



## Fortescue Ltd FMG

\$26.78    0.46 | 1.75%    (5:25PM 07-May-2024)    Trading Status: Trading

[Research Report](#)

[Research Snapshot](#)

[Company Profile](#)

Morningstar Analyst Rating™

★

(04:00PM 29-Apr-2024)

Last Price 26.78

★★★★★

★★★★

★★★

★★

★

\$

9.72

13.77

18.63

25.11

Style Box™

Morningstar Sector  
Basic Materials

Market Cap  
82,455 M

Fair Value  
\$16.20

Fair Value Uncertainty  
High

Economic Moat  
None

Capital Allocation  
Standard

Overview	Investment Outlook	Forecasts	Profile	Financials	Shareholders	Dividends	Other	Charts
----------	--------------------	-----------	---------	------------	--------------	-----------	-------	--------

## Morningstar Forecast

Updated: 24-Apr-2024

Forecasts	Actual					Forecast		
Per Share	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
Sales ¢	455.1	622.9	967.3	781.2	817.3	904.3	826.9	786.5
Adjusted Earnings ¢	144.0	229.0	446.9	278.4	267.5	311.4	232.2	208.7
Free Cash Flow¢	160.2	220.7	392.0	159.9	206.2	246.7	179.0	196.3
Net Tangible Assets ¢	478.6	640.2	769.4	767.6	857.4	978.3	1,062.7	1,135.3
Book Value ¢	478.3	639.9	769.5	778.8	871.5	992.6	1,077.0	1,149.6
Dividends ¢	114.0	176.0	358.0	207.0	175.0	202.8	151.1	135.2
Franking %	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Growth %	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
Sales Revenue	57.9	36.5	55.2	-19.4	4.6	10.6	-8.6	-4.9
EBITDA	107.2	47.5	76.0	-33.3	-10.3	27.2	-20.3	-6.9
Pre-Tax Profit	223.0	56.3	97.4	-38.0	-15.9	33.2	-25.4	-10.1
EPS	222.3	59.1	95.1	-37.7	-3.9	16.4	-25.4	-10.1
DPS	395.6	54.4	103.4	-42.2	-15.5	15.9	-25.5	-10.5
Free Cash Flow per share	332.2	37.4	77.5	-59.3	28.9	19.6	-27.4	9.6
Profit & Loss (\$Mil)	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
Sales Revenue	14,102.7	19,246.7	29,875.3	24,082.5	25,188.1	27,869.6	25,483.3	24,237.5
EBITDA	8,423.9	12,422.7	21,868.9	14,579.7	13,084.5	16,640.8	13,270.3	12,360.0
Depreciation	1,674.1	2,092.4	1,831.3	2,116.1	2,603.8	2,649.5	2,804.1	2,973.2
Amortisation	NAv	NAv	NAv	NAv	NAv	0.0	0.0	0.0
EBIT	6,749.7	10,330.3	20,037.5	12,463.6	10,480.7	13,991.3	10,466.2	9,386.8
Interest Expense	390.5	406.5	321.8	241.0	410.6	384.0	347.3	309.1
Interest Income	36.4	74.7	21.5	19.4	222.5	100.4	103.2	109.9
Profit Before Tax	6,395.6	9,998.5	19,737.2	12,242.1	10,292.6	13,707.7	10,222.1	9,187.7
Tax	1,934.5	2,921.8	5,935.1	3,668.5	3,120.3	4,112.3	3,066.6	2,756.3
Reported NPAT	4,461.1	7,076.7	13,802.1	8,581.9	7,160.3	9,595.4	7,155.4	6,431.4
Non-Recurring Items After Tax	0.0	0.0	0.0	0.0	-1,083.9	0.0	0.0	0.0
Adjusted NPAT	4,461.1	7,076.7	13,802.1	8,581.9	8,244.3	9,595.4	7,155.4	6,431.4
Free Cash Flow	4,962.9	6,819.8	12,105.7	4,930.1	6,355.3	7,602.6	5,517.9	6,049.1
Effective Tax Rate %	30.2	29.2	30.1	30.0	30.3	30.0	30.0	30.0

