

Sparta Capital Ltd SAY ★★★^Q 16 Feb 2018 02:00 UTC

Last Close
16 Feb 2018
0.13

Fair Value^Q
16 Feb 2018 02:00 UTC
0.13

Market Cap
16 Feb 2018
21.0 Mil

Sector
Industrials

Industry
Pollution & Treatment Controls

Country of Domicile
CAN Canada

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Company Profile

Sparta Capital Ltd is engaged in product development, manufacturing, distribution, sales and services across a range of complementary products designed to achieve reduced emissions and increased operating efficiency of carbon fuel powered equipment.

Quantitative Scores

		Scores		
		All	Rel Sector	Rel Country
Quantitative Moat	None	48	41	62
Valuation	Fairly Valued	33	35	15
Quantitative Uncertainty	Very High	59	58	80
Financial Health	Moderate	32	19	19



Source: Morningstar Equity Research

Valuation	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Sector Median	Country Median		
Price/Quant Fair Value	1.01	0.93	0.96	0.86		
Price/Earnings	—	—	19.7	15.1		
Forward P/E	—	—	16.8	12.5		
Price/Cash Flow	637.5	13.1	12.1	9.2		
Price/Free Cash Flow	—	13.9	19.4	16.0		
Trailing Dividend Yield %	—	—	1.97	3.33		
Price/Book	—	27.0	1.9	1.9		
Price/Sales	2.6	54.9	1.0	2.5		

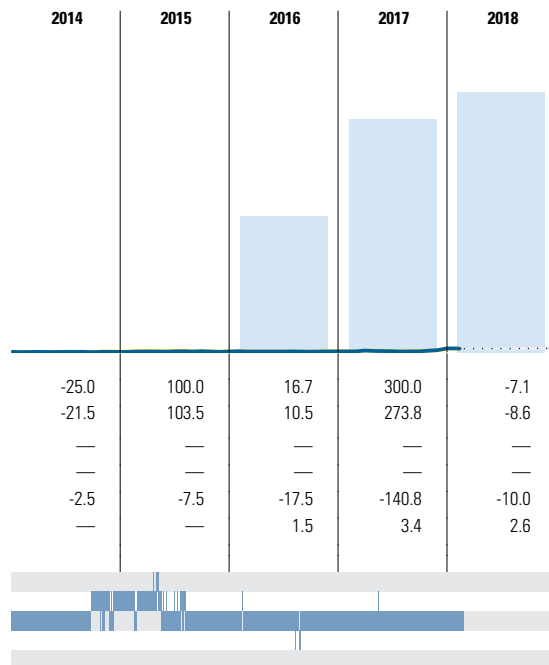
Profitability	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Sector Median	Country Median		
Return on Equity %	—	—	11.0	11.2		
Return on Assets %	-100.4	-269.9	4.7	4.5		
Revenue/Employee (K)	—	—	493.5	408.3		

Financial Health	Current		5-Yr Avg		Sector Median	Country Median
	Current	5-Yr Avg	Sector Median	Country Median		
Distance to Default	0.4	0.4	0.6	0.5		
Solvency Score	—	—	488.4	564.1		
Assets/Equity	-3.1	-4.6	1.8	1.2		
Long-Term Debt/Equity	—	—	0.2	0.2		

Growth Per Share

	1-Year	3-Year	5-Year	10-Year
Revenue %	53.3	-27.5	203.3	73.6
Operating Income %	—	—	—	—
Earnings %	—	0.0	—	—
Dividends %	—	—	—	—
Book Value %	-98.9	—	59.3	-25.8
Stock Total Return %	271.4	63.0	39.1	2.7

Price vs. Quantitative Fair Value



— Quantitative Fair Value Estimate
— Total Return
— Sales/Share
— Forecast Range
— Forecasted Price
— Dividend
— Split
Momentum: —
Standard Deviation: 101.95
Liquidity: Medium
0.02 52-Wk 0.20
0.01 5-Yr 0.20

