

Celani Fund Divestment

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Agenda

Wolverine Worldwide

- Overview
- SWOT Analysis
- Ratio Analysis
- EV TO EBITDA

Stellantis

- Overview
- SWOT Analysis
- Ratio Analysis
- DCF Valuation
- EV to EBITDA

Fund Metrics

- Risk/Return Statistics
- Change in Portfolio

Final Recommendation



Wolverine Worldwide Overview

- Founded in 1883
- HQ in Rockford, MI
- Brands: Saucony, Merrell, Wolverine, Cat Footwear, Harley-Davidson Footwear.
- Company has experienced significant 16% from FY22 to FY23 decline in Revenue
- Due to 50% increase in Income Tax benefit, the company experienced an 80% Net Loss from FY22 to FY23
- Inventory has been cut in half in effort to decrease cost, increase sales, and turn the company around

Wolverine Worldwide SWOT Analysis

Strengths

- Diverse Brand Portfolio
- Strong Brand Recognition
- Reputation for Quality

Weaknesses

- High Dependency on Footwear
- Limited Market Share in Emerging Markets
- Legal Challenges (\$70 Million Settlement)

Opportunities

- Sustainable Product Lines
- Health and Wellness Trends
- Collaboration and Partnerships

Threats

- Intense Competition
- Economic Uncertainty
- Changing Consumer Preferences

Ratio Analysis

WWW

Liquidity

Current Ratio	1.18
Quick Ratio	.75
Cash Ratio	.21

Leverage

Debt to Equity	2.05
Times Interest Earned	1.07

Profitability

Operating Margin	-3.04%
Net Profit Margin	-1.75%
EBITDA/Sales	-1.48%

SHOO

Liquidity

Current Ratio	2.26
Quick Ratio	1.66
Cash Ratio	.54

Leverage

Debt to Equity	0
Times Interest Earned	0

Profitability

Operating Margin	10.82%
Net Profit Margin	8.82%
EBITDA/Sales	11.60%

CROX

Liquidity

Current Ratio	1.30
Quick Ratio	.75
Cash Ratio	.21

Leverage

Debt to Equity	1.14
Times Interest Earned	6.43

Profitability

Operating Margin	26.17%
Net Profit Margin	20%
EBITDA/Sales	27.54%

EV to EBITDA

WWW Valuation	
EV/EBITDA Multiple	11.74
EBIT	-68,200,000
Add: Depreciation and Amortization	35,100,000
EBITDA	-33,100,000
Enterprise Value	388,532,664
Less: Total Debt	436,800,000
Equity Value	825,332,664
Shares Outstanding	80,066,948
Implied Price Per Share	10.31
Market Price Per Share	\$21.77
Company Overvalued	-52.65%



Stellantis Overview

- Founded: 2021 (Merger of Fiat Chrysler Automobiles & PSA Group)
- Headquarters: Amsterdam, Netherlands
- Brands: Jeep, Dodge, Ram, Chrysler, Fiat, Peugeot, Citroën, Opel, Maserati & more
- Operates in over 130 countries
- Fierce Competition from Chinese EV companies in Europe
44% of sales
- Jeep Sales Down 36% since 2019
- Gladiator Sales have dropped steadily since 2019 launch
and fell another 21% in 2024
- Ram sales have struggled against GM and Ford
- High Strike Risk – amid 5% layoffs in US (UAW tensions rising have threatened strike)

Stellantis SWOT Analysis

Strengths

- Global Presence (130+ Countries)
- Strong Brand Portfolio
- Strong Financial Performance

Weaknesses

- Limited Presence in Electric Vehicle Market
- Dependence on Traditional Markets

Opportunities

- EV Market Growth
- Expansion into Emerging Markets
- Autonomous and Connected Vehicles

Threats

- Intense Competition
- Economic Uncertainty (Trump Tariffs)
- Regulatory Pressures
- Supply Chain Disruptions
- Changing Consumer Preferences

Ratio Analysis

STLA

Liquidity

Current Ratio	1.24
Quick Ratio	.95
Cash Ratio	.59

Profitability

Operating Margin	11.81%
Net Profit Margin	9.83%
EBITDA/Sales	15.79%

FORD

Liquidity

Current Ratio	1.16
Quick Ratio	1.02
Cash Ratio	.21

Profitability

Operating Margin	2.82%
Net Profit Margin	3.18%
EBITDA/Sales	6.91%

GM

Liquidity

Current Ratio	1.13
Quick Ratio	.98
Cash Ratio	.21

Profitability

Operating Margin	7.45%
Net Profit Margin	3.47%
EBITDA/Sales	14.67%

DCF Valuation

Smooth TY and NPV	
Smooth TY	19,104
NPV Next 5 Years	81,795
WACC	6.59%

Reinvestment	
NWC Investment	(10,523)
Capex Dep	(1,412)
Total Reinvestment	(11,936)

NOPAT	22,556
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Net Reinvestment Rate	0.53
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Total Invested Capital	
Invested Capital	1,100,236

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ROIC	2.05%
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LTG	1.08%
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DCF Valuation	
Numerator	19,311
Denominator	0
TV	351,035
PV of TV	255,182
Enterprise Value	336,977
Net Debt	(20,922)
Equity Value	316,055
Shares O/S	289,607
Current Share Price	12.53
Implied Share Price	1.09
Shares Overvalued	9.13%

EV to EBITDA

STELLANTIS	
EV/EBITDA Multiple	2.35
EBIT	
Add: Depreciation and Amortization	
EBITDA	29,900
Enterprise Value	22,496
Less: Total Debt	321,740
Equity Value	344,236
Shares Outstanding	28,960
Implied Price Per Share	11.89
Market Price Per Share	\$12.63
Company Overvalued	5.87%

Risk/Return Statistics

Before Divestment	After Divestment
Sharpe Ratio: 1.86	Sharpe Ratio: 2.03
Jensen Alpha: 12.87	Jensen Alpha: 10.99
Treynor Ratio: .48	Treynor Ratio: .26

Change in Portfolio Weighting

Celani Fund Weightings Before Divestment

Sector	Weight	Benchmark	Weighting
Communication Services	7.15%	2.09%	Overweight
Consumer Discretionary	22.54%	13.87%	Overweight
Consumer Staples	10.61%	4.62%	Overweight
Energy	7.70%	2.12%	Overweight
Financials	12.10%	25.55%	Underweight
Health Care	10.08%	14.72%	Underweight
Industrials	17.16%	12.50%	Overweight
Information Technology	10.77%	19.53%	Underweight
Materials	0%	5%	Underweight
Utilities	0.82%	0%	Overweight
Not Classified(GOLD)	1.05%	0%	Overweight

Celani Fund Weightings After Divestment

Sector	Weight	Benchmark	Weighting
Communication Services	7.55%	2.09%	Overweight
Consumer Discretionary	18.23%	13.87%	Overweight
Consumer Staples	11.20%	4.62%	Overweight
Energy	8.13%	2.12%	Overweight
Financials	12.77%	25.55%	Underweight
Health Care	10.64%	14.72%	Underweight
Industrials	18.11%	12.50%	Overweight
Information Technology	11.38%	19.53%	Underweight
Materials	0%	5%	Underweight
Utilities	0.87%	0%	Overweight
Not Classified(GOLD)	1.11%	0%	Overweight

Recommendation/Vote

- Divest entirely out of our
Wolverine Worldwide position
- Divest entirely out of the
Stellantis position