Income Statement								
Cash Flow (\$Mil)	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
Receipts From Customers	12,392.2	18,986.7	29,737.2	24,377.5	25,155.3	27,798.1	25,559.7	24,275.3
Payments to Suppliers	-5,422.7	-6,601.4	-7,200.7	-9,815.8	-10,201.6	-11,429.7	-12,031.7	-11,940.0
Other Operating Cashflow	-848.3	-2,797.8	-5,652.2	-5,358.0	-3,857.9	-4,242.1	-3,449.6	-2,907.6
<b>Net Operating Cashflow</b>	<b>6,121.2</b>	<b>9,587.5</b>	<b>16,884.3</b>	<b>9,203.7</b>	<b>11,095.8</b>	<b>12,126.3</b>	<b>10,078.5</b>	<b>9,427.7</b>
Capex	-1,460.0	-2,896.4	-4,861.2	-3,876.2	-4,255.0	-4,722.2	-4,731.5	-3,518.0
Acquisitions & Investments	79.8	-13.5	0.0	-358.7	-307.6	0.0	0.0	0.0
Sales of Investments & Subsidiaries	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Investing Cashflow	4.2	-31.4	-1.3	-16.6	-88.1	0.0	0.0	0.0
<b>Net Investing Cashflow</b>	<b>-1,376.0</b>	<b>-2,941.3</b>	<b>-4,862.6</b>	<b>-4,251.5</b>	<b>-4,650.6</b>	<b>-4,722.2</b>	<b>-4,731.5</b>	<b>-3,518.0</b>
Proceeds from Issues	-180.6	-65.8	-162.2	-191.1	-225.4	0.0	0.0	0.0
Proceeds from Borrowings	0.0	1,245.0	-1,047.1	2,631.2	-1,134.7	-757.2	-759.8	-759.2
Dividends Paid	-3,107.5	-2,877.0	-7,620.3	-9,277.1	-5,855.5	-6,249.5	-4,657.1	-4,166.9
Other Financing Cashflow	-60.2	-216.7	-411.6	-224.3	-250.8	0.0	0.0	0.0
<b>Net Financing Cashflow</b>	<b>-3,348.3</b>	<b>-1,914.5</b>	<b>-9,241.2</b>	<b>-7,061.3</b>	<b>-7,466.4</b>	<b>-7,006.7</b>	<b>-5,416.9</b>	<b>-4,926.1</b>
Net Increase Cash	1,415.2	4,455.2	2,781.9	-2,362.6	-1,398.9	397.4	-69.9	983.6
Cash at Beginning	1,189.8	3,077.3	6,507.6	9,850.4	8,177.1	6,492.5	6,912.9	6,837.8
Exchange Rate Adjustment	18.2	-276.5	1.3	-253.4	-377.7	0.0	0.0	0.0
Cash at End	2,623.2	7,256.0	9,290.8	7,234.5	6,400.4	6,889.9	6,843.0	7,821.4
Balance Sheet (\$Mil)								
Balance Sheet (\$Mil)	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
Cash & Equivalents	2,623.2	7,256.0	9,290.8	7,234.5	6,400.4	6,889.9	6,843.0	7,821.4
Accounts Receivable	1,292.0	811.5	955.9	648.1	776.4	859.0	785.4	747.1
Inventory	1,080.6	1,237.5	1,624.9	1,501.2	1,775.2	1,646.9	1,791.2	1,742.0
Other Short-Term Operating Assets	60.2	106.1	139.4	170.3	132.9	134.8	135.2	135.1
Total Current Assets	5,056.0	9,411.1	12,011.0	9,554.1	9,084.8	9,530.5	9,554.9	10,445.6
Property Plant & Equipment, Net	22,495.8	25,516.4	25,991.4	28,597.1	31,313.8	33,837.1	35,877.6	36,395.2
Goodwill, Net	NAv	NAv	NAv	NAv	NAv	0.0	0.0	0.0
Other Intangibles	8.4	10.5	13.4	355.9	446.4	452.8	454.3	454.0
Other Long-Term Operating Assets	NAv	NAv	NAv	NAv	NAv	0.0	0.0	0.0
Deferred Tax Assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Long-Term Non-Operating Assets	7.0	31.4	36.2	788.0	1,284.0	1,302.4	1,306.8	1,305.8
<b>Total Assets</b>	<b>27,567.2</b>	<b>34,969.4</b>	<b>38,052.0</b>	<b>39,295.1</b>	<b>42,129.0</b>	<b>45,122.9</b>	<b>47,193.6</b>	<b>48,600.6</b>
Accounts Payable	1,380.2	1,579.7	2,571.4	2,165.9	2,318.6	2,151.0	2,339.6	2,275.3
Short-Term Debt	120.4	278.0	223.9	239.6	246.3	249.9	250.7	250.5
Other Short-Term Operating Liabilities	2,203.2	2,319.5	2,406.5	941.7	1,118.2	1,134.3	1,138.1	1,137.3
Total Current Liabilities	3,703.8	4,177.3	5,201.8	3,347.2	3,683.2	3,535.2	3,728.4	3,663.1
Total Long-Term Debt	5,411.5	7,363.6	5,476.6	8,212.2	7,697.8	7,051.3	6,315.1	5,551.2
Long-Term Operating Liabilities	1,250.0	1,177.7	1,297.8	1,260.2	1,628.8	1,652.3	1,657.8	1,656.5
Deferred Tax Liabilities	2,362.8	2,457.0	2,299.2	2,455.3	2,248.4	2,280.8	2,288.4	2,286.7
Long-Term Non-Operating Liabilities	NAv	NAv	NAv	NAv	NAv	0.0	0.0	0.0
<b>Total Liabilities</b>	<b>12,728.2</b>	<b>15,175.6</b>	<b>14,275.4</b>	<b>15,274.9</b>	<b>15,258.3</b>	<b>14,519.6</b>	<b>13,989.8</b>	<b>13,157.5</b>
Preferred Stock	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Minority Interest	18.2	19.4	10.7	11.1	13.4	13.6	13.7	13.7
<b>Total Equity</b>	<b>14,839.0</b>	<b>19,793.8</b>	<b>23,776.6</b>	<b>24,020.2</b>	<b>26,870.7</b>	<b>30,603.2</b>	<b>33,203.9</b>	<b>35,443.2</b>
Profitability %								
Profitability %	06/19	06/20	06/21	06/22	06/23	06/24	06/25	06/26
EBITDA Margin	59.7	64.5	73.2	60.5	52.0	59.7	52.1	51.0
EBIT Margin	47.9	53.7	67.1	51.8	41.6	50.2	41.1	38.7
Net Profit Margin	31.6	36.8	46.2	35.6	28.4	34.4	28.1	26.5
Free Cash Flow Margin	35.2	35.4	40.5	20.5	25.2	27.3	21.6	25.0
Return on Equity	32.6	40.9	63.4	35.9	28.2	33.4	22.4	18.7
Return on Assets	17.6	22.6	37.8	22.2	17.6	22.0	15.5	13.4
Return on Invested Capital(w/Goodwill)	28.6	31.3	60.4	26.8	26.5	30.1	21.2	18.4
ROIC(w/Goodwill) Less WACC	19.2	21.9	51.0	17.4	17.1	20.7	11.8	9.0

