SN VALUATION [Stocks, Real Estate, Bonds]

Jabil Circuit (JBL)

Price:	\$16.75	Net Tang. Bk Value Incl. Cash, Excl.	\$1,895,490,000.00	Net Tang. Book Yr. 5 (Inc. Cash):	\$3,096,905,800.00
Market Cap:	\$3,458,037,500	Goodwill (NTBVIC):	\$1,895,490,000.00	Avg. Year Op. Cash:	\$658,403,160.00
Cash:	\$1,011,370,000	NTBVIC/Market Downside Recovery:	54.81%	Year 5 Disposition FCF Multiple:	3.0
Debt:	\$1,905,540,000	Op. Cash Flow:	\$658,403,160	Year 5 Disposition Price:	\$5,072,115,280.00
Net Cash:	-\$894,170,000	Implied Years to Fill Gap:	2.37		
Enterprise Value:	\$4,352,207,500	Today's Equity if 5x Op. CF:	\$3,870,699,480		
		Net Tan	g. Book+ Gain Dispositi	on:	\$5,072,115,280.00
Shares Outstanding:	206,450,000		IRR:		7.96%
				Price:	\$24.57
				Target Market Cap:	\$5,072,115,280
				Target Enterprise Value:	\$5,966,285,280

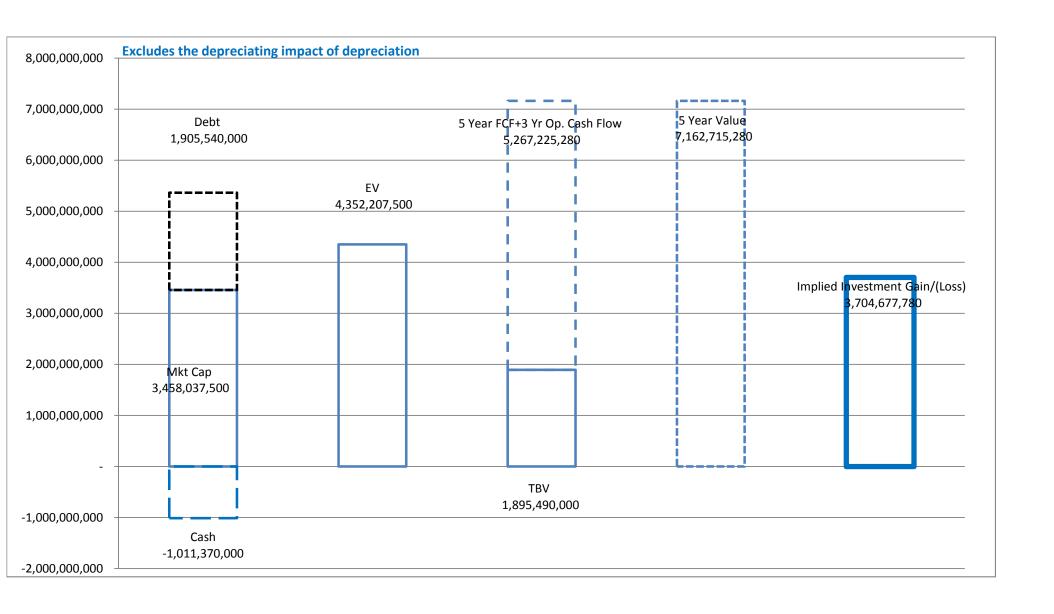
st Our future intrinsic value measures the total return, which includes both capital appreciation and dividend income.

I like the PCB business. Have you ever tried soldering the resistors, capacitors, etc. onto a bread board? Let alone, mass producing millions of these units at economic prices? All this to say, this business is here to stay.

The company owns many factories aka real estate. \$1 BB in cash to partially offset \$2BB in debt. Generates \$600MM in operating cashflow, from which \$500MM is reinvested into capex, and the remaining going to repurchase shares, or paying out dividends.

Revenue is \$16BB, and it is growing at 3-4%.

