

Oceaneering Int'l (OII)

\$24.85 (Stock Price as of 01/02/2026)

Price Target (6-12 Months): **\$29.00**

Long Term: 6-12 Months

Zacks Recommendation:

Outperform

(Since: 11/04/25)

Prior Recommendation: Neutral

Short Term: 1-3 Months

Zacks Rank: (1-5)

1-Strong Buy

Zacks Style Scores:

VGM: B

Value: B

Growth: C

Momentum: C

Summary

Oceaneering is a leading provider of integrated technology solutions, well-positioned to support deep-water projects across the offshore oilfield lifecycle. With a diversified asset base and a balanced revenue profile between domestic and international markets, the company reduces risk exposure. Strong relationships with blue-chip clients ensure earnings stability, while its optimism for the Brazilian market, including a \$180 million Petrobras deal, signals growth potential. Expanding into robotics, defense, and mobile technologies further diversifies revenue streams, decreasing reliance on oil and gas. A solid \$568 million backlog and strong 2026 financial guidance highlight the company's stability. Consequently, the company is expected to offer substantial upside potential from the current price levels.

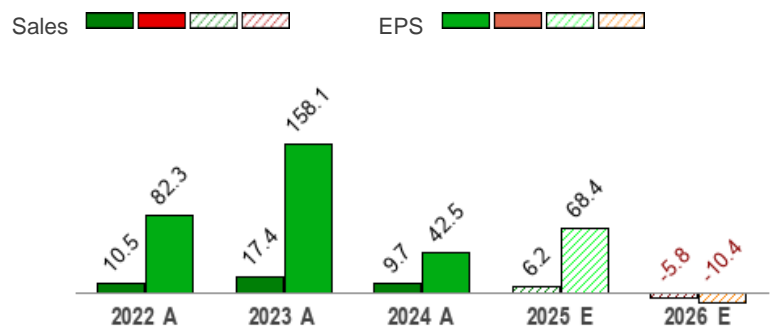
Price, Consensus & Surprise⁽¹⁾



Data Overview

52 Week High-Low	\$28.31 - \$15.48
20 Day Average Volume (sh)	747,106
Market Cap	\$2.5 B
YTD Price Change	3.4%
Beta	1.24
Dividend / Div Yld	\$0.00 / 0.0%
Industry	Oil and Gas - Field Services
Zacks Industry Rank	Top 13% (32 out of 243)

Sales and EPS Growth Rates (Y/Y %)⁽²⁾



Last EPS Surprise	31.0%
Last Sales Surprise	4.6%
EPS F1 Est- 4 week change	0.0%
Expected Report Date	02/18/2026
Earnings ESP	0.0%

P/E TTM	13.5
P/E F1	12.9
PEG F1	0.6
P/S TTM	0.9

Sales Estimates (millions of \$)⁽²⁾

	Q1	Q2	Q3	Q4	Annual*
2026	664 E	671 E	664 E	663 E	2,662 E
2025	675 A	698 A	743 A	711 E	2,827 E
2024	599 A	669 A	680 A	713 A	2,661 A

EPS Estimates⁽²⁾

	Q1	Q2	Q3	Q4	Annual*
2026	0.40 E	0.32 E	0.49 E	0.51 E	1.72 E
2025	0.43 A	0.49 A	0.55 A	0.45 E	1.92 E
2024	0.14 A	0.28 A	0.36 A	0.37 A	1.14 A

*Quarterly figures may not add up to annual.

(1) The data in the charts and tables, except the estimates, is as of 01/02/2026.

(2) The report's text, the analyst-provided estimates, and the price target are as of 12/19/2025.

Overview

Founded in 1964, Oceaneering International, Inc. is one of the leading suppliers of offshore equipment and technology solutions to the energy industry. Headquartered in Houston, TX, the company provides specialized products and services for all phases of the offshore oilfield lifecycle — from exploration to decommissioning — with a focus on deep water. The company generated revenues of \$2.7 billion last year.

The company operates in five business segments namely Subsea Robotics, Manufactured Products, Offshore Projects Group, Integrity Management & Digital Solutions and Aerospace and Defense Technologies.

