sheets and statements of net income as of December 31, 2022.

### Non-GAAP Measurements

The Non-GAAP measurements that represent return on average assets and return on average equity, excluding the after-tax gain (loss) on equity securities, net, and the after-tax gain on disposal of fixed assets, are important indicators of the financial performance of HIFS. A positive return on average assets and return on average equity suggests that the company is generating higher profits, which in turn can drive up its stock price.

### Cash and Cash Equivalents

The company's cash and cash equivalents have increased from \$271,161 in 2021 to \$362,033 in 2022. This increase in cash and cash equivalents indicates that the company is generating more cash, which can be used to fund growth and expand its business, potentially increasing the stock price.

### Securities and Investments

HIFS holds securities and other marketable equity securities, which can impact its stock price. The company's securities and investments have increased from \$88,473 in 2021 to \$63,196 in 2022. A decrease in the value of securities and investments can negatively impact the stock price, while an increase in the value of these assets can positively impact the stock price.

#### Loan Portfolio

The company's loan portfolio has increased from \$2,999,096 in 2021 to \$3,657,782 in 2022. A growth in the loan portfolio can indicate that the company is expanding its business and can potentially increase the stock price. However, if the loan portfolio experiences an increase in default rates, this can negatively impact the stock price.

#### Net Income

The company's net income has decreased from \$67,458 in 2021 to \$37,519 in 2022. A decrease in net income can negatively impact the stock price, as investors may see this as a sign of financial weakness.

#### Dividends

HIFS has declared dividends of \$1.26 per share in 2022, compared to \$1.30 in 2021. A decrease in dividends can indicate that the company is retaining more of its profits for growth and expansion, which can be positive for the stock price in the long term. However, a decrease in dividends can also negatively impact the stock price in the short term, as investors may view this as a sign of financial stress.

#### Conclusion

In conclusion, the key factors that are likely to impact the stock price of HIFS in the

future are its Non-GAAP measurements, cash and cash equivalents, securities and investments, loan portfolio, net income, and dividends. An increase in the value of these factors can positively impact the stock price, while a decrease in the value of these factors can negatively impact the stock price.