

▶ **Wall Street Analysts' Most
Recommended Stocks**

▶ **Filtered by risk**

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META PLATFORMS(META:NASDAQ)

COMMUNICATION SERVICES – LARGE CAP VALUE

LAST TRADED: \$187

CONSENSUS TARGET: \$209

Profile: META operates the largest social media platforms in the world – Facebook, Whatsapp, Instagram and Messenger. It has an advertising based business model. It is believed to have earned around 20% of US digital ad revenue in 2022.

Fundamentals		Outlook
Mcap	\$484 bn	Meta's revenue is expected to grow 4% in 2023 and 13% in 2024.
P/E (2022E)	29.7x	Operating margin is expected to be around 26% in 2023 and 27% in
Year end	December	2024 against 25% in 2022.
EPS 2024E	\$11.30	Its \$40 bn buyback is regarded as a positive by the market.
EPS 2023E	\$9.29	Despite an uncertain Ad landscape, its initiatives like Reels (an AI
EPS 2022	\$8.59	Driven Ad platform) and metaverse could be key growth drivers.
Next earnings day	April 26, 2023	Risks include greater competition, alternative options for adverti-
Div yield	-	sers and regulation.
ROE	22%	
Institutional holding	73%	

Source:
CFRA,
Morningstar,
Wall Street
Horizon

SERVICENOW(NOW:NYSE)

IT – LARGE CAP GROWTH

LAST TRADED: \$472

CONSENSUS TARGET: \$517

Profile: NOW is a provider of Software-as-a-Service (SaaS) applications used to manage and automate business processes. It had a market share of 35% in 2020 in Information Technology Services Management software.

Fundamentals		Outlook
Mcap	\$96 bn	NOW's revenue growth forecast is healthy at a 3 year CAGR of 22%
P/E (2023E)	51.4x	Operating margin is expected to expand to 32% in 2023 from
Year end	December	23% in 2021.
EPS 2024E	\$11.32	The company is likely to grow its revenue steadily due to cloud
EPS 2023E	\$9.18	migration and digital transformation.
EPS 2022	\$7.59	The company has good pricing power and enjoys stickiness of its
Next earnings day	April 26, 2023	customers which are its competitive strengths
Div yield	-	Increased competition and a weak economy are its main
ROE	7%	Near term risks.
Institutional holding	89%	

Source:
CFRA,
Morningstar,
Wall Street
Horizon

SUNRUN (RUN:NASDAQ)

INDUSTRIALS – MIDCAP BLEND

LAST TRADED: \$27

CONSENSUS TARGET: \$41

Profile: RUN manufactures and maintains residential solar systems in the US. Biden's \$2 tn in subsidies for renewable projects, if enacted, could boost annual solar demand by nearly five-fold from current levels over the next eight years. It had a market share of around 18% as per GreenTechMedia.

Fundamentals		Outlook
Mcap	\$6 bn	RUN's solar energy capacity growth is expected to be around 25%
P/E (2022E)	63x	leading to a revenue growth of 40% in 2022 and 8% in 2023.
Year end	December	The solar energy space is likely to benefit from favorable regulation
EPS 2023E	\$-0.03	and RUN operates in 23 states in the US
EPS 2022E	\$0.43	The company is a market leader in US solar energy after its
EPS 2021	\$-0.39	acquisition of Vivint
Next earnings day	February 22, 2023	Key risks include future margin pressure due to its rising capitalized costs
Div yield	-	The company's debt to capital is around 47%
ROE	-	
Institutional holding	90%	

Source:
CFRA,
Morningstar,
Wall Street
Horizon

COCA-COLA (KO:NYSE)

CONSUMER STAPLES – LARGE CAP BLEND

LAST TRADED: \$60
 CONSENSUS TARGET: \$66

Profile: The Coca-Cola Company is the world's largest nonalcoholic beverage company. Cola-Cola beverages accounted for approximately 47% of worldwide case volumes in 2021 with sparkling soft drinks representing about 69% of volumes. KO has increased its dividend for 60 consecutive years,

Fundamentals		Outlook
Mcap	\$259 bn	KO's revenue is expected to grow 12% in 2022 and 2% in 2023
P/E (2023E)	23.3x	driven by an improvement in price/mix and volume growth
Year end	December	However, operating margin is expected to contract by 40bps
EPS 2023E	\$2.56	In 2022 due to inflation.
EPS 2022E	\$2.49	Key growth drivers for the company are emerging markets and
EPS 2021	\$2.32	Its non-cola beverages
Next earnings day	Feb 14, 2023	Key risks include a pending IRS tax case and unfavorable currency
Div yield	2.9%	Movement in its overseas markets
ROE	41%	
Institutional holding	70%	

Source:
 CFRA,
 Morningstar,
 Wall Street
 Horizon