

## Patterson-UTI Energy (PTEN)

**\$6.64** (Stock Price as of 01/06/2026)

Price Target (6-12 Months): **\$6.25**

Long Term: 6-12 Months

**Zacks Recommendation:**

Neutral

(Since: 09/25/25)

Prior Recommendation: Underperform

Short Term: 1-3 Months

**Zacks Rank:** (1-5)

**3-Hold**

Zacks Style Scores:

VGM: B

Value: A

Growth: B

Momentum: D

## Summary

Patterson-UTI Energy continues to demonstrate resilience in a moderating market, supported by its advanced Apex rigs and technology-driven edge. These assets deliver faster, safer, and more efficient drilling, giving the company pricing power and strong customer retention. The 2023 merger with NexTier is paying off, with synergy targets met early and further savings expected through 2026. Its commitment to shareholder returns, disciplined capital spending, and modern, cleaner fleets underpin long-term value. However, slowing North American activity, weaker rig utilization, and uncertainty around natural gas demand recovery temper optimism. International softness and exposure to E&P consolidation also pose risks. Overall, Patterson-UTI's strategic execution offsets near-term headwinds, leaving the stock Neutral for now.

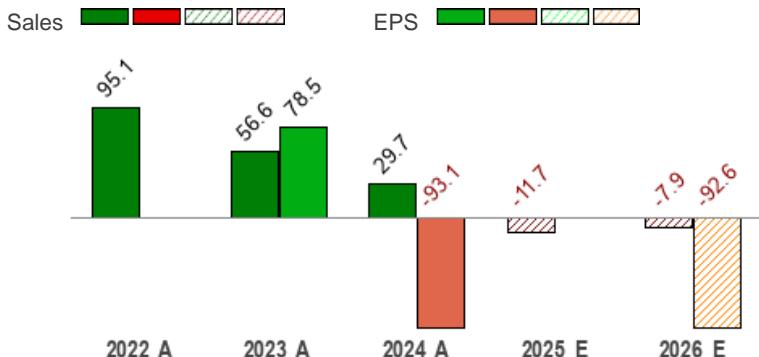
## Price, Consensus & Surprise<sup>(1)</sup>



## Data Overview

52 Week High-Low	<b>\$9.58 - \$5.10</b>
20 Day Average Volume (sh)	<b>7,809,407</b>
Market Cap	<b>\$2.6 B</b>
YTD Price Change	<b>11.1%</b>
Beta	<b>0.72</b>
Dividend / Div Yld	<b>\$0.32 / 4.7%</b>
Industry	<b><a href="#">Oil and Gas - Drilling</a></b>
Zacks Industry Rank	<b>Bottom 9% (222 out of 244)</b>

## Sales and EPS Growth Rates (Y/Y %)<sup>(2)</sup>



Last EPS Surprise	<b>40.0%</b>
Last Sales Surprise	<b>0.5%</b>
EPS F1 Est- 4 week change	<b>-2.9%</b>
Expected Report Date	<b>02/04/2026</b>
Earnings ESP	<b>19.2%</b>

## Sales Estimates (millions of \$)<sup>(2)</sup>

	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4</b>	<b>Annual*</b>
2026	1,083 E	1,090 E	1,122 E	1,079 E	4,374 E
2025	1,281 A	1,219 A	1,176 A	1,073 E	4,749 E
2024	1,510 A	1,348 A	1,357 A	1,162 A	5,378 A

## EPS Estimates<sup>(2)</sup>

	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4</b>	<b>Annual*</b>
2026	-0.14 E	-0.13 E	-0.12 E	-0.13 E	-0.52 E
2025	0.00 A	-0.06 A	-0.06 A	-0.15 E	-0.27 E
2024	0.15 A	0.05 A	0.00 A	-0.12 A	0.08 A

\*Quarterly figures may not add up to annual.

(1) The data in the charts and tables, except the estimates, is as of 01/06/2026.

(2) The report's text, the analyst-provided estimates, and the price target are as of 12/03/2025.

## Overview

Formed in 1978, Houston, TX-based Patterson-UTI Energy, Inc. is an oilfield services company. Patterson-UTI is one of the largest onshore contract driller in the United States and has a large fleet of pressure pumping equipment. Following the September 2023 merger with NexTier Oilfield Solutions, Patterson-UTI has become a leading provider of drilling and completions services in the United States.