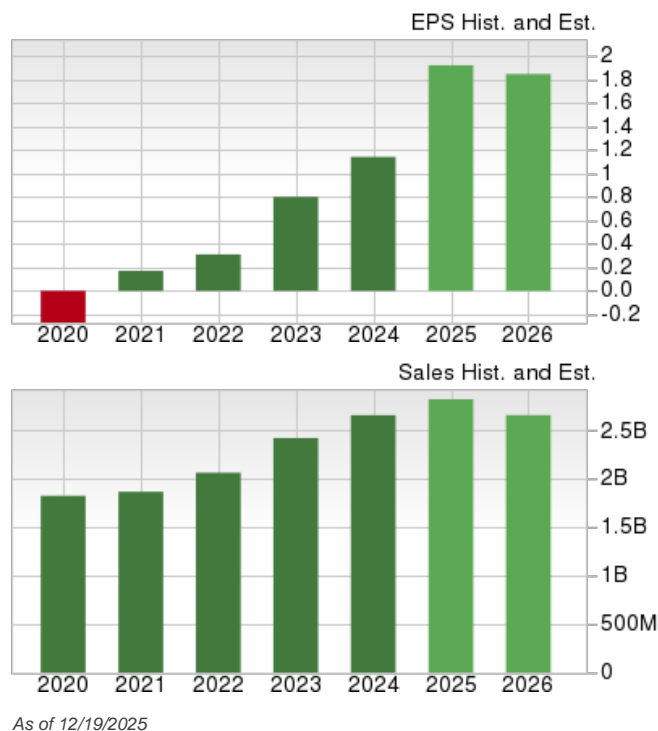
Subsea Robotics (SSR): The unit provides remotely operated submersible vehicles for drill support, vessel-based inspection, subsea hardware installation, pipeline surveys and maintenance services. It focuses on remotely operated vehicles (ROVs) and other subsea robotics solutions. In 2024, the segment accounted for 31% of the company's revenue.

Manufactured Products (MP): The segment focuses on manufactured products business, theme park entertainment systems and automated guided vehicles (AGV). Last year, MP made up 21% of Oceaneering International's total sales.

Offshore Projects Group (OPG): The segment involves Oceaneering's former Subsea Projects segment excluding survey services and global data solutions, and its service and rental business excluding ROV tooling. In 2024, the unit accounted for 22% of the company's revenue.

Integrity Management & Digital Solutions (IMDS): This segment mainly covers the company's Asset Integrity segment along with its global data solutions business (GDS). Last year, IMDS made up 11% of Oceaneering International's total sales.

Aerospace and Defense Technologies (ADTech): This segment is engaged in Oceaneering's government business, which focuses on defense subsea technologies, marine services and space systems. In 2024, the unit accounted for 15% of the company's revenue.



Reasons To Buy:

- ▲ One of the leading suppliers of integrated technology solutions, Oceaneering boasts an impressive portfolio of diversified products and services. It is well positioned to supply equipment for the deep-water projects and is active at all the phases of the offshore oilfield lifecycle. Oceaneering owns a geographically diversified asset base spread across the United States and rest of the world. The company's revenue profile is evenly split between its international and domestic operations, lowering Oceaneering's risk profile.
- ▲ Oceaneering's strong relationships with high-quality customers provide revenue visibility and business certainty. The clients, mostly well-capitalized, blue-chip E&P companies with long-term production growth plans, are likely to be less susceptible to commodity price fluctuations. This should ensure multiyear earnings stability for Oceaneering.
- ▲ The company's management expressed strong optimism for the Brazilian market, citing a "robust" environment and recent significant contract wins, including a \$180 million deal with Petrobras. With major upcoming projects and approval for new drilling areas, Brazil represents a substantial long-term growth opportunity where Oceaneering International is well-positioned to increase its market share across multiple business lines.
- ▲ The company is successfully leveraging its core robotics and engineering capabilities across multiple industries. Growth is being fueled not only by offshore energy but also by global defense spending, NATO investments, and demand for mobile robotics technologies. This diversification reduces Oceaneering International's reliance on the cyclical oil and gas sector and opens up new, enduring revenue streams.
- ▲ Oceaneering International ended the quarter with a substantial backlog of \$568 million in its Manufactured Products segment. While the book-to-bill was 0.82 for the trailing twelve months, the management highlighted that this backlog is of higher quality and margin, providing clear visibility and a solid foundation for revenue and earnings stability well into 2026 and even 2027, de-risking the near-term outlook.
- ▲ Oceaneering International's robust initial guidance for 2026, with projected consolidated EBITDA ranging from \$390 million to \$440 million, not only indicates a solid financial foundation but also reflects the company's ongoing confidence in its future growth prospects. This projection, which surpasses the high end of its expected Q3 2025 performance, highlights management's belief in the company's ability to sustain strong financial momentum. Based on our model estimates, we expect the company's 2025 revenue to rise 6.2% year over year to \$2.8 billion. Additionally, with expectations for consistent and strong free cash flow generation, Oceaneering is well-positioned to weather any potential quarterly volatility, showcasing its resilience and long-term stability in the market.

