Stericycle Incorporated

Stericycle reported disappointing March-quarter ADR earnings per share of $0.97, versus our estimate of $1.22. The shortfall reflected the absence of expected margin improvement and a higher level of depreciation and amortization charges. Both factors are related, to varying degrees, to the $2.3 billion purchase on October 1st of Shred-It, which provides medical waste collection, transportation, treatment, and disposal to approximately 465,000 customers in 24 countries, including the United States and Canada.

Stericycle is the largest provider of document destruction services. Anticipated synergies from the acquisition program. It purchased 42 regulated waste-disposal businesses in 2015 for about $475 million net of the capital budget. Many of these funds are earmarked for the company’s ongoing acquisition program. It purchased 42 regulated waste-disposal businesses in 2015 for about $475 million net of the capital budget. Many of these funds are earmarked for the company’s ongoing acquisition program.