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Jabil Circuit, Inc., was incorporated in Delaware in 1992. The Company is a provider of electronic manufacturing services and solutions. It provides comprehensive electronics design, production and product management services to companies in the aerospace, automotive, computing, consumer, defense, industrial, instrumentation, medical, networking, peripherals, solar, storage and telecommunications industries. The Company currently conducts its operations in facilities that are located in Argentina, Austria, Belgium, Brazil, Canada, China, England, France, Germany, Hungary, India, Ireland, Israel, Italy, Japan, Malaysia, Mexico, The Netherlands, Poland, Russia, Scotland, Singapore, South Korea, Taiwan, Turkey, Ukraine, United Arab Emirates, the U.S. and Vietnam. The Company's manufacturing production sites allow customers to manufacture products simultaneously in the optimal locations for their products. Its services allow customers to reduce manufacturing costs, improve supply-chain management, reduce inventory obsolescence, lower transportation costs and reduce product fulfillment time. The Company manages its business and operations in the three segments namely Diversified Manufacturing Services (DMS), Enterprise & Infrastructure (E&I) and High Velocity Systems (HVS). Its DMS segment is composed of dedicated resources to manage complexity of global products in regulated and other industries and introduce materials and process technologies including design and aftermarket services to its customers. The Company's E&I and HVS segments offer integrated global manufacturing and supply chain solutions designed to provide cost effective solutions for its customers. Its E&I segment is focused on its customers in the computing, storage, networking and telecommunication sectors. The Company's HVS segment is focused on the particular needs of the consumer products industry, including mobility, display, set-top boxes and peripheral products such as printers and point of sale terminals. The Company is subject to a variety of federal, state, local and foreign environmental, product stewardship and producer responsibility laws and regulations, including those relating to the use, storage, discharge and disposal of hazardous chemicals used during its manufacturing process, those requiring design changes or conformity assessments or those relating to the recycling of products it manufactures.

Company Name:

				Income Statement		
Company Name:	Jabil Circuit	Market Capitalization:	\$3,458,037,500.00	Revenue:	\$18,310,000,000.00	100.0%
Ticker Symbol:	JBL	Total Debt:	\$1,905,540,000.00	Cost of Goods Sold:	\$16,950,140,000.00	92.6%
Last Price:	\$16.75	RCH Total Cash:	\$1,011,370,000.00	Gross Profit:	\$1,359,860,000.00	7.4%
Net Cash/Share:	-\$4.33	Net Cash/(Debt):	-\$894,170,000.00	EBITDA:	\$1,110,000,000.00	6.1%
Net Cash to Last Price:	-25.86%	Enterprise Value:	\$4,352,207,500.00	Net Income:	\$383,560,000.00	2.1%
Shares Outstanding:	206,450,000	Current EV/Share:	\$21.08	rvet income.	ψ303,300,000.00	2.176
Industry:	Contract Manufacturers	EBITDA:	\$945,450,000.00	Balance Sheet		
Sector:	Technology	EV/EBITDA Multiple:	4.60	Cash:	\$1,011,370,000.00	
Sector.	reciliology	EV/EBITDA Multiple: EV/EBITDA Multiple Average Year 1-5:	4.50	Short Term Investment:	\$0.00	
Institutional Ownership:	90.75%	EV/FCF Multiple (excluding acquisition):	9.12	A/R:	\$1,280,000,000.00	
				PP&E:		
Mutual Fund Ownership:	43.99%	EV/FCF Multiple Average Year 1-5 (excluding acquisition):	27.48		\$2,396,000,000.00	
Insider Ownership:	4.22%			Assets:	\$9,144,270,000.00	
Float:	86.00%	Upper Range		4.5	***********	
		DCF: EV/EBITDA Terminal Value		A/P:	\$3,302,000,000.00	
				Deferred Tax:	\$73,170,000.00	
Technical	· ·	Implied TV from 3 X EV/EBITDA Multiple	\$1,650,320,100.00	Other Liabilities:	\$1,537,780,000.00	
52 week low:	\$15.30			Short term Debt:	\$215,540,000.00	
Today from 52 week low:	9.48%	Enterprise Value	\$1,650,320,100.00	Long Term Debt:	\$1,690,000,000.00	
52 week high:	\$24.32	Cash at Year 5:	\$1,803,385,800.00	Liabilities:	\$6,818,490,000.00	
Today from 52 week high:	45.19%	Debt at Year 5:	\$1,905,540,000.00			
		Equity Value Year 5:	\$1,548,165,900.00	Retained Earnings:	\$1,071,000,000.00	
Analyst/Consensus		Equity/Share at Year 5:	\$7.50	Paid-In Capital:	\$1,853,240,000.00	
Analyst Sales Growth FY1:	-13.50%	Annualized Return:	-14.85%	Treasury Stock:	-\$670,000,000.00	
Analyst Sales Growth FY2:	2.90%	Lower Range		Stockholder's Equity:	\$2,335,490,000.00	
SN Valuation Estimate FY1:	0.00%	DCF: Net Tangible Asset excluding Cash/Debt T	erminal Value			
SN Valuation Estimate FY2:	0.00%			Cash Flow		
		Year 5 Net Tangible Assets excluding cash and debt	\$2,476,380,000.00	Net Income:	370,090,000.00	
Analyst Earnings Estimate FY1:	\$1.11	ů		Depreciation/Amortization:	418,120,000.00	
Analyst Earnings Estimate FY2:	\$1.66	Enterprise Value	\$2,476,380,000.00	Change in Working capital:	456,860,000.00	
SN Valuation Earnings Est. FY1:	\$1.16	Cash at Year 5:	\$1,803,385,800.00	Cash from Operating Activities:	1.213.890.000.00	
SN Valuation Earnings Est. FY2:	\$1.16	Debt at Year 5:	\$1,905,540,000.00		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
on raidation Earnings Eath 12.	ψσ	Equity Value Year 5:	\$2,374,225,800.00	Capital Expenditures:	-736,860,000.00	
Multiples		Equity/Share at Year 5:	\$11.50	Cash from Investing Activities:	-1.374.460.000.00	
Market Value to Book:	1.48	Annualized Return:	-7.24%	oddir from investing retivities.	1,074,400,000.00	
EV to Book:	1.86	Authoritzed Floterii.	7.2470	Total Cash Dividends Paid:	-67,180,000.00	
Market Value to Tangible Net Assets:	6.06	EVA		Issuance (Retirement) of Stock:	-131,270,000.00	
P/E Ratio:	9.02	EVA today:	\$2,476,965,244.51	Issuance (Retirement) of Debt:	178,030,000.00	
Trailing P/E Ratio:	9.06	EVA in 5 Years:	\$4,304,093,267.33	Cash from Financing Activities:	-22.990.000.00	
Forward P/E Ratio:	10.09	EVA/Share:	\$4,304,093,267.33 \$20.85	Cash from Financing Activities.	-22,330,000.00	
Beta:	2.24	Cash at Year 5:	\$1,803,385,800.00			
Dividend:	0.32	Debt at Year 5:	\$1,905,540,000.00	Profitability Margins		
Dividend Yield:	1.91%	Equity Value Year 5:		, ,	81.59%	
Dividend Meia: Dividend Date:	Dec 2, 2013	Equity/Share at Year 5:	\$4,201,939,067.33 \$20.35	Debt to Equity: Return on Assets:	4.06%	
		Equity/Share at Year 5:	\$20.35			
Ex-Dividend Date:	Nov 13, 2013	A	44.000/	Return on Capital:	8.76%	
Name at the ve		Annualized return	11.68%	Return on Equity:	15.91%	
Competitors	N1/A	Ourseast Net Township Access				
Average EV to EBITDA:	N/A	Current Net Tangible Asset	#7.00			
Company EV to EBITDA:	4.60	Net Tangible Asset/Share:	\$7.66			
A EV. EDIT		Net Tangible Asset/Share in Year 5:	\$13.48			
Average EV to EBIT:	N/A	Annualized return	11.97%			
Company EV to EBITA:	8.51					
		Current Equity Price:	\$16.75			
		Selling at Discount?	Premium			
		Appreciation Potential: Copyright SN Valuation All Rig	hts Reserved -54.29%			

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SN VALUATION

Depreciation is: Excluded from COGS

P/E (historical today's price; forecasted intrinsic price)

Revenue

Gross margin SG&A

Unusual expense Other operating expense

Operating Income (EBITA)

Interest income/(expense)

Gain (loss) on sale of asset

Income before tax

Income after tax Minority Interest

Equity in affiliates

Revenue Growth

Margins COGS

SG&A

R&D Unusual expense

Tax

Gross margin

Tax Rate Implied Debt Interest Rate

Other operating expense Depreciation is: Excluded from COGS

Operating Income (EBITA)

Interest income/(expense) Gain (loss) on sale of asset

Income before tax

Income after tax

Equity in affiliates

Minority Interest

Net income
*Figures are in millions (\$)
EPS (based off today's share count)