Oceaneering owns a geographically diversified asset base spread across the United States and rest of the world.

Risks⁽²⁾

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Last Earnings Report

Oceaneering Q3 Earnings Beat Estimates, Revenues Increase Y/Y

Oceaneering International reported an adjusted profit of 55 cents per share for the third quarter of 2025, beating the Zacks Consensus Estimate of 42 cents. Moreover, the bottom line surpassed the year-ago quarter's reported figure of 36 cents. This was due to strong year-over-year operating income from its Manufactured Products, Offshore Projects Group, Integrity Management & Digital Solutions and Aerospace and Defense Technologies segments.

Total revenues were \$742.9 million, which beat the Zacks Consensus Estimate of \$710 million and increased approximately 9.3% from the year-ago quarter's \$679.8 million, due to the strong revenue contribution from OII's Subsea Robotics, Manufactured Products, Offshore Projects Group and Aerospace and Defense Technologies segments.

In the third quarter of 2025, Houston, TX-based oil and gas equipment and services company reported adjusted EBITDA of \$111.1 million, a 13.2% increase year over year.

The company also repurchased 440,814 shares for approximately \$10.1 million in the third quarter of 2025.

Segmental Information

Subsea Robotics: The unit provides remotely operated submersible vehicles for drill support, vessel-based inspection, subsea hardware installation, pipeline surveys and maintenance services.

Revenues totaled \$218.8 million compared with the year-ago quarter's \$215.7 million. However, the top line missed our estimate of \$226.4 million.

The segment also reported an operating income of \$65.1 million compared with \$65.7 million a year ago. However, the figure missed our estimate of \$67.3 million.

The company's segment delivered an EBITDA margin of 36% in the third quarter of 2025, remaining largely unchanged from the prior period. Revenue per day for remotely operated vehicles ("ROVs") rose 6% to \$11,254, while ROV fleet utilization declined to 65%.

Manufactured Products: The segment focuses on the manufactured products business, theme park entertainment systems and automated guided vehicles.

Revenues totaled \$156.4 million compared with the year-ago quarter's \$143.7 million. Additionally, the top line beat our estimate of \$152.8 million.

The segment posted an operating profit of \$24.7 million in the third quarter, up from the year-ago quarter's \$11.3 million. Moreover, the reported figure beat our estimate of \$16.6 million.

The backlog totaled \$568 million as of Sept. 30, 2025, down 15% from the same time in 2024. For the 12 months ending Sept. 30, 2025, the book-to-bill ratio was 0.82.

Offshore Projects Group: This segment involves Oceaneering's former Subsea Projects unit, excluding survey services and global data solutions, the service and rental business, and ROV tooling.

Revenues increased about 15.9% to \$171 million from \$147.5 million in the year-ago quarter. Moreover, the figure beat our estimate of \$147.7 million.

The unit's operating income totaled \$23.7 million compared with the prior-year quarter's \$20.3 million. The figure also beat our estimate of \$18.4 million. The company's operating income margin held steady at 14%.

Integrity Management & Digital Solutions: This segment covers Oceaneering's Asset Integrity unit, along with its global data solutions business.

Revenues of \$70.8 million decreased from the year-ago quarter's \$73.6 million. The figure also missed our estimate of \$73.7 million.

