

TIMELINESS 1 Raised 5/21/21	High: 24.3 25.9 38.1 55.7 67.3 81.0 84.0 114.9 151.6 189.9 220.4 250.5	Low: 16.2 16.9 24.6 38.5 48.7 60.0 66.1 78.5 111.0 127.9 133.9 192.8	Target Price Range 2024 2025 2026
SAFETY 1 Raised 5/16/14	LEGENDS — 24.0 x "Cash Flow" p sh ... Relative Price Strength 4-for-1 split 3/15 Options: Yes Shaded area indicates recession		400 320 200 160 120 100 80 60 40
TECHNICAL 4 Lowered 6/25/21			
BETA 1.00 (1.00 = Market)			
18-Month Target Price Range			
Low-High Midpoint (% to Mid)			
\$186-\$388 \$287 (15%)			
2024-26 PROJECTIONS			
Price Gain Ann'l Total High 300 (+20%) Return Low 245 (Nil) 5% Nil			
Institutional Decisions			
3Q2020 4Q2020 1Q2021			
to Buy 1352 1641 1531			
to Sell 1104 1075 1205			
Hld's(000)157328315700471589730			
Percent shares traded	75	50	25

Visa Inc. is the result of the merger of Visa USA, Visa International, Visa Canada, and Inovant. The reorganization was completed in October 2007. In March of 2008, the company went public, offering 1.62 billion shares at an initial price of \$11 (figures adjusted for 3/15 stock split). It raised \$17.9 billion in the largest IPO in U.S. history to date. Lead underwriters were J.P. Morgan and Goldman Sachs, which led a team of other main underwriters and several small banks.

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	© VALUE LINE PUB. LLC	24-26
Revenues per sh ^A	3.25	3.84	4.49	5.03	6.27	7.07	8.84	10.18	11.64	11.27	12.30	14.30	Revenues per sh ^A	19.45
"Cash Flow" per sh	1.39	1.67	2.05	2.33	3.13	3.45	4.28	5.39	6.45	6.00	5.85	7.50	"Cash Flow" per sh	10.35
Earnings per sh ^{ABD}	1.25	1.55	1.90	2.27	2.62	2.84	3.48	4.42	5.32	5.04	5.40	7.05	Earnings per sh ^{ABD}	9.70
Div'ds Decl'd per sh ^E	.15	.22	.33	.42	.50	.59	.69	.88	1.05	1.22	1.31	1.45	Div'ds Decl'd per sh ^E	1.90
Cap'l Spending per sh ^C	.12	.14	.18	.22	.19	.25	.34	.35	.38	.38	.40	.40	Cap'l Spending per sh ^C	.45
Book Value per sh ^H	9.35	10.19	10.24	10.86	13.47	12.75	13.12	14.09	14.80	16.05	18.00	19.05	Book Value per sh ^H	23.85
Common Shs Outst'g	2828.0	2712.0	2624.0	2524.0	2215.0	2133.0	2076.0	2025.0	1974.0	1939.0	1930.0	1925.0	Common Shs Outst'g	1800.0
Avg Ann'l P/E Ratio	15.7	18.2	21.8	23.3	25.3	27.2	25.9	28.4	29.2	38.3	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	28.0
Relative P/E Ratio	.98	1.16	1.22	1.23	1.27	1.43	1.30	1.53	1.56	1.96			Relative P/E Ratio	1.55
Avg Ann'l Div'd Yield	.8%	.8%	.8%	.8%	.8%	.8%	.8%	.7%	.7%	.7%			Avg Ann'l Div'd Yield	.7%

CAPITAL STRUCTURE as of 6/30/21
Tot. Debt \$21.0 bill. Due in 5 yrs. \$9.1 bill.
LT Debt \$21.0 bill. LT Interest \$540.0 mill.
(36% of cap'l)

Leases, Uncapitalized Annual rentals \$108 mill.
No Defined Benefits Plan

Pfd. Stock \$3.1 bill. **Pfd. Div'd Nil**

Common Stock 1944.0 million shares
(Includes 1689.0 mill. class-A shares; 245.0 mill. class-B shares; 10.0 mill. class-C shares)