COGS

R&D

LBO Pro Forma Income Statement

Forecasted 2015 12 months ending 2012-08-31 12 months ending 2013-08-31 2013 12 months ending 2010-08-31 12 months ending 2011-08-31 2014 13,409.41 16,518.83 17,151.94 18,336.89 18,336.89 18,336.89 18,336.89 18,336.89 18,336.89 17,053.31 1.283.58 17,053.31 1.283.58 17,053.31 1,283.58 17,053.31 1.283.58 12,405.27 15,264.26 15,842.90 16,977.03 17,053.31 1.004.14 1.254.57 1.309.04 1.359.86 1.283.58 589.74 590.57 644.45 689.01 733.48 733.48 733.48 733.48 733.48 28.09 25.03 25.84 28.47 0.00 0.00 0.00 0.00 0.00 32.82 38.18 0.00 115.05 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 600.79 638.75 353.49 527.33 550.11 550.11 550.11 550.11 550.11 -76.21 -94.55 -104.09 -119.17 -180.44 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 -2.99 -8.94 0.00 247.27 481.19 508.90 386.06 369.67 369.67 369.67 369.67 369.67 76.50 **170.77** 98.23 **382.96** 112.81 396.09 15.97 **370.09** 129.38 240.28 129.38 240.28 129.38 240.28 129.38 240.28 129.38 240.28 -1.90 1.39 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 168.84 381.06 394.69 371.48 240.28 240.28 240.28 240.28 240.28 \$0.82 \$1.85 \$1.91 \$1.80 \$1.16 \$1.16 \$1.16 \$1.16 \$1.16 20.48 9.07 8.76 9.31 15.54 16.77 18.11 19.55 21.11 N/A 23.19% 3.83% 6.91% 0.00% 0.00% 0.00% 0.00% 0.00% 35.00% -10.68% 30.94% 20.41% 22.17% 4.14% 35.00% 35.00% 35.00% 35.00% -6.42% -7.97% -6.21% -6.25% -10.68% -10.68% -10.68% -10.68% 92.51% 92.41% 92.37% 92.58% 93.00% 93.00% 93.00% 93.00% 93.00% 7.49% 7.63% 7.42% 7.00% 4.40% 0.21% 3.58% 0.15% 3.76% 0.15% 3.76% 0.16% 4.00% 0.00% 4.00% 0.00% 4.00% 0.00% 4.00% 0.00% 4.00% 0.00% 0.24% 0.23% 0.00% 0.63% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 2.64% 3.64% 3.72% 2.88% 3.00% 3.00% 3.00% 3.00% 3.00% -0.57% -0.57% -0.61% -0.65% -0.98% -0.98% -0.98% -0.98% -0.98% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% -0.03% 1.84% -0.02% -0.05% 2.97% -0.03% 0.00% 0.00% 2.02% 0.00% 2.02% 0.00% 2.02% 0.00% 2.02% 2.91% 2.11% 0.57% 0.71% 0.71% 0.71% 0.71% 0.59% 0.66% 0.09% 0.71% 1.27% -0.01% 2.32% 2.31% 2.02% 1.31% 1.31% 1.31% 1.31% 1.31% -0.01% -0.01% 0.01% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 2.30% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 1.31% 2.31% 2.03% 1.31% 1.31%

Name:

Jabil Circuit

Ticker:

