Lorenzo Giovanetti
Nicodemo Allen
Gabriel Fahey
Lucas Weldon
Judson Fair
Gavin Redpath
David Powers
Cavin McLay

CACI
EVER VIGILANT

NYSE: CACI

Legacy Business Trading at an Unfair Discount

Investment Introduction

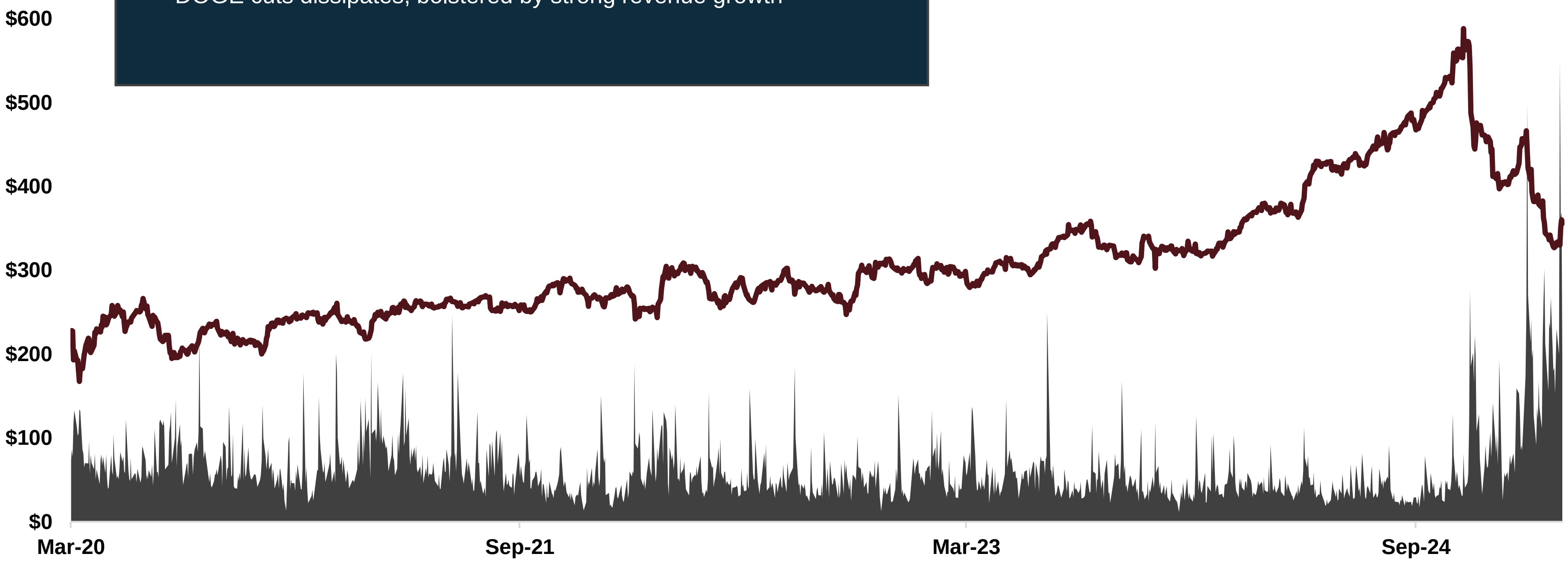
❑ Recommendation: **LONG** with a **PT of $468.82**, representing an upside of **25.5%** from 3/17/25 close

Investment Thesis

1. Over half of CACI's revenue is from high switching cost IT infrastructure used by government agencies, making it highly unlikely to be impacted by budget cuts
2. CACI continues to see strong demand from customers, with strong backlog and retention, leading to solid financials
3. CACI's multiple will recover from the recent drawdown and return to historical norms, as fear around defense contractors' exposure to DOGE cuts dissipates, bolstered by strong revenue growth

CACI
EVER VIGILANT

Market Cap	**$8.54B**
Last Close	$373.33
52-Week Range	$318.60-$588.26
EBIT Margin	8.6%
Total Debt/EBITDA	2.9x
Dividend Yield	-
NTM EV/EBITDA	11.22x