MARKET CAP: \$486 billion (Large Cap)

	2019	2020	6/30/21
CURRENT POSITION (\$MILL.)			
Cash Assets	7838	16289	18034
Receivables	1542	1618	1852
Other	11590	9738	8156
Current Assets	20970	27645	28042
Accts Payable	156	174	172
Debt Due	--	2999	--
Other	13259	11337	13851
Current Liab.	13415	14510	14023

ANNUAL RATES Past 10 Yrs. Past 5 Yrs. Est'd '18-'20 of change (per sh) to '24-'26

Revenues	16.5%	16.0%	10.0%
"Cash Flow"	21.5%	19.0%	9.5%
Earnings	20.5%	16.5%	12.0%
Dividends	28.5%	20.5%	10.5%
Book Value	7.0%	5.5%	8.0%

At the three-quarter pole of fiscal 2021, Visa is on track for decent results. (Fiscal year ends on September 30th.) During the June interim, the company registered \$6.13 billion in revenues, representing a 27% advance from the year-earlier total. Earnings increased a more-modest 10% in the fiscal third quarter, to \$1.18 per share, due entirely to a substantially higher tax rate, which expanded from 19.1% last year to 41.3%. (Our respective top- and bottom-line calls were \$5.83 billion and \$1.35 per share.)

Fiscal Year Ends	Dec.31	Mar.31	Jun.30	Sep.30	Full Fiscal Year
2018	4862	5073	5240	5434	20609
2019	5506	5494	5840	6137	22977
2020	6054	5854	4837	5101	21846
2021	5687	5729	6130	6204	23750
2022	6525	6800	7000	7225	27550

Fiscal Year Ends	Dec.31	Mar.31	Jun.30	Sep.30	Full Fiscal Year
2018	1.08	1.11	1.00	1.23	4.42
2019	1.30	1.31	1.37	1.34	5.32
2020	1.46	1.38	1.07	1.12	5.04
2021	1.42	1.38	1.18	1.42	5.40
2022	1.70	1.77	1.75	1.83	7.05

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2017	.165	.165	.165	.195	.69
2018	.21	.21	.21	.25	.88
2019	.25	.25	.25	.30	1.05
2020	.30	.30	.30	.32	1.22
2021	.32	.32			

Transaction activity has rebounded sharply after slumping in the middle of calendar 2020. Volumes recovered gradually in the December (up 2.0%) and March (up 8.2%) periods, but jumped 30.9% in the latest quarter, as the easing of travel and public safety restrictions caused a release of pent-up demand. On point, total volumes in Europe, Asia/Pacific, Latin America, and the segment comprised of Central Europe, the Middle East, and Africa soared 28.5%, 11.0%, 47.7%, and 38.8%, respectively, during the fiscal third quarter. Elsewhere, business was strong in North America,

where volumes climbed 37.3% and 26.3%, respectively, in the United States and Canada. (All figures are presented on a constant-dollar basis.)

In all likelihood, revenues and share earnings will fully bounce back over the next two years, following fiscal 2020's hindered performance. There have been a number of positive developments, including the wider availability of COVID-19 vaccines in North America and overseas, lower infection and mortality rates, and a pick-up in economic activity. Our top-line estimates for fiscal 2021 and 2022 would be an 8%–9% rebound and growth of 16%–17%, respectively. On the bottom line, we look for share net to recover 7%–8% this fiscal year, and expand 30%–31% in fiscal 2022.

Top-quality Visa shares carry our Highest rank for year-ahead price performance (Timeliness: 1). The stock would make a fine addition to most investment portfolios, owing to its stellar Financial Strength rating (A++), and excellent scores for Price Stability, Price Growth Persistence, and Earnings Predictability.

Sharif Abdou August 6, 2021

Company's Financial Strength	A++
Stock's Price Stability	95
Price Growth Persistence	100
Earnings Predictability	90

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