



# Stock Study

Company GLOBAL PAYMENTS I... Date Last Analyzed 08/21/09

Prepared by jah Data From NAIC Data

Exchange NYSE Industry Data Processing & Outsourced

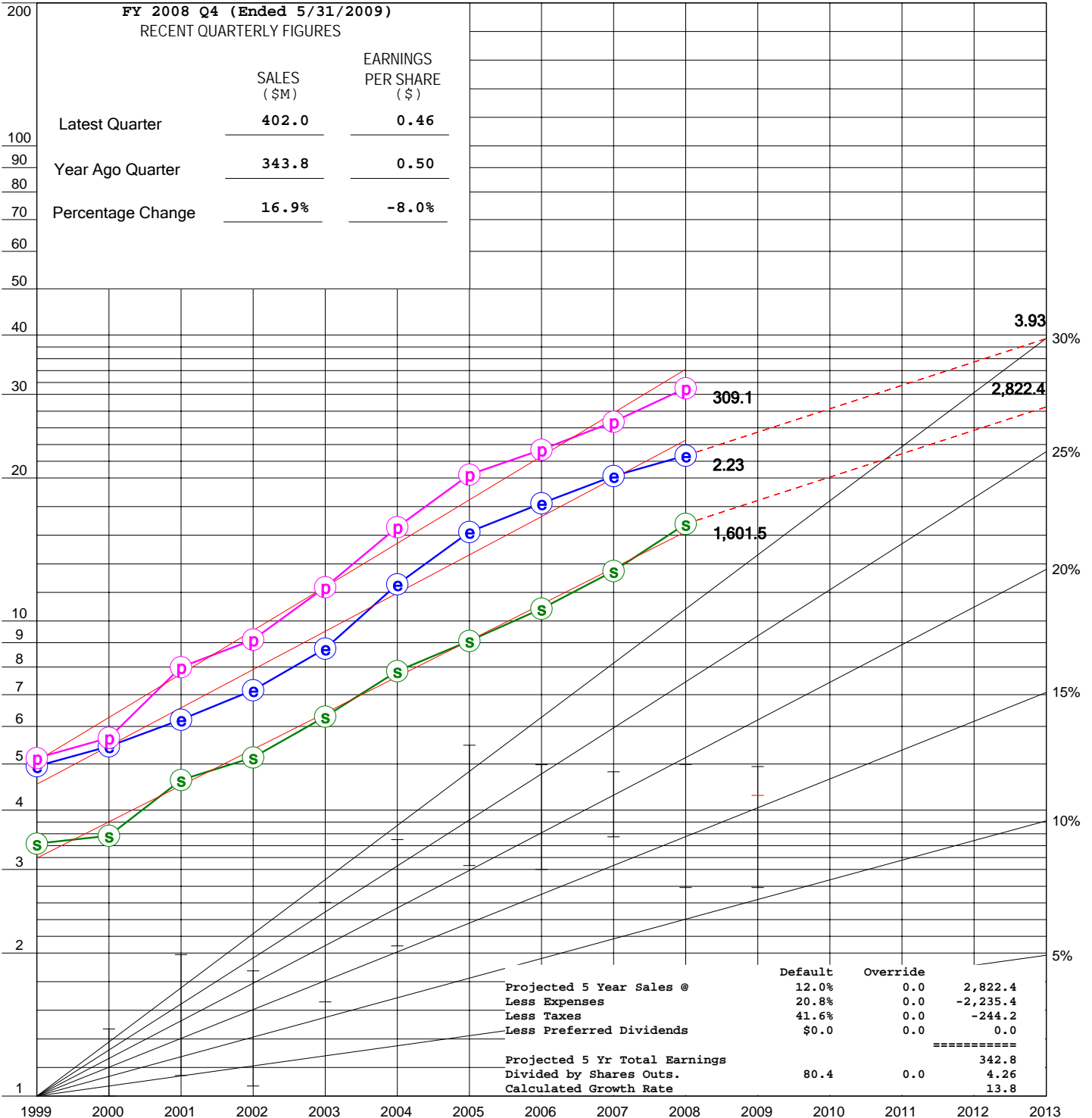
CAPITALIZATION --- Outstanding Amounts

Reference

Preferred (\$M)	0.0	% Insiders	0.0
Common (M Shares)	80.4	% Institutions	0.0
Debt (\$M)	207.2	% to Tot.Cap.	16.5

