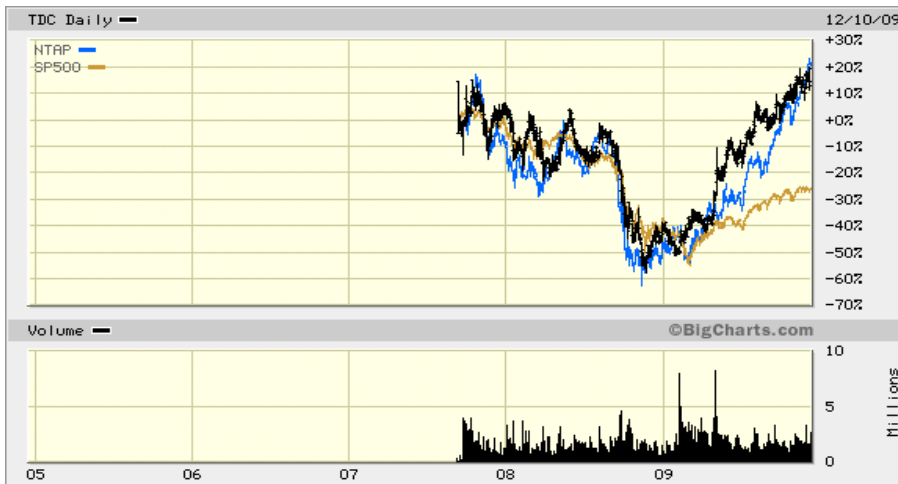


Teradata Corporation (TDC) 12/10/09

TDC operates as a provider of enterprise data warehouse solutions. TDC uses their own software and hardware to provide customers with data warehousing allowing them to organize, store, and manipulate data at better costs than doing it themselves. The company was founded in 1979 and headquartered in Dayton, Ohio.

Current Price	\$31.26
52 Week High	\$31.24
52 Week Low	\$12.75
One Yr Target	n/a
Market Cap (in billions)	\$5.35
P/E (Trailing)	21.92
P/E(1 Yr Forward)	21.12
P/E/G	2.11
ROA	17.57%
ROE	30.57%
EPS	\$1.43
Beta	1.12
Annualized Dividend	\$0.00
Dividend Yield	0.00%
Analyst Consensus	2.50
Debt to Equity	0.68



Annual EPS

2005	\$1.14	
2006	\$1.06	-6.80%
2007	\$1.10	3.91%
2008	\$1.44	30.33%
2009E	\$1.43	-0.97%

Annual Revenue (in millions)

2005	\$1,467.00	
2006	\$1,547.00	5.45%
2007	\$1,702.00	10.02%
2008	\$1,762.00	3.53%

Annual Net Income (in millions)

2005	\$206.00	
2006	\$192.00	-6.80%
2007	\$200.00	4.17%
2008	\$250.00	25.00%

Free Cash Flows (in millions)

2005	\$137.00	
2006	\$151.00	10.22%
2007	\$287.00	90.07%
2008	\$367.00	27.87%

Required Rate of Return

11.19%

Dividend Growth Model

Present Value of 2014 Price	n/a
Holding Period Return (5 years)	n/a

Expected Annualized Return Model

Present Value of 2014 Price	\$29.10
Holding Period Return (5 years)	-1.41%

Residual Income Model

Intrinsic Stock Price	\$32.11
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Analysis

Positives

Great ROA and ROE suggest company has great management teams

Negatives

Valuation models have the stock price as correctly valued, limiting appreciation potential

Financial Statements

Good Income Statement, Income doesn't grow much but profit margins are great

Balance Sheet is very nice, no Debt and company recently started purchasing Treasury Stock

Cash Flows are good, no Debt and little Capital Expenditures to worry about

Industry Analysis

TDC has no listed direct competitors, a good sign they are a leader in a non-competitive industry

Summary

TDC operates as a solid company and greatly benefits from being the only public company that operates in its direct industry. Financial ratios are all very solid and financial statements as well, especially that the company operates with zero Debt. TDC announced in recent quarterly filings that it sees increased revenues from its EMEA region and increased its total 2009 guidance. So therefore when North American and Asian economies return to full strength it should help TDC's divisions there also, further increasing its outlook. As compared with other tech companies TDC isn't as favored by analysts and doesn't have quite the growth expectations as others, but it is a solid company and has a great competitive advantage in its industry. Currently TDC earns only a hold rating based on a lack of information about the enterprise data warehousing industry outlook, but if you favor the industry or find it promising TDC could certainly warrant a buy.