

10 October 2025

Recommendation	Price Target	PT End Date	Price	Upside/Downside to PT
Overweight	\$95.00	31-Dec-26	\$78.46	21.08%

Starbucks Corporation retails, roasts, and provides its own brand of specialty coffee. The Company operates retail locations worldwide and sells whole bean coffees through its sales group, direct response business, supermarkets, and on the World Wide Web. Starbucks also produces and sells bottled coffee drinks and a line of ice creams.



Note: All analysts forecasts are as of last note published on 07-Oct-2025

The Upside/Downside to PT is calculated based on the previous day's closing price which is quoted above.

Source: Bloomberg Finance L.P., World Trade estimates.

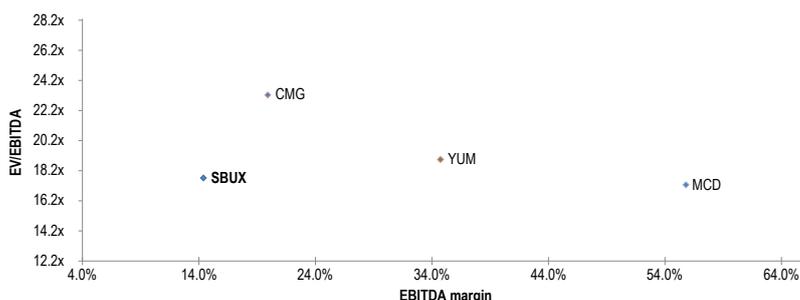
Key Financials (\$mn, year end Sep)	FY23	FY24	FY25E	FY26E	FY27E
Revenue	35,976	36,176	36,813	38,227	40,614
EBITDA	7,165	6,919	5,295	6,212	7,294
EBIT	5,802	5,406	3,612	4,490	5,494
Pretax Income	5,333	4,967	3,182	3,986	4,960
Net Profit	4,079	3,758	2,345	2,991	3,718
Total Assets	29,446	31,339	34,488	33,410	33,142
Shareholder Equity	(7,995)	(7,449)	(5,004)	(6,304)	(6,846)
Adjusted Net Debt/(Cash)	11,413	12,025	10,964	12,771	13,894
Capex	(2,334)	(2,778)	(2,204)	(2,313)	(2,476)
Free Cash Flow to firm	3,500	2,864	2,180	2,823	3,491
EPS (\$)	3.54	3.30	2.05	2.65	3.35
DPS	n/a	n/a	n/a	n/a	n/a

Key Ratios	FY23	FY24	FY25E	FY26E	FY27E
EBITDA Margin	19.9%	19.1%	14.4%	16.3%	18.0%
EBIT Margin	16.1%	14.9%	9.8%	11.7%	13.5%
Net Margin	11.3%	10.4%	6.4%	7.8%	9.2%
Payout Ratio	n/a	n/a	n/a	n/a	n/a
Net Debt/Equity (excl MI)	NM	NM	NM	NM	NM
FCF Yield	3.9%	3.2%	2.4%	3.2%	4.0%
P/E	22.1x	23.7x	38.2x	29.6x	23.4x
EV/EBITDA	13.2x	13.5x	17.7x	14.9x	12.5x
ROE	NM	NM	NM	NM	NM

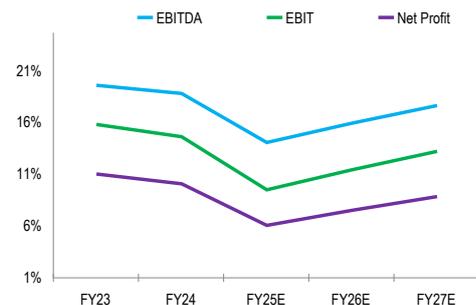
Source: Company data, Bloomberg Finance L.P., World Trade estimates.