The segment reported an operating income of \$2.8 million, up from the prior-year quarter's \$0.7 million. However, the figure also missed our projection of \$5.6 million.

Aerospace and Defense Technologies: The segment is engaged in Oceaneering's government business, which focuses on defense subsea technologies, marine services and space systems.

Revenues totaled \$125.9 million, up from \$99.2 million recorded in the third quarter of 2024. Additionally, the figure beat our estimate of \$109.4 million.

The operating income increased to \$16.6 million from \$12.2 million in the year-ago quarter. However, it missed our estimate of \$18.5 million. Operating income margin improved to 13%, demonstrating robust profitability.

FY Quarter Ending 12/31/2025

Earnings Reporting Date	Oct 22, 2025
Sales Surprise	4.62%
EPS Surprise	30.95%
Quarterly EPS	0.55
Annual EPS (TTM)	1.84

Capital Expenditure & Balance Sheet

The capital expenditure in the third quarter, including acquisitions, totaled \$31.4 million.

As of Sept. 30, OII had cash and cash equivalents worth \$506 million and \$497.5 million, respectively, along with a long-term debt of about \$486 million. The debt-to-total capital was 34.7%.

Outlook

This Zacks company anticipates lower revenues in the fourth quarter of 2025 compared with the same period in 2024. This is because improvements in Subsea Robotics (“SSR”) and ADTech will only partially offset the decline in international Offshore Projects Group (“OPG”) projects. The company anticipates consolidated EBITDA will be between \$80 million and \$90 million.

For SSR, the company expects increased revenues and operating income, with the EBITDA margin expected to be in the mid-to-upper 30% range. This improvement is based on higher ROV revenue per day and better utilization in the survey group, with projects starting in the U.S. Gulf, Europe and West Africa.

For Manufactured products, the company expects significantly higher operating income despite lower revenues. This is due to better conversion of higher-margin backlog and cost reductions in non-energy products.

For OPG, the company anticipates a significant decrease in revenues and operating income. This is because there will be no large-scale international intervention or installation projects like in the fourth quarter of 2024. Lower vessel activity levels in the U.S. Gulf and changes in project timing will also contribute to the decline. The company expects one charter in the international market to expire during the quarter and does not plan to renew it due to expected lower activity.

For IMDS, the company expects both revenues and operating income to decrease significantly due to lower activity levels.

For ADTech, OII anticipates a significant increase in both revenues and operating income, driven by higher activity in the Defense business. The company expects unallocated expenses to be around \$45 million.

For the full year of 2025, the company anticipates generating adjusted EBITDA between \$391 million and \$401 million. Based on strong free cash flow in the third quarter, the company is confident in maintaining the full-year guided range of \$110 million to \$130 million.

The company expects consolidated EBITDA for the full year 2026 to be between \$390 million and \$440 million. OII anticipates free cash flow generation to remain consistent with 2025 levels. Additionally, the company expects share repurchase activity to continue.

Oceaneering expects Subsea Robotics to experience stable ROV utilization with improved pricing and an increase in survey volume. For Manufactured Products, the company anticipates improved operating income and margins, despite a decrease in revenues, thanks to backlog conversion and cost efficiencies. In the Offshore Projects Group, the company expects a decrease in both revenues and operating income, driven by project mix and timing. For IMDS, Oceaneering expects both revenues and operating income to increase.

Lastly, in ADTech, the company anticipates significant growth in both revenues and operating income, with stable margins, largely driven by large-scale defense projects and international opportunities.

Recent News

Oceaneering Secures RLWI Contract with BP for Caspian Sea Operations

On **Oct 28**, Oceaneering International, Inc. has been awarded a contract by bp Exploration (Caspian Sea) Ltd. to provide riserless light well intervention (RLWI) services in the Azeri-Chirag-Deepwater Gunashli oilfield in the Caspian Sea. The project involves supporting a multi-well mechanical wireline campaign with deepwater RLWI systems, and is set to begin in the fourth quarter of 2025, with engineering and mobilization activities already underway.