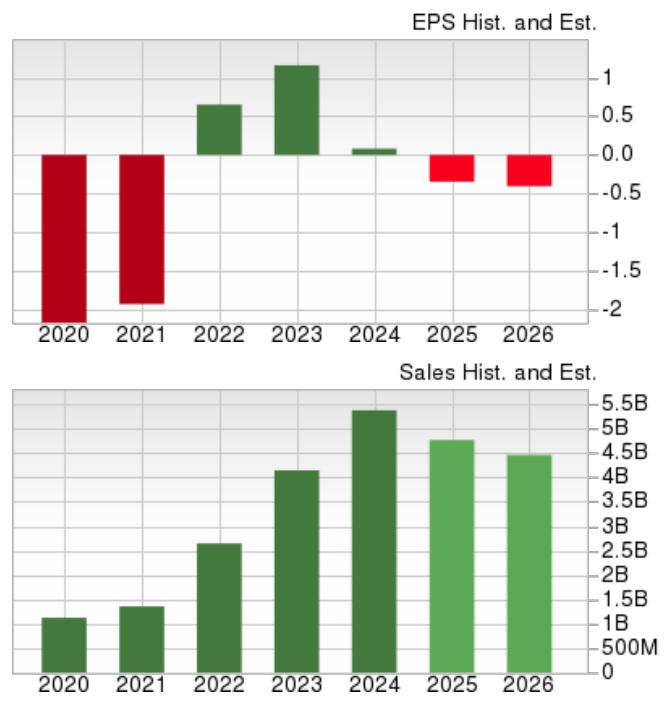
Patterson-UTI operates primarily in four segments: Drilling Services (contributed 32% of the company's Q1 2025 revenue), Completion Services (60%), Drilling Products (7%), and Others (1%).

**Drilling Services:** The company operates contract drilling services in the U.S. and internationally, including Colombia. Additionally, they offer directional drilling services in major U.S. oil and gas basins, enhancing wellbore placement accuracy. Their drilling fleet has evolved to meet customer demands for horizontal wells in shale and unconventional plays.

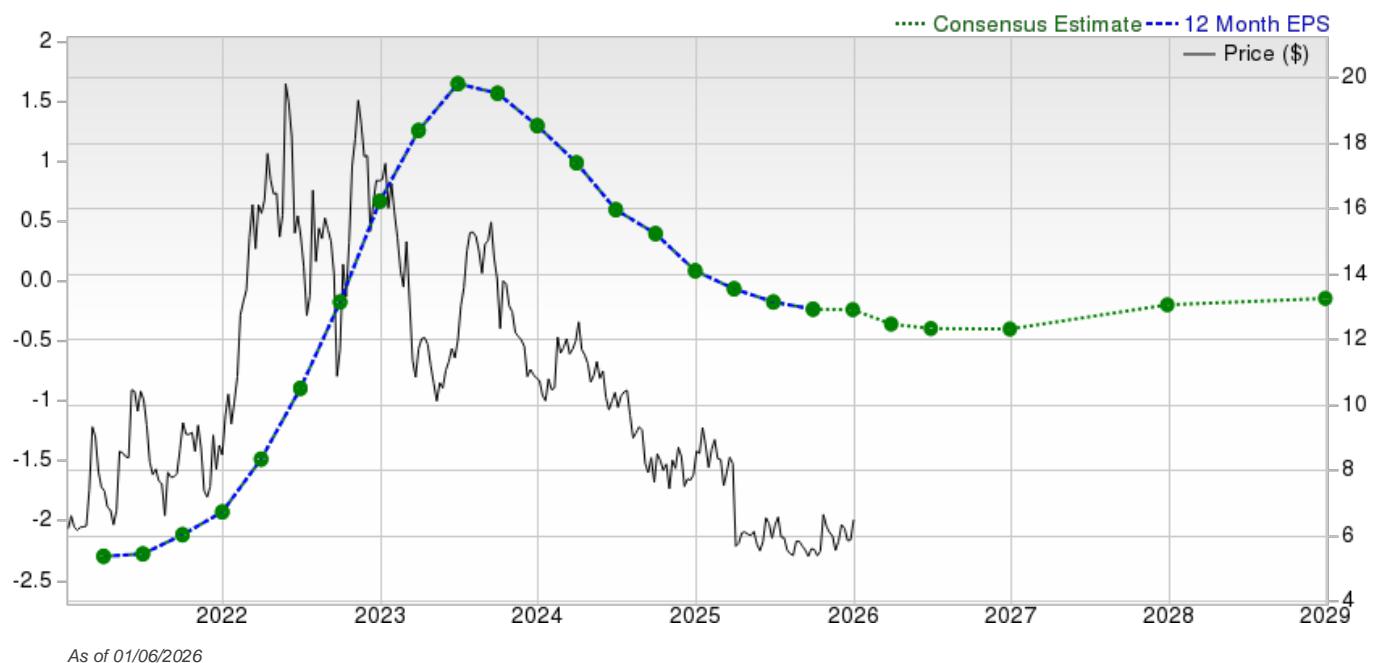
**Completion Services:** The well completion services division encompasses hydraulic fracturing, wireline and pumping, completion support, and cementing services. This sector also includes a natural gas fueling business, proppant last mile logistics and storage, and a research and technology department. Operating in key U.S. basins like Permian, Marcellus Shale/Utica etc., the company benefits from operational density, allowing efficient, integrated solutions and cost leverage to meet customer demands.