JBL

Λdi	inct	ment

	As of 2010-08-31	As of 2011-08-31	As of 2012-08-31	As of 2013-08-31	As of 2013-08-31	+ -	Adjusted Proforma	2014	2015	2016	2017	2018
Cash	744.33	888.61	1,217.26	1,011.37	1,011.37		1,011.37	1169.77316	1,328.18	1,486.58	1,644.98	1,803.39
Short term investment	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Cash and Short term	744.33	888.61	1,217.26	1,011.37	1,011.37		1,011.37	1,169.77	1,328.18	1,486.58	1,644.98	1,803.39
Accounts Receivable	1,408.32	1,100.93	1,125.02	1,281.42	1,280.00		1,280.00	1,280.00	1,280.00	1,280.00	1,280.00	1,280.00
Other receivables	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Total Receivables	1,408.32	1,100.93	1,125.02	1,281.42	1,280.00		1,280.00	1,280.00	1,280.00	1,280.00	1,280.00	1,280.00
Total Inventory	2,094.14	2,227.34	2,268.95	2,302.16	2,302.16		2,302.16	2,302.16	2,302.16	2,302.16	2,302.16	2,302.16
Prepaid Expenses	343.68	868.89	989.33	1,154.48	1,154.48		1,154.48	1,154.48	1,154.48	1,154.48	1,154.48	1,154.48
Other Current Assets	27.99	15.74	27.83	57.76	57.76		57.76	57.76	57.76	57.76	57.76	57.76
Current Assets	4,618.46	5,101.51	5,628.39	5,807.19	5,805.77	0.00 0.00	5,805.77	5964.17316	6,122.58	6,280.98	6,439.38	6,597.79
PP&E, Gross	2,618.20	3,004.82	3,357.42	4,206.33	4,206.00		4,206.00	4,706.00	5,206.00	5,706.00	6,206.00	6,706.00
Change in Depreciation	283.28	319.18	353.49	418.12	418.12		418.12	418.12	418.12	418.12	418.12	418.12
Accumulated Depreciation	1,166.81	1,363.48	1,578.27	1,810.74	1,810.00		1,810.00	2,228.12	2,646.24	3,064.36	3,482.48	3,900.60
PP&E, Net	1,451.39	1,641.34	1,779.15	2,395.59	2,396.00		2,396.00	2,477.88	2,559.76	2,641.64	2,723.52	2,805.40
Goodwill	28.45	36.20	95.02	436.20	440.00	0.00	440.00	440.00	440.00	440.00	440.00	440.00
Intangibles	104.11	89.11	119.05	304.23	305.00		305.00	305.00	305.00	305.00	305.00	305.00
Long term investments	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Other long term assets	129.77	175.51	170.59	197.50	197.50		197.50	197.50	197.50	197.50	197.50	197.50
Long Term Assets	1,713.72	1,942.16	2,163.81	3,333.52	3,338.50		3,338.50	3,420.38	3,502.26	3,584.14	3,666.02	3,747.90
Total Assets	6,332.18	7,043.67	7,792.20	9,140.71	9,144.27	0.00 0.00	9,144.27	9,384.55	9,624.84	9,865.12	10,105.40	10,345.69
Accounts Payable	2,741.72	2,885.17	2,992.86	3,301.24	3,302.00		3,302.00	3,302.00	3,302.00	3,302.00	3,302.00	3,302.00
Accrued Expense	667.94	892.39	808.48	1,291.57	1,290.00		1,290.00	1,290.00	1,290.00	1,290.00	1,290.00	1,290.00
Other current Liabilities	27.95	38.17	39.62	56.09	56.09		56.09	56.09	56.09	56.09	56.09	56.09
Total Current Liabilities	3,437.61	3,815.73	3,840.96	4,648.90	4,648.09	0.00 0.00	4,648.09	4,648.09	4,648.09	4,648.09	4,648.09	4,648.09
Notes Payables/Short Term Debt	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Current port. Of LT Debt/Capital Leases	167.57	74.16	18.03	215.54	215.54		215.54	215.54	215.54	215.54	215.54	215.54
Long term Debt	1,018.93	1,112.59	1,658.33	1,690.43	1,690.00	0.00 0.00	1,690.00	1,690.00	1,690.00	1,690.00	1,690.00	1,690.00
Capital Lease Obligations	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Total Interest Earning Debt	1,186.50	1,186.75	1,676.36	1,905.97	1,905.54	0.00 0.00	1,905.54	1,905.54	1,905.54	1,905.54	1,905.54	1,905.54
Deferred Income tax	1.46	15.76	24.25	73.17	73.17		73.17	73.17	73.17	73.17	73.17	73.17
Minority Interest	14.73	16.70	2.28	20.28	20.28		20.28	20.28	20.28	20.28	20.28	20.28
Other liabilities	149.41	155.87	154.24	170.18	171.41		171.41	171.41	171.41	171.41	171.41	171.41
Total Liabilities	4,789.71	5,190.81	5,698.09	6,818.50	6,818.49	0.00 0.00	6,818.49	6,818.49	6,818.49	6,818.49	6,818.49	6,818.49
Redeemable Preferred Stock	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Non-redeemable Preferred Stock	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Common Stock	0.22	0.23	0.23	0.24	0.24	0.00	0.24	0.24	0.24	0.24	0.24	0.24
Additional Paid-in capital	1,541.51	1,649.43	1,752.85	1,853.41	1,853.00	0.00 0.00	1,853.00	1,853.00	1,853.00	1,853.00	1,853.00	1,853.00
Dividends Paid	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
Retained Earnings	123.30	441.79	766.93	1,071.17	1,071.00		1,071.00	1,311.28	1,551.57	1,791.85	2,032.13	2,272.42
Treasury Stock	-209.05	-419.04	-521.23	-670.78	-670.00	0.00	-670.00	-670.00	-670.00	-670.00	-670.00	-670.00
Other Equity	122.06	194.71	106.28	81.25	81.25	0.00	81.25	81.25	81.25	81.25	81.25	81.25
Total Equity	1,578.04	1,867.12	2,105.06	2,335.29	2,335.49	0.00 0.00	2,335.49	2,575.77	2,816.06	3,056.34	3,296.62	3,536.91
Liability + Equity	6,367.75	7,057.93	7,803.15	9,153.79	9,153.98	0.00 0.00	9,153.98	9,394.26	9,634.55	9,874.83	10,115.11	10,355.40
Variance	-35.57	-14.26	-10.95	-13.08	-9.71		-9.71	-9.71	-9.71	-9.71	-9.71	-9.71
Debt/Equity	0.75	0.64	0.80	0.82	0.82		0.82	0.74	0.68	0.62	0.58	0.54
Inventory Turnover	6.40	7.42	7.56	7.97	7.97		7.97	7.97	7.97	7.97	7.97	7.97
Inventory Turnover Days	57.00	49.22	48.28	45.83	45.83		45.83	45.83	45.83	45.83	45.83	45.83
Days Inventory Outstanding	61.62	53.26	52.27	49.50	49.27		49.50	49.27	49.27	49.27	49.27	49.27
Accounts Receivable Turnover	9.52	15.00	15.25	14.31	14.33		14.33	14.33	14.33	14.33	14.33	14.33
Accounts Receivalbe Turnover Days	38.33	24.33	23.94	25.51	25.48		25.48	25.48	25.48	25.48	25.48	25.48
Days Payable Outstanding	80.67	68.99	68.95	70.98	70.67		70.99	70.67	70.67	70.67	70.67	70.67
Days Sales Outstanding	38.33	24.33	23.94	25.51	25.48		25.51	25.48	25.48	25.48	25.48	25.48
Cash Conversion Cycle	19.28	8.60	7.26	4.03	4.08		4.01	4.08	4.08	4.08	4.08	4.08
Net tangible assets/share	\$7.00	\$8.44	\$9.16	\$7.73	\$7.70			\$8.87	\$10.03	\$11.20	\$12.36	\$13.52