Total Return %
+/- Market (Morningstar World Index)
Trailing Dividend Yield %
Forward Dividend Yield %
Price/Earnings
Price/Revenue

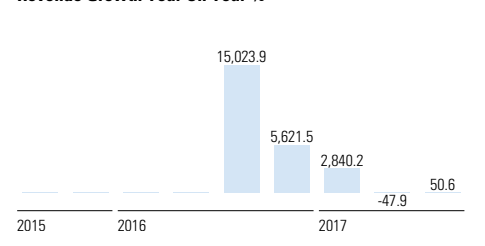
Morningstar Rating^Q
★★★★★
★★★★
★★★
★★
★

	2013	2014	2015	2016	2017	TTM	Financials (Fiscal Year in K)
Revenue	0	0	10	4,544	6,964	6,964	Revenue
% Change	-100.0	—	—	43,842.6	53.3	0.0	% Change
Operating Income	-661	-138	-497	-119	-500	-500	Operating Income
% Change	—	—	—	—	—	—	% Change
Net Income	-661	-138	-441	-71	-1,880	-1,880	Net Income
Operating Cash Flow	-399	-8	-449	101	29	29	Operating Cash Flow
Capital Spending	—	—	—	-16	-66	-66	Capital Spending
Free Cash Flow	-399	-8	-449	85	-37	-37	Free Cash Flow
% Sales	—	—	-4,341.4	1.9	-0.5	-0.5	% Sales
EPS	-0.01	0.00	0.00	0.00	-0.01	-0.01	EPS
% Change	—	—	—	—	—	—	% Change
Free Cash Flow/Share	-0.01	0.00	-0.01	0.00	0.00	0.00	Free Cash Flow/Share
Dividends/Share	—	—	—	—	—	—	Dividends/Share
Book Value/Share	0.00	0.00	0.00	0.00	0.00	0.00	Book Value/Share
Shares Outstanding (K)	62,530	124,530	138,964	150,046	161,296	161,296	Shares Outstanding (K)
Profitability	—	—	—	-35.9	—	—	Profitability
Return on Equity %	-910.4	-275.8	-329.2	-9.3	-100.4	-100.4	Return on Equity %
Return on Assets %	—	—	-4,269.3	-1.6	-27.0	-27.0	Return on Assets %
Net Margin %	—	—	0.08	5.97	3.72	3.72	Net Margin %
Asset Turnover	—	—	—	3.1	—	—	Asset Turnover
Financial Leverage	—	—	46.7	92.4	85.4	85.4	Financial Leverage
Gross Margin %	—	—	-4,810.7	-2.6	-7.2	-7.2	Gross Margin %
Operating Margin %	0	—	—	—	—	—	Operating Margin %
Long-Term Debt	-209	-347	-11	407	-787	-787	Long-Term Debt
Total Equity	—	—	—	330.4	134.9	134.9	Total Equity
Fixed Asset Turns	—	—	—	—	—	—	Fixed Asset Turns

Quarterly Revenue & EPS

Revenue (K)	Dec	Mar	Jun	Sep	Total
2017	1,299.6	1,802.2	1,507.8	2,354.9	6,964.4
2016	22.7	61.3	2,895.8	1,563.8	4,543.7
2015	0.0	0.0	0.0	10.3	10.3
2014	0.0	0.0	0.0	0.0	0.0
Earnings Per Share (I)					
2017	0.00	0.00	0.00	-0.01	-0.01
2016	0.00	0.00	0.00	0.00	0.00
2015	0.00	0.00	0.00	0.00	0.00
2014	0.00	0.00	0.00	0.00	0.00