**Drilling Products:** Patterson-UTI manufactures and distributes drill bits globally, serving the energy and mining sectors in over 30 countries. Our drilling equipment supports oil and gas exploration, production, and mining operations. With manufacturing facilities in Fort Worth, TX, Leduc, Alberta, and Saudi Arabia, and repair facilities in Argentina, Colombia, Oman, and Saudi Arabia, the company ensures efficient support for its clients' drilling needs.

**Other:** This unit includes Patterson-UTI's premium oilfield rentals business and non-operating working interest ownership in oil and gas assets in Texas and New Mexico.



As of 12/03/2025



As of 01/06/2026

## Reasons To Buy:

- ▲ Patterson-UTI Energy is one of the largest North American land drilling contractors, having a large, high-quality fleet of drilling rigs. The company's technologically advanced 'Apex' rigs are the key to its success. Patterson-UTI's proprietary design makes the rigs move faster than conventional rigs, drill quicker and more efficiently than conventional rigs, and allows for a safer operating environment. As such, these rigs are better suited for the new demands of the exploration business and, therefore, command higher dayrates and utilization than rigs from other land drillers. Patterson-UTI's outsized exposure to North America, especially through its pressure pumping operations, nicely positions the company to take advantage of the rising U.S. land drilling activity, tightening supply/demand fundamentals and pricing momentum.
- ▲ Patterson-UTI Energy is outperforming historical cycles, with margins holding up better than in past periods of activity moderation. This is attributed to its technology edge, including proprietary digital platforms like Cortex for drilling and the entrepreneurial operating system (EOS) suite for completions. These technologies create a performance delta that allows the company to command better pricing and foster stickier customer relationships, insulating it from pure commodity competition.
- ▲ Patterson-UTI continues to deliver on the promised synergies from its 2023 merger with NexTier Oilfield Solutions, a transformative deal that expanded its scale and vertical integration. The company achieved \$200 million in annualized cost synergies ahead of schedule, while cross-selling opportunities in hydraulic fracturing and drilling are enhancing profitability. Management expects incremental savings and efficiency gains in 2026 through integrated field operations and procurement benefits. The merger also diversified PTEN's customer base, reducing earnings volatility. Our model projects that Patterson-UTI Energy's direct operating costs will decline by 8% year over year in 2025 and by an additional 5.1% in 2026.
- ▲ The company's Emerald fleet, which includes 100% natural gas-powered equipment, remains in high demand. The recent delivery of more capital-efficient direct drive pumps enhances this offering. This technology provides significant fuel cost savings for customers, creates a competitive moat, and positions Patterson-UTI Energy favorably as the industry focuses on reducing emissions and operational costs.
- ▲ Patterson-UTI Energy demonstrates strong financial discipline and commitment to shareholders, pledging to return at least 50% of annual free cash flow. In Q3, it returned \$64 million, bringing year-to-date distributions to \$162 million, and has reduced its share count by 9% since major mergers. The company plans to keep 2025 capital spending below \$600 million, with further cuts in 2026, focusing only on high-spec, technology-driven assets while letting older rigs attrition. This approach supports pricing integrity, fleet modernization, and long-term shareholder value.
- ▲ The company's management expressed a constructive outlook for natural gas activity heading into 2026. With new LNG export capacity coming online, creating physical demand, customers are beginning to plan for multi-year growth. Patterson-UTI Energy, with its strong presence in gas-prone regions like the Haynesville, is well-positioned to benefit from an anticipated increase in drilling and completion activity.

Patterson-UTI Energy leads with innovative, high-performance rigs, setting the standard in land drilling.