- **Industry Overview**
- **Aerospace, Defense, and Transportation**

DOGE Based Fear Around Investment in Government Contactors

DOGE’s Goals Revolve around Efficiency

1 **Modernize federal technology** and software

Achieve budget savings through **reduction of wasteful spending** 2

3 **Elimination of** unnecessary regulations and **bureaucratic inefficiencies**

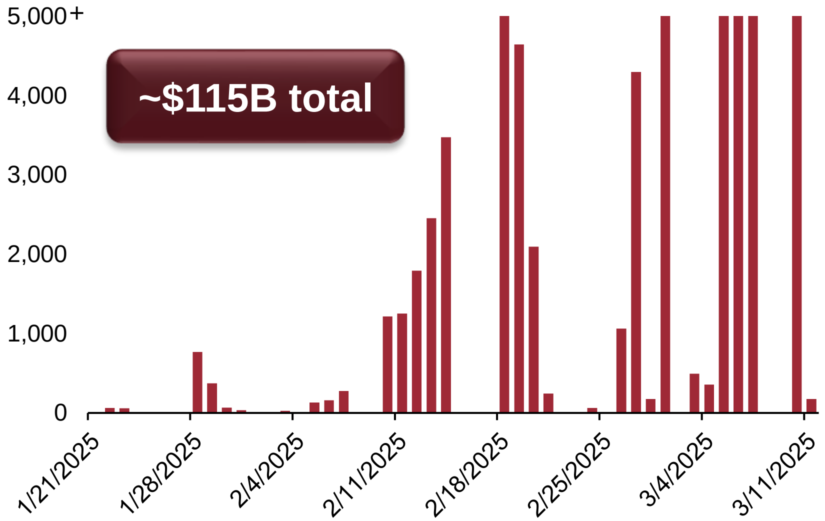
Restructure federal agencies to **enhance responsiveness** 4

5 **Enhance transparency** and accountability facing general populus

Targeting Particular Agencies[2]

Most Cuts	Fewest Cuts
Department of Education	Department of Defense
USAID	Department of State
Department of Treasury	Department of Justice

Savings since Inception ($mm)[1]



~$115B total

Iron Mountain: A Case Study[3]

The **Iron Mountain** is a mine in Boyers, PA storing **200 acres of government data**, dating to 1955.

Due to its old age, the **file acquisition efficiency** is **based on the mine’s elevator speeds**. These files include **federal employee’s retirement paperwork**.

DOGE seeks to **speed up the digitization** of this data, **utilizing outsourcing** to do so.

(1) DOGE.gov; (2) DOGE.gov; (3) CNBC

- **Company Overview**
- **Aerospace, Defense, and Transportation**

CACI
EVER VIGILANT

Trusted Government Contractor with Over 60 Years in Industry

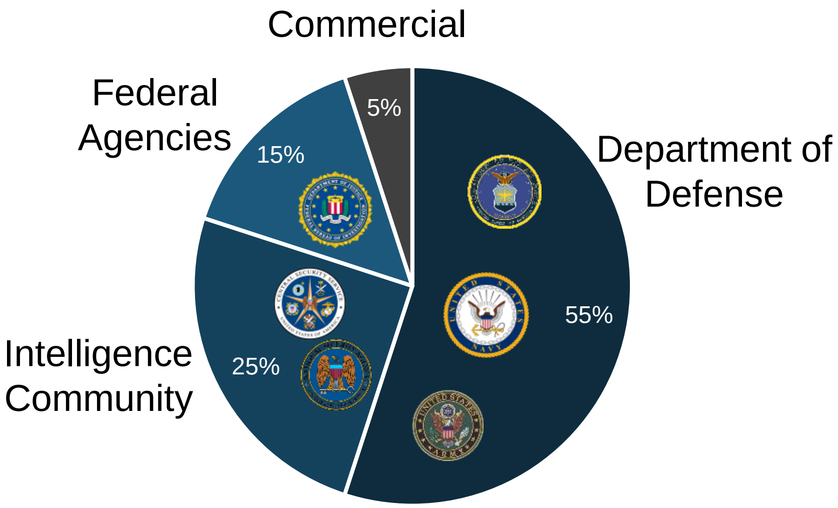
Who They Are

CACI International Inc. ("CACI") is a defense, intelligence, IT, and cybersecurity company serving governmental and commercial customers

Founded in **1962**, CACI is based in Reston, VA with offices throughout Asia, Europe, North / South America

CACI's business model is resilient due to its **long-term** government contracts, **strong** backlog, and **high retention rate** for mission-critical services

Who They Serve



Commercial	5%
Federal Agencies	15%
Department of Defense	55%
Intelligence Community	25%

Business Segments

National Security and Intelligence

~35%(1)

Cyber Operations, SIGINT, GEOINT, and Secure Communications

Enterprise IT and Digital Solutions

~25%(1)

Cloud Computing, AI / ML, and IT Modernization

Engineering and Mission Support

~20%(1)

Systems Engineering, C5ISR, and Logistics

Cyber and Electronic Warfare

~20%(1)