Revenue Growth Year On Year %



Quantitative Equity Reports Overview

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The Quantitative Ratings are calculated daily and derived from the analyst-driven ratings of a company's peers as determined by statistical algorithms. Morningstar, Inc. ("Morningstar", "we", "our") calculates Quantitative Ratings for companies whether or not it already provides analyst ratings and qualitative coverage. In some cases, the Quantitative Ratings may differ from the analyst ratings because a company's analyst-driven ratings can significantly differ from other companies in its peer group.

i. **Quantitative Fair Value Estimate:** Intended to represent Morningstar's estimate of the per share dollar amount that a company's equity is worth today. Morningstar calculates the Quantitative Fair Value Estimate using a statistical model derived from the Fair Value Estimate Morningstar's equity analysts assign to companies. Please go to <http://global.morningstar.com/equitydisclosures> for information about Fair Value Estimate Morningstar's equity analysts assign to companies.

ii. **Quantitative Economic Moat:** Intended to describe the strength of a firm's competitive position. It is calculated using an algorithm designed to predict the Economic Moat rating a Morningstar analyst would assign to the stock. The rating is expressed as Narrow, Wide, or None.

Narrow – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 70% but less than 99%.

Wide – assigned when the probability of a stock receiving a "Wide Moat" rating by an analyst is greater than 99%.

None – assigned when the probability of an analyst receiving a "Wide Moat" rating by an analyst is less than 70%.

iii. **Quantitative Star Rating:** Intended to be the summary rating based on the combination of our Quantitative Fair Value Estimate, current market price, and the Quantitative Uncertainty Rating. The rating is expressed as One-Star, Two-Star, Three-Star, Four-Star, and Five-Star.

One-Star – the stock is overvalued with a reasonable margin of safety.

*Log (Quant FVE/Price) < -1*Quantitative Uncertainty*

Two-Star - the stock is somewhat overvalued.

*Log (Quant FVE/Price) between (-1*Quantitative Uncertainty, -0.5*Quantitative Uncertainty)*

Three-Star – the stock is approximately fairly valued.

*Log (Quant FVE/Price) between (-0.5*Quantitative Uncertainty, 0.5*Quantitative Uncertainty)*

Four-Star – the stock is somewhat undervalued.

*Log (Quant FVE/Price) between (0.5*Quantitative Uncertainty, 1*Quantitative Uncertainty)*

Five-Star – the stock is undervalued with a reasonable margin of safety.

*Log (Quant FVE/Price) > 1*Quantitative Uncertainty*

iv. **Quantitative Uncertainty:** Intended to represent Morningstar's level of uncertainty about the accuracy of the Quantitative Fair Value Estimate. Generally, the lower the Quantitative Uncertainty, the narrower the potential range of outcomes for that particular company. The rating is expressed as Low, Medium, High, Very High, and Extreme.

Low – the interquartile range for possible fair values is less than 10%

Medium – the interquartile range for possible fair values is less than 15% but greater than 10%

High – the interquartile range for possible fair values is less than 35% but greater than 15%

Very High – the interquartile range for possible fair values is less than 80% but greater than 35%

Extreme – the interquartile range for possible fair values is greater than 80%

v. **Quantitative Financial Health:** Intended to reflect the probability that a firm will face financial distress in the near future. The calculation uses a predictive model designed to anticipate when a company may default on its financial obligations. The rating is expressed as Weak, Moderate, and Strong.

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Moderate – assigned when Quantitative Financial Health is between 0.2 and 0.7

Strong – assigned when Quantitative Financial Health > 0.7

Other Definitions

i. **Last Close** – Price of the stock as of the close of the market of the last trading day before date of the report.

ii. **Quantitative Valuation** – Using the below terms, intended to denote the relationship between the security's **Last Price** and Morningstar's quantitative fair value estimate for that security.

Undervalued – Last Price is below Morningstar's quantitative fair value estimate.

Fairly Valued – Last Price is in line with Morningstar's quantitative fair value estimate.

Overvalued – Last Price is above Morningstar's quantitative fair value estimate.

This Report **has not been made available** to the issuer of the security prior to publication.

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y=10

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