## Reasons To Sell:

- ▼ Patterson-UTI Energy's international revenue, particularly in its largest market of Saudi Arabia, declined in the third quarter due to slowed drilling activity in that country. This exposes the company to geopolitical and operational risks outside the United States and demonstrates that not all global markets are moving in sync, providing a headwind to segment diversification efforts.
- ▼ The company's optimistic outlook for 2026, particularly for natural gas, is contingent on a materialization of projected demand growth from LNG and stable or improving commodity prices. If global economic uncertainty dampens energy demand or if LNG project timelines slip, the anticipated activity rebound may not occur, leaving Patterson-UTI Energy in a prolonged steady-state environment.
- ▼ Patterson-UTI Energy's operations are heavily tied to U.S. land drilling and completions, which have been moderating through 2025. The company's own rig count declined sequentially, primarily in the key Permian Basin. With current industry activity below the level needed to maintain flat U.S. oil production, any further macroeconomic or oil price weakness could lead to additional activity drops, directly pressuring revenue and utilization.
- ▼ The industry trend of E&P consolidation could eventually lead to fewer, larger customers with greater bargaining power. Furthermore, customers are balancing the need to maintain production with capital discipline in a lower commodity price environment, which could make them more resistant to price increases and more demanding in contract negotiations, potentially squeezing service company margins.
- ▼ Patterson-UTI Energy's operations are heavily tied to U.S. land drilling and completions, which have been moderating through 2025. The company's own rig count declined sequentially, primarily in the key Permian Basin. With current industry activity below the level needed to maintain flat U.S. oil production, any further macroeconomic or oil price weakness could lead to additional activity drops, directly pressuring revenue and utilization.
- ▼ Stock prices of oilfield service companies are notoriously volatile. As such, shares of Patterson-UTI may not be suitable for investors who are not comfortable with often substantial day-to-day volatility. In fact, Patterson-UTI's beta of 1.23 means that the company is more volatile than the overall market.

Patterson-UTI's beta of 1.23 shows its stock is more volatile than the market, unsuitable for risk-averse investors.

## Last Earnings Report

### Patterson-UTI Q3 Loss Narrower Than Expected, Sales Beat

Patterson-UTI Energy reported a third-quarter 2025 adjusted net loss of 6 cents per share, which was narrower than the Zacks Consensus Estimate of a 10-cent loss. This was driven by a 48.7% year-over-year reduction in costs and expenses. However, the bottom line declined from the prior year's breakeven level. This year-over-year deterioration was primarily due to the poor contributions from the Drilling Products segments.

Total revenues of \$1.2 billion beat the Zacks Consensus Estimate by 1%. This was due to higher-than-expected revenues from Completion Services. Revenues of Completion Services beat the consensus mark by 2%. However, the top line decreased 14% year over year. This underperformance can be attributed to the decrease in year-over-year revenue contribution from Drilling Services, Completion Services and Other Services segments.

The company's board of directors declared a quarterly dividend of 8 cents per share to its common shareholders of record as of Dec. 1, 2025. The payout, which is unchanged from the previous quarter, will be made on Dec. 15.

### Segmental Performance

**Drilling Services:** Revenues in this segment totaled \$380.2 million, down 10% from the prior-year quarter's figure of \$421.6 million. However, the top line marginally beat our estimation of \$380.1 million.

Operating income amounted to \$37.1 million compared with a loss of \$34.4 million in the third quarter of 2024. Moreover, the figure beat our operating income estimate of \$23.9 million. U.S. Contract Drilling operating days totaled 8,737 in the third quarter, with an average of 95 rigs deployed.

**Completion Services:** This segment's revenues of \$705.3 million dropped about 15% from the year-ago quarter's figure of \$831.6 million. However, the metric beat our estimation of \$677 million.

Operating loss totaled \$27.7 million against a loss of \$908.7 million in the third quarter of 2024. However, the result was wider than our model's projected loss of \$18.9 million.

**Drilling Products:** This segment's revenues of \$85.9 million decreased about 4% from the year-ago quarter's figure of \$89.1 million. Additionally, the amount missed our estimation of \$88.8 million.

Operating profit reached \$5.8 million, indicating a 36% decrease compared with the third quarter of 2024. The number also missed our estimate of \$13 million.

**Other Services:** Revenues amounted to \$4.6 million, down 69% from the year-ago quarter's figure of \$15 million. Moreover, the figure missed our estimation of \$10.6 million.

Operating profit amounted to \$810,000 in contrast to a loss of \$3.6 million in the third quarter of 2024. Additionally, the figure beat our estimation of an operating loss of \$0.2 million.

### Capital Expenditure & Financial Position

In the reported quarter, the company spent \$144.5 million on capital programs compared with \$180.6 million in the prior-year period.

As of Sept. 30, 2025, the company had cash and cash equivalents worth \$186.9 million and long-term debt of \$1.2 billion. The company's debt-to-capitalization was 27.3%.