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	12 months ending 2010-08-31	12 months ending 2011-08-31	12 months ending 2012-08-31	12 months ending 2013-08-31	2014	2015	2016	2017	2018
Net Income	170.77	382.96	396.09	370.09	240.28	240.28	240.28	240.28	240.28
Depreciation	283.28	319.18	353.49	418.12	418.12	418.12	418.12	418.12	418.12
Net Income + Depreciation	454.05	702.14	749.58	788.21	658.40	658.40	658.40	658.40	658.40
Amortization	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred Taxes	2.33	2.27	0.00	-123.17	0.00	0.00	0.00	0.00	0.00
Non Cash Items	140.99	123.39	96.88	91.99	0.00	0.00	0.00	0.00	0.00
Change in Working capital	-169.96	0.22	-212.24	456.86	0.00	0.00	0.00	0.00	0.00
Accounts Receivable	0.00	307.39	-24.09	-156.40	0.00	0.00	0.00	0.00	0.00
Other Receivables	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Inventory	0.00	-133.20	-41.61	-33.21	0.00	0.00	0.00	0.00	0.00
Prepaid Expenses	0.00	-525.21	-120.44	-165.15	0.00	0.00	0.00	0.00	0.00
Accounts Payable	0.00	143.45	107.69	308.38	0.00	0.00	0.00	0.00	0.00
Cash from Operating Activities	427.41	828.02	634.22	1,213.89	658.40	658.40	658.40	658.40	658.40
Capital Expenditures Expenditures	-398.43	-458.99	-497.70	-736.86	-500.00	-500.00	-500.00	-500.00	-500.00
Long term investment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Investing Activities	-41.83	32.71	-108.17	-637.60	0.00	0.00	0.00	0.00	0.00
Cash from Investing Activities	-440.26	-426.28	-605.87	-1,374.46	-500.00	-500.00	-500.00	-500.00	-500.00
Financing Cash flow items	0.13	-14.37	-26.20	-2.58	0.00	0.00	0.00	0.00	0.00
Total Cash Dividends Paid	-59.87	-60.41	-65.24	-67.18	0.00	0.00	0.00	0.00	0.00
Issuance (Retirement) of Stock	5.83	-178.34	-76.19	-131. <u>2</u> 7	0.00	0.00	0.00	0.00	0.00
Issuance (Retirement) of Current Portion Debt	-	-	-	-	0.00	0.00	0.00	0.00	0.00
Issuance (Retirement) of Long Term Debt	-46.37	-14.60	484.99	178.03	0.00	0.00	0.00	0.00	0.00
Cash from Financing Activities	-100.28	-267.72	317.36	-23.00	0.00	0.00	0.00	0.00	0.00
Foreign Exchange effect	-18.82	10.27	-17.07	-22.32	0.00	0.00	0.00	0.00	0.00
Beginning Cash Balance	876.27	744.33	888.61	1,217.26	1,011.37	1,169.77	1,328.18	1,486.58	1,644.98
Net Change in Cash	-131.94	144.28	328.64	-205.88	158.40	158.40	158.40	158.40	158.40
Ending Cash Balance	744.33	888.61	1,217.25	1,011.38	1,169.77	1,328.18	1,486.58	1,644.98	1,803.39
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Capex to Revenue	2.97%	2.78%	2.90%	4.02%	2.73%	2.73%	2.73%	2.73%	2.73%
Depreciation to Sales	2.11%	1.93%	2.06%	2.28%	2.28%	2.28%	2.28%	2.28%	2.28%
Amortization to Sales	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
A/R to Sales	10.50%	6.66%	6.56%	6.99%	6.99%	6.99%	6.99%	6.99%	6.99%
Distributable FCF/EV Yield	-0.30%	9.23%	0.65%	-3.69%	3.64%	3.64%	3.64%	3.64%	3.64%
Dividend Yield	-1.73%	-1.75%	-1.89%	-1.94%	0.00%	0.00%	0.00%	0.00%	0.00%
FCF (Ons-Investing)	88.85	429.44	201.76	544.21	158.40	158.40	158.40	158.40	158.40

