

Key Statistics (USD)

Price	53.69
Market Cap	99.29B
Enterprise Value	102.36B
PEG Ratio (5 yr. expected)	2.97
52 weeks high	59.66
52 weeks low	40.39
Beta (5Y-monthly)	0.93
Dividend yield %	1.79%
EPS (TTM)	2.09
1-Yr Stock performance	25.09%

Growth Rates

	Company	3-Yr Avg
Revenues	9.47%	7.32%
Earnings	51.31%	-1.97%
Free Cash Flow	585.92%	223.91%

Margins

	Company	3-Yr Avg
Gross Profit Margin	34.99%	33.67%
Operating Margin	15.11%	15.40%
Net Profit Margin	11.69%	12.08%

Key Ratios

	Company	3-Yr Avg
Current Ratio	1.18	1.19
Total Ratio	1.53	1.57
Financial Leverage	3.05x	2.90x
ROE	0.287	0.266
ROA	0.126	0.107
ROC	0.144	0.139

Valuation Metrics

	TTM	FY 2-23
Price to Sales	3.06	2.36
Price to Earnings	25.68	20.34
Price to Free Cash Flow	19.72	28.89
Price to Book Value	7.06	5.15

Firm's Brief Description.

ABB Ltd, headquartered in Zurich, Switzerland, provides electrification, motion, automation, and robotics solutions globally. Its Electrification segment includes renewable power solutions, modular substations, automation products, switchgears, and intelligent building systems. The Motion segment designs and manufactures drives, motors, generators, and traction converters, promoting low-carbon solutions. The Process Automation segment offers control technologies, industrial software, advanced analytics, marine propulsion, and services like remote monitoring and cybersecurity. The Robotics & Discrete Automation segment provides industrial and collaborative robots, autonomous mobile robotics, machine vision, and digital services. ABB serves industries such as energy, mining, pharmaceuticals, food and beverage, and marine. Founded in 1883, it operates across Europe, the Americas, Asia, the Middle East, and Africa.

Sector Overview

- Swiss Companies Expand in India with \$100 Billion Trade Pact. The investment by Swiss companies, such as ABB, in India through a \$100 billion trade agreement signifies tremendous growth opportunities for the company in a rapidly developing market.
- ABB Reports Q3 Earnings Snapshot with \$947 Million Profit. The strong third-quarter earnings demonstrate the company's financial stability, boosting investor confidence and the attractiveness of its stock.
- ABB Focuses on Electrification and Automation with New Branding. The new strategy focusing on "cleaner" and "faster" electrification and automation highlights ABB's commitment to innovation and sustainable solutions.

Fundamental Analysis

ABB Ltd (ABBNY) saw a 25.09% increase in stock performance over the past year. Over the last year, the company experienced solid growth with revenue increasing by 9.47%, while earnings rose by 53.14%, and free cash flow surged impressively by 585.92%. While ABB's growth is strong, its profitability margins showed slight declines. The gross profit margin stood at 34.99%, slightly above the 3-year average of 33.67%, while the operating margin was 15.11%, just below the 3-year average of 15.40%. The net profit margin of 11.69% was also slightly under the 3-year average of 12.08%. ABB's liquidity remains solid with a current ratio of 1.18 and a total ratio of 1.52, indicating the company is well-positioned to meet its short-term obligations. Its return on equity (ROE) of 28.70% and return on assets (ROA) of 12.61% demonstrate effective management and strong profitability relative to assets and equity. Financial leverage remains moderate, with a ratio of 3.05, reflecting conservative debt usage. In terms of valuation, ABB's price-to-earnings ratio of 25.68 and price-to-book ratio of 7.06 indicate that the stock is fairly valued, reflecting investor confidence in the company's strong financial performance and growth potential.

Target Price (1 year forward): 53.15\$

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