The company returned \$64 million to its shareholders in the third quarter of 2025. During the same period, it repurchased \$34 million worth of shares.

The company reported total operating costs and expenses of \$1204 million compared with \$2347.9 million in the third quarter of 2024.

FY Quarter Ending	12/31/2025
Earnings Reporting Date	Oct 22, 2025
Sales Surprise	0.47%
EPS Surprise	40.00%
Quarterly EPS	-0.06
Annual EPS (TTM)	-0.24

## Recent News

### Patterson-UTI Reports October Drilling Activity

On **Nov 5**, Patterson-UTI Energy declared that its October 2025 drill rig count averaged at 94 in the U.S.

## Valuation

Patterson-UTI Energy shares are up 5.8% in the past six months but down 27.5% over the trailing 12-month period. Stocks in the Zacks sub-industry and the Zacks Oil-Energy sector are up 26.5% and 9.6% in the six-month period, respectively. Over the past year, the Zacks sub-industry and sector are down 11.8% but up 2.9% respectively.

The S&P 500 index is up 17% in the six-month period and 14.6% in the past year.

The stock is currently trading at 1.83X trailing 12-month EV/EBITDA, which compares to 5.56X for the Zacks sub-industry, 5.05X for the Zacks sector and 18.57X for the S&P 500 index.

Over the past five years, the stock has traded as high as 18.47X and as low as 1.52X, with a 5-year median of 4.53X. Our Neutral recommendation indicates that the stock will perform in-line with the market. Our \$6.25 price target reflects 0.53X F12M sales.

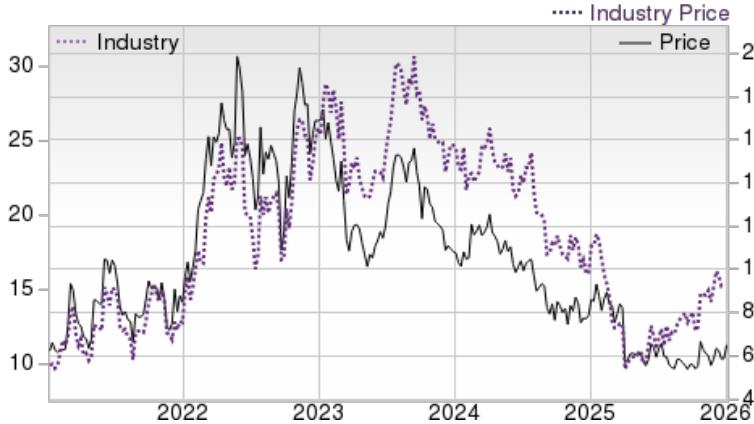
The table below shows summary valuation data for PTEN

Valuation Multiples - PTEN					
	Stock	Sub-Industry	Sector	S&P 500	
EV/EBITDA TTM	Current	3.47	4.8	5.47	18.54
	5-Year High	18.47	24.81	6.84	22.41
	5-Year Low	1.52	4.16	2.78	13.87
	5-Year Median	4.53	14.53	4.4	17.96
P/S F12M	Current	0.5	1.93	1.23	5.29
	5-Year High	2.22	3.22	1.23	5.5
	5-Year Low	0.42	1.01	0.74	3.83
	5-Year Median	0.85	1.98	0.97	5.04
P/B TTM	Current	0.69	1.34	1.71	8.47
	5-Year High	2.72	1.6	1.92	9.16
	5-Year Low	0.41	0.31	1.18	6.6
	5-Year Median	0.97	1.04	1.18	6.6

As of 12/02/2025

Source: Zacks Investment Research

## Industry Analysis<sup>(1)</sup> Zacks Industry Rank: Bottom 9% (222 out of 244)



## Top Peers<sup>(1)</sup>

Company (Ticker)	Rec	Rank
Valaris Limited (VAL)	Outperform	3
Helmerich & Payne, I... (HP)	Neutral	3
Nabors Industries Lt... (NBR)	Neutral	4
Transocean Ltd. (RIG)	Neutral	3
Seadrill Limited (SDRL)	Neutral	3
Noble Corporation PL... (NE)	Underperform	5
Precision Drilling C... (PDS)	Underperform	5
Royal Vopak (VOPKY)	NA	