<b>Leverage &amp; Liquidity</b>	<b>06/19</b>	<b>06/20</b>	<b>06/21</b>	<b>06/22</b>	<b>06/23</b>	<b>06/24</b>	<b>06/25</b>	<b>06/26</b>
Net Debt to Capital %	16.4	1.9	-17.8	4.8	5.4	1.3	-0.8	-6.0
Net Debt/(Net Debt +Equity) %	16.4	1.9	-17.8	4.8	5.4	1.3	-0.8	-6.0
Net Debt/Equity	19.6	1.9	-15.1	5.1	5.8	1.3	-0.8	-5.7
Net Debt/EBITDA x	0.3	0.0	-0.2	0.1	0.1	0.0	-0.0	-0.2
EBIT/Net Interest Expense x	19.1	31.1	66.7	56.2	55.7	49.3	42.9	47.1
Current Ratio(Current Assets/Current Liabilities) x	1.4	2.3	2.3	2.9	2.5	2.7	2.6	2.9
Dividend Payout Ratio %	79.2	76.9	80.1	74.4	65.4	65.1	65.1	64.8
Net Cash Per Share ¢	-93.9	-12.5	116.2	-39.5	-50.1	-13.3	9.0	65.5
<b>Valuation %</b>	<b>06/19</b>	<b>06/20</b>	<b>06/21</b>	<b>06/22</b>	<b>06/23</b>	<b>06/24</b>	<b>06/25</b>	<b>06/26</b>
Price/Earnings x	3.8	4.5	4.5	7.0	7.4	8.6	11.5	12.8
PEG Ratio x	0.0	0.1	0.0	-0.2	-1.9	0.5	-0.5	-1.3
EV/EBITDA x	2.4	2.6	2.7	4.2	4.8	5.1	6.3	6.8
EV/EBIT x	2.9	3.1	2.9	4.9	6.0	6.0	8.0	9.0
Free Cash Flow Yield %	29.3	21.5	19.4	8.2	10.4	9.2	6.7	7.3
Dividend Yield %	20.9	17.2	17.8	10.7	8.9	7.6	5.6	5.0
Price/(OCF Per Share) x	2.8	3.3	3.7	6.5	5.5	6.8	8.2	8.8
Price/(FCF Per Share) x	3.4	4.6	5.1	12.1	9.6	10.9	15.0	13.6
Price/Sales x	1.2	1.6	2.1	2.5	2.4	3.0	3.2	3.4
Price/NTA x	1.1	1.6	2.6	2.5	2.3	2.7	2.5	2.4
Price/Book x	1.1	1.6	2.6	2.5	2.3	2.7	2.5	2.3

Privacy Policy / Legal Notices / Financial Services Guide (AU) / Terms and Conditions / **User:** shelly@wealthdifferently.com.au / **IP:** 14.202.212.217 / BondAdviser Disclaimer / Complaints Guide

**Help Desk:** Call us at 1800 034 455 (AU) 0800 888 363 (NZ) or email help.au@morningstar.com

© Morningstar Australasia Pty Ltd