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LBO Debt Schedule

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JBL

	Proforma	2013	2014	2015	2016	2017
Net Change in Cash	-205.88	158.40	158.40	158.40	158.40	158.40
Current Portion Debt Repayment						
Long Term Debt Repayment						
Outstanding Debt	1,905.54	1,905.54	1,905.54	1,905.54	1,905.54	1,905.54
Current Portion Debt Balance	215.54	215.54	215.54	215.54	215.54	215.54
Long Term Debt Balance	1,690.00	1,690.00	1,690.00	1,690.00	1,690.00	1,690.00
Forward Libor Curve		3.00%	3.00%	3.00%	3.00%	3.00%
Spread		7.00%	7.00%	7.00%	7.00%	7.00%
Interest Rate		10.00%	10.00%	10.00%	10.00%	10.00%
Interest Expense		190.55	190.55	190.55	190.55	190.55
Cash Balance		1,011.37				
Interest @ 1.0%		10.11	10.11	10.11	10.11	10.11
Net Interest Expense/(Income)		180.44	180.44	180.44	180.44	180.44
Net Interest Rate		10.68%	10.68%	10.68%	10.68%	10.68%
EBITDA		550.11	550.11	550.11	550.11	550.11
EBITDA/Interest Expense Coverage		2.89	2.89	2.89	2.89	2.89

Interest Rate Coverage Table

Debt Rating					
AAA					
AA					
A+					
A					
A-					
BBB					
BB+					
BB					
B+	B+	B+	B+	B+	B+
В					
B-					
CCC					
CC					
С		_			
D		_			
		_			

^{*}Source: NYU; Professor Damodaran

Altman Z So	core	Company Name:		Jabil Circuit				Ticker:	JBL
Period	2009	2010	2011	2012	2013	2014	2015	2016	2017
Working Capital	1,180.85	1,285.78	1,787.43	1,157.68	1,316.08	1,474.49	1,632.89	1,791.29	1,949.70
Total Assets	6,332.18	7,043.67	7,792.20	9,144.27	9,384.55	9,624.84	9,865.12	10,105.40	10,345.69
X1	0.19	0.18	0.23	0.13	0.14	0.15	0.17	0.18	0.19
Retained Earnings	123.30	441.79	766.93	1,071.00	1,311.28	1,551.57	1,791.85	2,032.13	2,272.42
Total Assets	6,332.18	7,043.67	7,792.20	9,144.27	9,384.55	9,624.84	9,865.12	10,105.40	10,345.69
X2	0.02	0.06	0.10	0.12	0.14	0.16	0.18	0.20	0.22
EBITDA	353.49	600.79	638.75	527.33	550.11	550.11	550.11	550.11	550.11
Total Assets	6,332.18	7,043.67	7,792.20	9,144.27	9,384.55	9,624.84	9,865.12	10.105.40	10,345.69
Х3	0.06	0.09	0.08	0.06	0.06	0.06	0.06	0.05	0.05
Market Value of Equity	3,458.04	3,458.04	3,458.04	3,458.04	3,733.37	4,030.63	4,351.56	4,698.05	5,072.12
Total Liabilities	4,789.71	5,190.81	5,698.09	6,818.49	6,818.49	6,818.49	6,818.49	6,818.49	6,818.49
X4	0.72	0.67	0.61	0.51	0.55	0.59	0.64	0.69	0.74
Net Sales	13,409.41	16,518.83	17,151.94	18,336.89	18,336.89	18,336.89	18,336.89	18,336.89	18,336.89
Total Assets	6,332.18	7,043.67	7,792.20	9,144.27	9,384.55	9,624.84	9,865.12	10,105.40	10,345.69
X5	2.12	2.35	2.20	2.01	1.95	1.91	1.86	1.81	1.77
Altman Z Score	2.99	3.33	3.25	2.82	2.84	2.86	2.88	2.90	2.93