## Industry Comparison<sup>(1)</sup> Industry: Oil And Gas - Drilling

	PTEN	X Industry	S&P 500	HP	NE	RIG
Zacks Recommendation (Long Term)	Neutral	-	-	Neutral	Underperform	Neutral
Zacks Rank (Short Term)	3	-	-	3	5	3
VGM Score	B	-	-	B	B	A
Market Cap	2.58 B	2.82 B	39.40 B	3.07 B	4.61 B	4.75 B
# of Analysts	4	2.5	22	8	2	3
Dividend Yield	4.71%	0.00%	1.39%	3.21%	6.89%	0.00%
Value Score	A	-	-	A	C	B
Cash/Price	0.08	0.19	0.04	0.08	0.10	0.27
EV/EBITDA	3.08	5.25	14.79	7.34	6.40	13.14
PEG Ratio	NA	NA	2.04	NA	NA	NA
Price/Book (P/B)	0.79	0.90	3.38	1.10	1.02	0.59
Price/Cash Flow (P/CF)	1.27	5.20	15.41	4.27	6.49	5.09
P/E (F1)	-25.33	23.65	18.79	60.82	28.05	25.86
Price/Sales (P/S)	0.53	1.23	3.12	0.82	1.34	1.23
Earnings Yield	-6.04%	3.75%	5.32%	1.64%	3.55%	3.94%
Debt/Equity	0.38	0.44	0.57	0.73	0.44	0.60
Cash Flow (\$/share)	5.36	5.16	8.98	7.29	4.47	0.85
Growth Score	B	-	-	D	B	A
Hist. EPS Growth (3-5 yrs)	NA%	28.91%	8.24%	28.91%	68.74%	NA
Proj. EPS Growth (F1/F0)	NA%	39.52%	9.18%	-45.74%	-66.52%	NA
Curr. Cash Flow Growth	97.56%	27.94%	7.00%	-4.72%	55.52%	587.04%
Hist. Cash Flow Growth (3-5 yrs)	20.52%	4.34%	7.49%	12.75%	29.68%	36.78%
Current Ratio	1.64	1.70	1.19	1.80	1.75	1.08
Debt/Capital	27.37%	30.69%	38.14%	42.10%	30.36%	37.51%
Net Margin	-2.81%	4.87%	12.77%	-4.37%	6.57%	-75.71%
Return on Equity	-2.65%	3.21%	17.03%	3.21%	3.98%	0.45%
Sales/Assets	0.85	0.40	0.53	0.56	0.44	0.21
Proj. Sales Growth (F1/F0)	-11.70%	-0.99%	5.29%	5.70%	6.10%	12.10%
Momentum Score	D	-	-	C	C	C
Daily Price Chg	4.95%	0.00%	0.64%	4.11%	0.10%	1.65%
1 Week Price Chg	10.60%	5.29%	-0.05%	7.50%	3.42%	5.47%
4 Week Price Chg	8.29%	0.00%	0.81%	6.38%	-9.08%	-2.93%
12 Week Price Chg	19.75%	14.18%	3.72%	36.53%	5.26%	34.69%
52 Week Price Chg	-21.23%	-1.97%	15.51%	-5.72%	-12.32%	8.29%
20 Day Average Volume	7,809,407	284,633	2,399,304	1,273,943	1,512,526	27,222,388
(F1) EPS Est 1 week change	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(F1) EPS Est 4 week change	-2.86%	-0.55%	0.00%	1.92%	-19.14%	-14.53%
(F1) EPS Est 12 week change	12.80%	-2.44%	0.44%	-25.86%	-33.23%	9.89%
(Q1) EPS Est Mthly Chg	0.00%	0.00%	0.00%	-21.17%	-3.57%	0.00%