### Peer Valuation Chart FY25



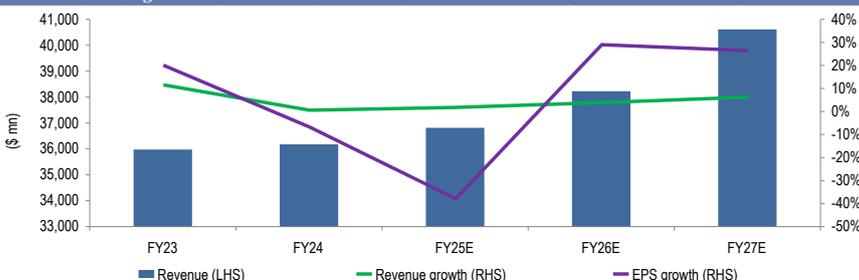
Source: Company data, Bloomberg Finance L.P., World Trade estimates.

### Margin Analysis (SBUX)



Source: Company data, World Trade estimates.

### Revenue and EPS growth



Source: Company data, World Trade estimates.

### Company Data

Market Cap (USDmn)	89,429
Shares O/S (mn)	1,140
Float	99.9%
Dividend Yield	n/a
EPS (\$)	2.05
3M - Avg daily volume (mn)	9.70
52 wk High/Low (\$)	117.46-75.50

WTS EPS Estimate		BBG EPS Estimate	
FY25E	FY26E	FY25E	FY26E
2.05	2.65	2.18	2.65

Source: Company data, Bloomberg Finance L.P., World Trade estimates.

Peer Valuation Analysis	Ticker	Fiscal Year End	Last Note Published	Rating	Price Target	Mkt Cap (\$mn)	EV/EBITDA FY25E	EV/EBITDA FY26E	P/BV FY25E	P/BV FY26E	P/E FY25E	P/E FY26E	ROE FY25E	ROE FY26E
<b>Local peers</b>														
Yum Brands	YUM	2024/12	07-Oct-25	OW	\$160.00	39,937	18.9x	17.8x	NM	NM	23.8x	21.3x	NM	NM
McDonald's	MCD	2024/12	07-Oct-25	OW	\$305.00	213,313	17.3x	15.7x	NM	NM	24.8x	21.5x	NM	NM
Chipotle Mexican Grill, Inc.	CMG	2024/12	07-Oct-25	N	\$44.00	54,184	23.2x	21.1x	15.4x	15.1x	34.1x	30.5x	44.1%	49.4%
<b>Global peers</b>														
Whitbread	WTB.L	2025/2	10-Sep-25	N	2,800p	7,754	9.9x	10.0x	NM	NM	16.7x	16.4x	10.2%	10.3%
Jubilant Foodworks Ltd	JUBLNS	2025/3	25-Sep-25	N	Rs745.00	4,476	27.7x	24.4x	18.9x	17.9x	183.0x	100.0x	10.2%	18.4%
Jollibee Foods Corp.	JFC.PS	2024/12	22-Apr-25	UW	Php199.00	4,227	8.9x	8.0x	3.0x	2.8x	22.2x	20.4x	12.3%	13.7%
<b>Starbucks</b>	<b>SBUX</b>	<b>2024/9</b>	<b>07-Oct-25</b>	<b>OW</b>	<b>\$95.00</b>	<b>89,429</b>	<b>17.7x</b>	<b>14.9x</b>	<b>NM</b>	<b>NM</b>	<b>38.2x</b>	<b>29.6x</b>	<b>NM</b>	<b>NM</b>
Median							17.7x	15.7x	15.4x	15.1x	24.8x	21.5x	11.2%	16.1%
Mean							17.7x	16.0x	12.5x	11.9x	49.0x	34.3x	19.2%	23.0%
High							27.7x	24.4x	18.9x	17.9x	183.0x	100.0x	44.1%	49.4%
Low							8.9x	8.0x	3.0x	2.8x	16.7x	16.4x	10.2%	10.3%

Source: Company data, World Trade estimates.