Valuation

Oceaneering International shares are up 10.9% in the past six months but down 3.5% over the trailing 12-month period. Stocks in the Zacks subindustry and the Zacks Oil-Energy sector are up 26.3% and 9% in the six-month period, respectively. Over the past year, the Zacks subindustry and sector are up 7.9% and 8.4%, respectively

The S&P 500 index is up 16% in the six-month period and 16.7% in the past year.

The stock is currently trading at 6.18X trailing 12-month EV/EBITDA, which compares to 7.89X for the Zacks sub-industry, 5.33X for the Zacks sector and 18.39X for the S&P 500 index.

Over the past five years, the stock has traded as high as 11.21X and as low as 2.05X, with a 5-year median of 7.03X. Our Outperform recommendation indicates that the stock will perform better than the market. Our \$29 price target reflects 1.05X F12M sales.

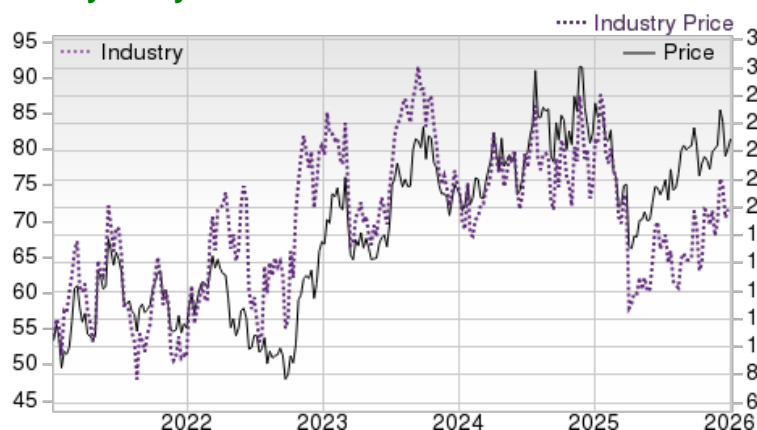
The table below shows summary valuation data for OII

Valuation Multiples - Oil					
		Stock	Sub-Industry	Sector	S&P 500
EV/EBITDA TTM	Current	6.18	7.89	5.33	18.39
	5-Year High	11.21	18.18	6.84	22.41
	5-Year Low	2.05	2.01	2.78	13.88
	5-Year Median	7.03	7.7	4.4	17.97
P/S F12M	Current	0.87	1.03	1.2	5.21
	5-Year High	1.13	1.14	1.23	5.5
	5-Year Low	0.41	0.64	0.74	3.83
	5-Year Median	0.79	0.96	0.97	5.05
P/B TTM	Current	2.55	2.01	1.67	8.4
	5-Year High	4.97	2.49	1.92	9.17
	5-Year Low	1.4	1.19	1.18	6.6
	5-Year Median	2.99	2	1.67	8.05

As of 12/18/2025

Source: Zacks Investment Research

Industry Analysis⁽¹⁾ Zacks Industry Rank: Top 13% (32 out of 243)



Top Peers⁽¹⁾

Company (Ticker)	Rec	Rank
Archrock, Inc. (AROC)	Neutral	3
Helix Energy Solutio...(HLX)	Neutral	3
KLX Energy Services ...(KLXE)	Neutral	2
Kinetik Holdings Inc...(KNTK)	Neutral	3
ProPetro Holding Cor...(PUMP)	Neutral	3
RPC, Inc. (RES)	Neutral	3
USA Compression Part...(USAC)	Neutral	3
Petrofac Ltd. (POFCY)	NA	

