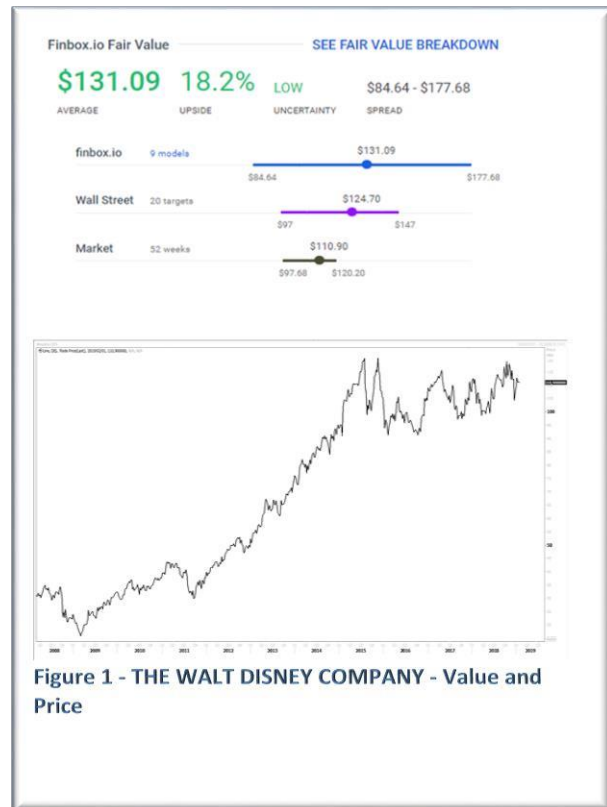


Investment idea: **THE WALT DISNEY COMPANY (NYSE: DIS) – Buy Recommendation** **30 January 2019**
 Price \$110.90

Dear Investor,

We are seeing value in THE WALT DISNEY COMPANY.

- ❖ 2018Q4 was driven by strong revenue growth of the Broadcasting and Studio Entertainment divisions, which increased by 21% and 50% y-o-y respectively. This was as a result of major blockbuster movies released by the Group, including *Black Panther*, *Avengers: Infinity War* and *The Incredibles 2*.
- ❖ The Company is expanding into streaming services - *Disney +* and *ESPN+*.
- ❖ Disney's stock hasn't done much in the last year, yet the 2019 Studio Entertainment line-up looks like a significant growth driver.
- ❖ Sales growth from the previous year was 7.8% and estimated to be 3% into FY2019 – it could well surprise to the upside, depending on the popularity of its new movie releases.
- ❖ The share is trading on an undemanding PE of 15.7x to September 2019 – we value the stock using the Finbox.io app on our website at \$131.



The investment can be made on our new offshore site <https://afrifocus.co.za/offshore-investment/>

You can use your annual foreign investment allowance for this purpose.

Please contact your Afrifocus Portfolio Manager for more details on the opening of your offshore account.

Regards

Afrifocus Personal Wealth