## Analyst Earnings Model<sup>(2)</sup>

### Patterson-UTI Energy, Inc. (PTEN)

In \$MM, except per share data

FY Ends December 31st	2022A	2023A	2024A	2025E				2026E				2027E		
	FY	FY	FY	1Q	2Q	3Q	4Q	FY	1Q	2Q	3Q	4Q	FY	
	Dec-22	Dec-23	Dec-24	31-Mar-25	30-Jun-25	30-Sep-25	31-Dec-25	Dec-25	31-Mar-26	30-Jun-26	30-Sep-26	31-Dec-26	Dec-26	Dec-27
<b>Income Statement</b>														
Operating Revenues	\$2,647.6	\$4,146.5	\$5,377.9	\$1,280.5	\$1,219.3	\$1,176.0	\$1,073.3	\$4,749.1	\$1,082.8	\$1,089.7	\$1,121.8	\$1,079.3	\$4,373.6	\$4,535.0
Direct Operating Costs	\$1,846.6	\$2,811.3	\$3,919.9	\$961.4	\$929.4	\$893.8	\$822.8	\$3,607.4	\$856.8	\$852.0	\$865.5	\$847.9	\$3,422.2	\$3,519.5
Adjusted Gross Profit	\$801.0	\$1,335.1	\$1,458.0	\$319.1	\$290.0	\$282.1	\$250.5	\$1,141.7	\$226.1	\$237.7	\$256.3	\$231.4	\$951.4	\$1,015.5
Depreciation, Depletion, Amortization and Impairment	\$483.9	\$731.4	\$1,171.9	\$231.9	\$261.9	\$225.6	\$225.1	\$944.5	\$205.1	\$208.5	\$219.4	\$199.4	\$832.4	\$811.6
Gross Profit, GAAP	\$317.1	\$603.7	\$286.2	\$87.3	\$28.1	\$56.5	\$25.4	\$197.2	\$21.0	\$29.2	\$36.9	\$32.0	\$119.0	\$203.8
Selling, General and Administrative	\$116.6	\$170.0	\$268.3	\$66.9	\$64.1	\$62.0	\$61.5	\$254.5	\$64.0	\$63.4	\$65.0	\$63.4	\$255.8	\$285.6
Impairment of Goodwill	\$0.0	\$885.2	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Credit Loss Expense	\$0.0	\$0.8												
Merger and Integration Expenses	\$2.1	\$98.1	\$33.0	\$0.4	\$0.5	\$0.1	\$0.1	\$1.1	\$0.1	\$0.1	\$0.1	\$0.1	\$0.4	\$0.4
Other Operating Income, Net	(\$12.6)	(\$16.3)	(\$10.7)	\$3.0	(\$7.0)	\$22.5	\$23.3	\$41.8	\$23.2	\$23.0	\$23.0	\$23.1	\$92.3	\$92.4
Total Operating Costs and Expenses	\$2,436.6	\$3,794.5	\$6,267.6	\$1,263.6	\$1,248.8	\$1,204.0	\$1,132.9	\$4,849.3	\$1,149.1	\$1,147.0	\$1,173.1	\$1,133.8	\$4,603.0	\$4,709.6
Adjusted EBITDA	\$691.7	\$1,183.3	\$1,199.4	\$251.2	\$226.6	\$218.7	\$172.7	\$869.2	\$146.4	\$158.5	\$178.9	\$152.9	\$636.6	\$672.6
Legal Accruals and Settlements				\$0.0	(\$4.6)	\$20.0	\$7.1	\$22.5	\$7.2	\$7.2	\$10.3	\$7.8	\$32.6	\$34.6
Operating Income (Loss)	\$211.0	\$352.0	(\$889.7)	\$16.9	(\$29.5)	(\$28.1)	(\$59.6)	(\$100.2)	(\$66.3)	(\$57.3)	(\$51.3)	(\$54.6)	(\$229.4)	(\$174.6)
Interest Income	(\$0.4)	(\$6.1)	(\$5.7)	(\$1.5)	(\$1.3)	(\$1.5)	(\$1.1)	(\$5.4)	(\$1.2)	(\$1.2)	(\$1.3)	(\$1.2)	(\$4.9)	(\$5.1)
Interest Expense, net of Amount Capitalized	\$40.3	\$52.9	\$72.0	\$17.7	\$17.6	\$17.5	\$26.6	\$79.5	\$18.4	\$19.4	\$20.9	\$21.1	\$79.8	\$84.3
Other (Income)/Expense	\$3.3	(\$1.9)	\$1.0	(\$2.0)	\$1.6	(\$1.0)	\$0.0	(\$1.3)	(\$0.3)	\$0.1	(\$0.3)	(\$0.1)	(\$0.6)	(\$0.6)
Total Other Expense	\$43.2	\$44.9	\$67.2	\$14.3	\$18.0	\$15.0	\$25.5	\$72.8	\$16.9	\$18.2	\$19.3	\$19.8	\$74.2	\$78.5
Pre-Tax Income	\$167.9	\$307.1	(\$956.9)	\$2.7	(\$47.5)	(\$43.0)	(\$85.1)	(\$173.0)	(\$83.2)	(\$75.5)	(\$70.6)	(\$74.4)	(\$303.6)	(\$253.1)
Income Tax	\$13.2	\$61.2	\$9.5	\$1.4	\$1.2	(\$6.6)	(\$13.0)	(\$17.0)	(\$12.7)	(\$11.6)	(\$10.8)	(\$11.4)	(\$46.5)	(\$38.7)
Tax Rate	7.9%	19.9%	(1.0%)	51.9%	(2.5%)	15.3%	15.3%	9.8%	15.3%	15.3%	15.3%	15.3%	15.3%	15.3%
Net Income (Loss) Before Non-Controlling Interest, GAAP	\$154.7	\$246.0	(\$966.4)	\$1.3	(\$48.7)	(\$36.5)	(\$72.1)	(\$156.0)	(\$70.4)	(\$64.0)	(\$59.8)	(\$63.0)	(\$257.2)	(\$214.4)
Non-Controlling Interest		(\$0.3)	\$1.6	\$0.3	\$0.4	(\$0.0)	(\$0.0)	\$0.6	(\$0.0)	(\$0.0)	(\$0.0)	(\$0.0)	(\$0.2)	(\$0.2)
Net Income (Loss), Adjusted	\$143.2	\$326.9	\$33.0	\$1.0	(\$21.0)	(\$20.5)	(\$56.2)	(\$96.7)	(\$54.5)	(\$48.1)	(\$43.9)	(\$47.1)	(\$193.5)	(\$150.7)
Net Income (Loss), GAAP	\$154.7	\$246.3	(\$968.0)	\$1.0	(\$49.1)	(\$36.4)	(\$72.0)	(\$156.6)	(\$70.4)	(\$63.9)	(\$59.7)	(\$62.9)	(\$257.0)	(\$214.2)
Basic Shares Outstanding	215.9	279.5	397.2	386.5	385.4	382.8	379.8	383.6	376.8	373.8	370.8	367.8	372.3	360.3
Diluted Shares Outstanding	219.5	280.1	397.2	387.0	385.4	382.8	379.8	383.8	376.8	373.8	370.8	367.8	372.3	360.3
Basic EPS	\$0.72	\$0.88	(\$2.44)	\$0.00	(\$0.13)	(\$0.10)	(\$0.19)	(\$0.42)	(\$0.19)	(\$0.17)	(\$0.16)	(\$0.17)	(\$0.69)	(\$0.59)
Diluted EPS, Adjusted	\$0.65	\$1.29	\$0.08	\$0.00	(\$0.06)	(\$0.06)	(\$0.15)	(\$0.27)	(\$0.14)	(\$0.13)	(\$0.12)	(\$0.13)	(\$0.52)	(\$0.42)
Diluted EPS, GAAP	\$0.70	\$0.88	(\$2.44)	\$0.00	(\$0.13)	(\$0.10)	(\$0.19)	(\$0.42)	(\$0.19)	(\$0.17)	(\$0.16)	(\$0.17)	(\$0.69)	(\$0.59)
Dividend Per Share	\$0.20	\$0.32	\$0.32	\$0.08	\$0.08	\$0.08	\$0.08	\$0.32	\$0.08	\$0.08	\$0.08	\$0.08	\$0.32	\$0.32