Industry Comparison⁽¹⁾ Industry: Oil And Gas - Field Services

	OIL	X Industry	S&P 500	PUMP	RES
Zacks Recommendation (Long Term)	Outperform	-	-	Neutral	Neutral
Zacks Rank (Short Term)	1	-	-	3	3
VGM Score	B	-	-	D	A
Market Cap	2.48 B	789.25 M	39.23 B	1.02 B	1.22 B
# of Analysts	1	2	22	3	1
Dividend Yield	0.00%	0.00%	1.41%	0.00%	2.89%
Value Score	B	-	-	B	A
Cash/Price	0.20	0.08	0.04	0.08	0.13
EV/EBITDA	6.71	5.43	14.72	13.87	4.42
PEG Ratio	0.57	1.44	2.04	NA	NA
Price/Book (P/B)	2.71	1.48	3.35	1.24	1.11
Price/Cash Flow (P/CF)	11.39	6.80	15.43	3.82	5.31
P/E (F1)	12.94	16.84	18.48	NA	20.48
Price/Sales (P/S)	0.88	0.79	3.11	0.79	0.79
Earnings Yield	7.44%	5.77%	5.40%	-1.02%	4.88%
Debt/Equity	0.53	0.21	0.57	0.11	0.03
Cash Flow (\$/share)	2.18	2.18	8.98	2.57	1.04
Growth Score	C	-	-	D	C
Hist. EPS Growth (3-5 yrs)	118.94%	42.70%	8.24%	-41.18%	17.44%
Proj. EPS Growth (F1/F0)	68.42%	13.44%	9.18%	NA	-37.21%
Curr. Cash Flow Growth	18.02%	-2.28%	7.00%	-0.79%	-29.37%
Hist. Cash Flow Growth (3-5 yrs)	4.06%	5.93%	7.49%	-3.20%	8.92%
Current Ratio	1.97	1.93	1.19	1.26	2.78
Debt/Capital	34.72%	24.63%	38.14%	9.52%	2.74%
Net Margin	8.21%	3.67%	12.77%	-1.31%	3.12%
Return on Equity	22.94%	5.59%	17.03%	-0.06%	5.58%
Sales/Assets	1.19	0.92	0.53	1.04	1.08
Proj. Sales Growth (F1/F0)	6.20%	2.15%	5.29%	-13.20%	13.90%
Momentum Score	C	-	-	F	A
Daily Price Chg	3.41%	2.40%	0.19%	3.26%	1.65%
1 Week Price Chg	2.86%	2.85%	-1.03%	6.05%	1.84%
4 Week Price Chg	-7.76%	0.71%	-0.17%	-9.99%	-5.31%
12 Week Price Chg	11.94%	10.93%	4.67%	95.23%	30.73%
52 Week Price Chg	-9.37%	-10.00%	15.41%	-0.51%	-10.37%
20 Day Average Volume	747,106	552,059	2,401,726	1,861,237	1,637,221
(F1) EPS Est 1 week change	0.00%	0.00%	0.00%	0.00%	0.00%
(F1) EPS Est 4 week change	0.00%	0.00%	0.00%	-137.50%	NA
(F1) EPS Est 12 week change	5.43%	-0.72%	0.44%	-31.03%	35.00%
(Q1) EPS Est Mthly Chg	0.00%	0.00%	0.00%	0.00%	NA

Analyst Earnings Model⁽²⁾

Oceaneering International, Inc. (OII)