## 1 Growth Analysis

GPN



(1) Historical Sales Growth 19.2 % (3) Historical Earnings Per Share Growth 20.4 % [www.iclub.com](http://www.iclub.com)  
 (2) Estimated Future Sales Growth 12.0 % (4) Estimated Future Earnings Per Share Growth 12.0 %

## 2 QUALITY ANALYSIS

Company **GLOBAL PAYMENTS INC (GPN)**

08/21/09

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales	15.1	16.1	17.3	17.7	18.7	20.1	22.4	21.6	20.6	19.3	20.8	DOWN
B % ROE (Prev. Year)				17.8	17.7	20.2	20.8	18.3	17.1	15.8	18.4	DOWN
C % Debt/Equity (Prev. Year)				1.1	3.4	0.2	0.0	0.0	0.0	14.7	3.0	UP

## 3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE **42.950** 52-WEEK HIGH **49.390** 52-WEEK LOW **27.480**

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2004	34.7	20.7	1.20	29.0	17.3	0.080	6.7	0.4
2 2005	54.8	30.6	1.54	35.6	19.9	0.080	5.2	0.3
3 2006	49.8	30.0	1.77	28.1	16.9	0.080	4.5	0.3
4 2007	48.2	35.1	2.02	23.9	17.4	0.080	4.0	0.2
5 2008	49.9	27.5	2.23	22.4	12.3	0.080	3.6	0.3
6 AVERAGE		28.8		27.8	16.8		4.8	
AVERAGE P/E RATIO		22.3	PROJECTED P/E RATIO		17.3	TTM EPS		2.22
CURRENT P/E RATIO		19.3	PEG RATIO		1.44	FTM EPS		2.49

## 4 EVALUATING REWARD and RISK over the next 5 years

### A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~27.8~~ **22.0** X Estimated High Earnings/Share **3.93** = Forecast High Price \$ **86.5**

### B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Avg. Low P/E ~~16.8~~ **12.0** X Estimated Low Earnings/Share **2.22** = \$ **26.6**

(b) Average 5-Year Low Price = **28.8**

(c) Recent Severe Low Price = **27.5**

(d) Price Dividend Will Support = Present Divd. ÷ High Yield = **0.080 ÷ 0.004 = 20.7**

Selected Estimated Low Price = \$ **27.5**

### C PRICE RANGES

Forecast High Price **86.5** - Estimated Low Price **27.5** = Range **59.0** 25% of Range = **14.8**

BUY (Lower 25% of Range) = **27.5** to **42.3**

MAYBE (Middle 50% of Range) = **42.3** to **71.7**

SELL (Upper 25% of Range) = **71.7** to **86.5**

Current Price **42.950** is in the **Hold** Range

### D REWARD/RISK ANALYSIS (Potential Gain vs. Risk of Loss)

(Forecast High Price **86.5** - Current Price **42.950**) + (Current Price **42.950** - Estimated Low Price **27.5**) = **2.8** To 1

## 5 TOTAL RETURN ANALYSIS

Relative Value: 86.8% Proj. Relative Value: 77.5%

### A CURRENT YIELD

Present Full Year's Dividend \$ **0.080** ÷ Current Price of Stock \$ **42.950** = **0.2 %** Present Yield or % Returned on Purchase Price

### B AVERAGE YIELD OVER NEXT 5 YEARS

(Avg. EPS Next 5 Years **3.13** X Avg. % Payout **4.8**) ÷ Current Price \$ **42.950** = **0.3 %**

### C % COMPOUND ANNUAL TOTAL RETURN

Average Yield **0.2 %** + Annual Appreciation **15.0 %** = Compound Annual Total Return **15.2 %**

### D % PROJECTED AVERAGE RETURN

Average Yield **0.3 %** + Annual Appreciation **9.2 %** = Projected Average Total Return **9.5 %**



# Quarterly Trend Graph

Company GLOBAL PAYMENTS INC (GPN)