Z = 1.2*X1 + 1.4*X2 + 3.3*X3 + 0.6*X4 + 1.0*X5

Z-SCORE ABOVE 3.0 –The company is considered 'Safe' based on the financial figures only.

Blue

Z-SCORE BETWEEN 2.7 and 2.99 - 'On Alert'. This zone is an area where one should 'Exercise Caution'.

Green

Z-SCORE BETWEEN 1.8 and 2.7 – Good chance of the company going bankrupt within 2 years.

Yellow

Z-SCORE BELOW 1.80- Probability of Financial Catastrophe is Very High.

Red

Year Tangible Book Value Annual Change

Annual FCF Annual Op. Cash Flow Annual PP&E Investment

Today's Tangible Book Value Intrinsic Value IRR

Market Price Market Price IRR

Present Value			Holding Perio	d		1	Terminal Value	9	Sale Price		
0	1	2	3	4	5	6	7	8	TBV at Year 5 + 3 Years FCF		
1,895.49	2,135.77	2,376.06	2,616.34	2,856.62	3,096.91				3,096.91		
	240.28	240.28	240.28	240.28	240.28						
477.03	158.40	158.40	158.40	158.40	158.40	158.40	158.40	158.40	475.21		
1,213.89	658.40	658.40	658.40	658.40	658.40	658.40	658.40	658.40			
(736.86)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)			

1,895.49 2,091.04 2,306.77 2,544.75 2,807.29 3,096.91 10.32%

3,458.04 3,480.56 3,503.22 3,526.04 3,549.00 3,572.12 0.65%

3,572.12

3,572.12

Debt	50.00%	1,729.02
Equity	50.00%	1,729.02
Total	100.00%	3,458.04

		Present Value	Holding Period				Terminal Value			Sale Price	
	Historic	ProForma	1	2	3	4	5				
Book Equity	2335.49	1,729.02	1,864.35	1,999.69	2,135.02	2,270.35	2,405.68				
Goodwill	440	1,562.55	1,562.55	1,562.55	1,562.55	1,562.55	1,562.55				
Debt	1690	3,419.02	3,419.02	3,419.02	3,419.02	3,419.02	3,419.02				
Debt Interest Rate		10.00%	10.00%	10.00%	10.00%	10.00%	10.00%				
Additional Interest Expense		161.46	161.46	161.46	161.46	161.46					
Tangible Book Value	1895.49	166.47	301.80	437.14	572.47	707.80	843.14				843.14
Annual Change			135.33	135.33	135.33	135.33	135.33				
Annual FCF	477.03		53.45	53.45	53.45	53.45	53.45	53.45	53.45	53.45	160.36
Annual Net Income	371.48		135.33	135.33	135.33	135.33	135.33	135.33	135.33	135.33	
Annual Op. Cash Flow	1,213.89		553.45	553.45	553.45	553.45	553.45	553.45	553.45	553.45	
Dividend Payments											
Annual PP&E Investment	(736.86)		(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	
Debt Paydown	0.00							0.00	0.00	0.00	

Sale Price in Year 5

Capital Left for Equity Investor **Dividend Payments** Total Cash In Flow

We assume the debt taken on by the investor is now on the Co's books, so the investor has no more liability from the deal.

1,003.50 0.00 1,003.50

1,003.50

Invested Equity 1,729.02 -10.31% 1,550.75 1,390.87 1,247.47 1,118.85 1,003.50 IRR

<u>Value Creation</u> TBV Growth (equals sum of NI Year 1-5) 676.67 Cash Flow (Year 6-8) 160.36 837.03

Value Dilution Debt 1,729.02 1,122.55 Goodwill Additional Intereset 807.31 3,658.87