In \$MM, except per share data

	2023A	2024A	1QA	2QA	2025E	4QE	FY	2026E	2027E
FY Ends December 31st	FY Dec-23	FY Dec-24	1QA 31-Mar-25	2QA 30-Jun-25	3QA 30-Sep-25	4QE 31-Dec-25	FY Dec-25	FY Dec-26	FY Dec-27
Income Statement									
Total Revenue	\$2,424.7	\$2,661.2	\$674.5	\$698.2	\$742.9	\$711.0	\$2,826.6	\$2,661.8	\$2,689.3
YoY % Chng	17.4%	9.8%	12.6%	4.4%	9.3%	(0.3%)	6.2%	(5.8%)	1.0%
Cost of Services and Products	\$2,025.7	\$2,175.7	\$539.5	\$549.7	\$590.2	\$570.8	\$2,250.2	\$2,104.7	\$2,174.8
YoY % Chng	15.2%	7.4%	6.5%	0.2%	7.5%	(0.1%)	3.4%	(6.5%)	3.3%
Gross Profit	\$399.0	\$485.5	\$135.0	\$148.4	\$152.7	\$140.2	\$576.4	\$557.1	\$514.5
YoY % Chng	29.8%	21.7%	46.1%	23.5%	16.6%	(1.2%)	18.7%	(3.3%)	(7.7%)
Selling, General and Administrative Expense	\$217.6	\$239.2	\$61.5	\$69.2	\$66.2	\$65.6	\$262.6	\$246.9	\$249.2
YoY % Chng	10.8%	9.9%	10.5%	15.7%	11.1%	2.5%	9.8%	(6.0%)	0.9%
Adjusted EBITDA	\$289.0	\$347.2	\$96.7	\$103.3	\$111.1	\$100.2	\$411.1	\$397.4	\$406.5
YoY % Chng	24.2%	20.1%	56.6%	20.3%	13.2%	(1.4%)	18.4%	(3.3%)	2.3%
Foreign Currency (Gains) Losses	\$1.4	(\$0.9)	(\$1.1)	(\$5.4)	\$1.0	(\$0.7)	(\$6.2)	(\$5.0)	(\$4.7)
YoY % Chng	33,875.0%	(163.7%)	52.2%	(425.1%)	335.6%	(126.0%)	(616.7%)	19.9%	5.9%
EBITDA	\$287.7	\$348.1	\$97.7	\$108.7	\$110.1	\$88.3	\$404.8	\$401.4	\$360.0
YoY % Chng	23.7%	21.0%	52.8%	25.1%	11.7%	(10.6%)	16.3%	(0.8%)	(10.3%)
Depreciation and Amortization	\$105.0	\$103.4	\$24.4	\$25.4	\$26.1	\$25.0	\$101.0	\$105.7	\$111.1
YoY % Chng	(13.2%)	(1.4%)	(9.6%)	(2.2%)	3.4%	(0.4%)	(2.4%)	4.7%	5.1%
Operating Income	\$181.3	\$246.3	\$73.5	\$79.2	\$86.5	\$74.5	\$313.7	\$310.2	\$265.3
YoY % Chng	63.6%	35.8%	100.2%	31.2%	21.3%	(4.3%)	27.4%	(1.1%)	(14.5%)
Interest Income	\$15.4	\$12.1	\$3.6	\$3.0	\$3.7	\$3.5	\$13.8	\$12.9	\$13.0
YoY % Chng	170.2%	(21.4%)	19.9%	25.6%	13.1%	1.7%	14.1%	(6.7%)	1.0%
Interest Expense, Net of Amounts Capitalized	\$36.5	\$37.9	\$9.1	\$9.5	\$9.4	\$9.9	\$37.8	\$35.6	\$36.0
YoY % Chng	(4.4%)	3.8%	(1.4%)	(0.5%)	(0.8%)	1.2%	(0.4%)	(5.7%)	1.1%
Total Interest Expense, Net	\$21.1	\$25.8	\$5.4	\$6.5	\$5.7	\$6.4	\$24.0	\$22.7	\$23.0
YoY % Chng	(35.1%)	22.3%	(11.9%)	(9.3%)	(8.2%)	0.9%	(7.1%)	(5.2%)	1.1%
Equity in (Income) Losses of Unconsolidated Affiliates	(\$2.1)	(\$0.9)	(\$0.4)	(\$0.3)	(\$0.1)	\$1.9	\$1.1	\$2.0	\$2.3
YoY % Chng	(20.7%)	54.9%	(114.2%)	(5.4%)	70.0%	1,413.6%	217.9%	80.5%	14.8%
Other (Income) Expense, Net	\$1.2	(\$3.5)	(\$1.0)	(\$5.4)	\$1.0	\$7.3	\$2.0	\$6.0	\$7.4
YoY % Chng	22.3%	(384.0%)	34.1%	(205.3%)	132.6%	156.4%	157.3%	198.6%	22.8%
Pre-Tax Income	\$161.1	\$224.9	\$69.4	\$78.4	\$79.9	\$58.9	\$286.6	\$279.6	\$232.7
YoY % Chng	103.7%	39.7%	115.6%	41.8%	16.5%	(14.4%)	27.4%	(2.5%)	(16.8%)
Income Tax	\$63.7	\$77.4	\$19.0	\$24.0	\$8.6	\$22.4	\$74.0	\$97.8	\$81.5
YoY % Chng	19.8%	21.7%	11.5%	18.1%	(68.5%)	76.0%	(4.5%)	32.2%	(16.8%)
Tax Rate	39.5%	34.4%	27.4%	30.6%	10.8%	38.0%	25.8%	35.0%	35.0%
Net Income, Adjusted	\$81.9	\$117.1	\$44.0	\$49.8	\$55.8	\$45.6	\$195.2	\$171.1	\$156.9
YoY % Chng	163.4%	42.9%	216.9%	74.3%	49.8%	21.7%	66.6%	(12.3%)	(8.3%)
Net Income, GAAP	\$97.4	\$147.5	\$50.4	\$54.4	\$71.3	\$36.5	\$212.7	\$181.7	\$151.3
YoY % Chng	275.5%	51.4%	232.9%	55.6%	72.9%	(34.9%)	44.2%	(14.6%)	(16.8%)
Basic Shares Outstanding	100.7	101.2	100.7	100.6	100.0	99.6	100.2	98.6	97.0
YoY % Chng	0.5%	0.5%	(0.3%)	(0.9%)	(1.4%)	(0.6%)	(0.9%)	(1.6%)	(1.6%)
Diluted Shares Outstanding	102.2	102.4	101.9	101.4	101.1	100.7	101.2	99.7	98.1
YoY % Chng	0.7%	0.2%	(0.3%)	(1.1%)	(1.5%)	(1.5%)	(1.1%)	(1.6%)	(1.6%)
Basic EPS	\$0.97	\$1.46	\$0.50	\$0.54	\$0.71	\$0.37	\$2.12	\$1.84	\$1.56
YoY % Chng	273.1%	50.5%	233.3%	58.8%	73.2%	(34.5%)	45.0%	(13.0%)	(15.4%)
Diluted EPS, Adjusted	\$0.80	\$1.14	\$0.43	\$0.49	\$0.55	\$0.45	\$1.92	\$1.72	\$1.60
YoY % Chng	158.1%	42.5%	207.1%	75.0%	52.8%	22.4%	68.7%	(10.6%)	(6.9%)
Diluted EPS, GAAP	\$0.95	\$1.44	\$0.49	\$0.54	\$0.71	\$0.36	\$2.10	\$1.82	\$1.54
YoY % Chng	265.4%	51.6%	226.7%	58.8%	77.5%	(34.0%)	46.0%	(13.3%)	(15.4%)