## 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	A
Growth Score	B
Momentum Score	D
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.

### Disclosures

**This report contains independent commentary to be used for informational purposes only. The analysts contributing to this report do not hold any shares of this stock. The analysts contributing to this report do not serve on the board of the company that issued this stock. The EPS and revenue forecasts are the Zacks Consensus estimates, unless otherwise indicated in the report's first-page footnote.** Additionally, the analysts contributing to this report certify that the views expressed herein accurately reflect the analysts' personal views as to the subject securities and issuers. ZIR certifies that no part of the analysts' compensation was, is, or will be, directly or indirectly, related to the specific recommendation or views expressed by the analyst in the report.

Additional information on the securities mentioned in this report is available upon request. This report is based on data obtained from sources we believe to be reliable, but is not guaranteed as to accuracy and does not purport to be complete. Any opinions expressed herein are subject to change.

ZIR is not an investment advisor and the report should not be construed as advice designed to meet the particular investment needs of any investor. Prior to making any investment decision, you are advised to consult with your broker, investment advisor, or other appropriate tax or financial professional to determine the suitability of any investment. This report and others like it are published regularly and not in response to episodic market activity or events affecting the securities industry.

This report is not to be construed as an offer or the solicitation of an offer to buy or sell the securities herein mentioned. ZIR or its officers, employees or customers may have a position long or short in the securities mentioned and buy or sell the securities from time to time. ZIR is not a broker-dealer. ZIR may enter into arms-length agreements with broker-dealers to provide this research to their clients. Zacks and its staff are not involved in investment banking activities for the stock issuer covered in this report.

ZIR uses the following rating system for the securities it covers. **Outperform**- ZIR expects that the subject company will outperform the broader U.S. equities markets over the next six to twelve months. **Neutral**- ZIR expects that the company will perform in line with the broader U.S. equities markets over the next six to twelve months. **Underperform**- ZIR expects the company will underperform the broader U.S. equities markets over the next six to twelve months.

No part of this report can be reprinted, republished or transmitted electronically without the prior written authorization of ZIR.