Zacks Stock Rating System

We offer two rating systems that take into account investors' holding horizons: Zacks Rank and Zacks Recommendation. Each provides valuable insights into the future profitability of the stock and can be used separately or in combination with each other depending on your investment style.

Zacks Recommendation

The Zacks Recommendation aims to predict performance over the next 6 to 12 months. The foundation for the quantitatively determined Zacks Recommendation is trends in the company's estimate revisions and earnings outlook. The Zacks Recommendation is broken down into 3 Levels; Outperform, Neutral and Underperform. Unlike many Wall Street firms, we have an excellent balance between the number of Outperform and Neutral recommendations. Our team of 70 analysts are fully versed in the benefits of earnings estimate revisions and how that is harnessed through the Zacks quantitative rating system. But we have given our analysts the ability to override the Zacks Recommendation for the 1200 stocks that they follow. The reason for the analyst over-rides is that there are often factors such as valuation, industry conditions and management effectiveness that a trained investment professional can spot better than a quantitative model.

Zacks Rank

The Zacks Rank is our short-term rating system that is most effective over the one- to three-month holding horizon. The underlying driver for the quantitatively-determined Zacks Rank is the same as the Zacks Recommendation, and reflects trends in earnings estimate revisions.

Zacks Style Scores

The Zacks Style Score is as a complementary indicator to the Zacks rating system, giving investors a way to focus on the highest rated stocks that best fit their own stock picking preferences.

Academic research has proven that stocks with the best Value, Growth and Momentum characteristics outperform the market. The Zacks Style Scores rate stocks on each of these individual styles and assigns a rating of A, B, C, D and F. We also produce the VGM Score (V for Value, G for Growth and M for Momentum), which combines the weighted average of the individual Style Scores into one score. This is perfectly suited for those who want their stocks to have the best scores across the board.

Value Score	B
Growth Score	C
Momentum Score	C
VGM Score	B

As an investor, you want to buy stocks with the highest probability of success. That means buying stocks with a Zacks Recommendation of Outperform, which also has a Style Score of an A or a B.

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