Advanced Cybersecurity and Electronic Warfare Capability

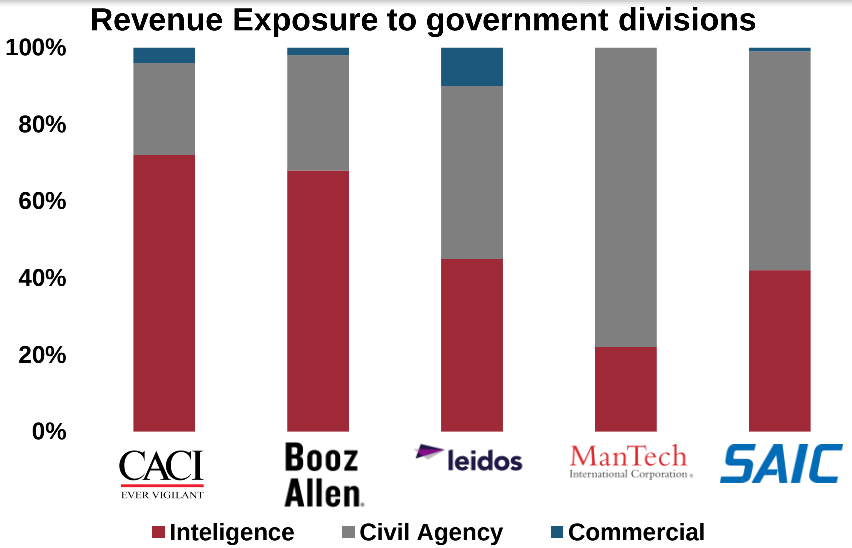
(1) Attributable Portion of Revenue

- **Investment Thesis**
- **Aerospace, Defense, and Transportation**

CACI
EVER VIGILANT

CACI Has Sticky Revenue from Predominantly Unimpacted Sectors

CACI Best Positioned to Dodge DOGE

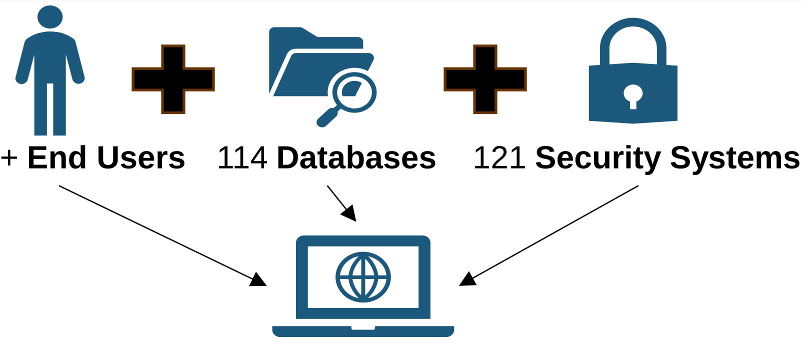


Only 4% of Revenue is from Civilian Agencies[1]

	VS	
52% fired		0.8% fired
15% fired		0.4% fired
13% fired		**0.0%** fired

94% of revenue tied to Homeland Security, which is likely to experience increased spending, rather than cuts

Classified IT Systems Won't Be Easily Replaced



800k+ **End Users** ✚ 114 **Databases** ✚ 121 **Security Systems**

1 Comprehensive platform

No other contractor offers a full platform of services in 1 operating system, and even if government spending is cut, **classified data must always be protected**

Potential Benefits from New Administration

"We will not cut our military budget. We will continue to invest in the greatest military in the world" 3/9/25

1. Continuous talks of "modernizing" the US military/government
2. Less regulations could provide margin tailwinds
3. More "outcome-based contracts" … CACI has already been shifting to that model

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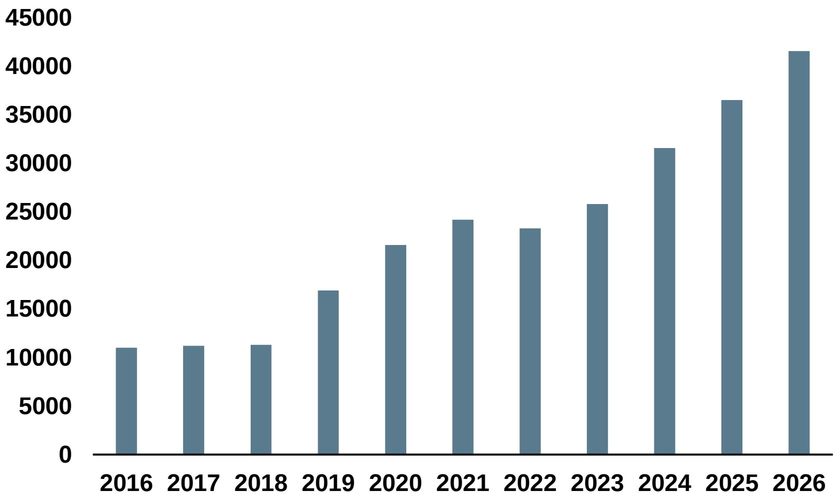
(1) Company Filings

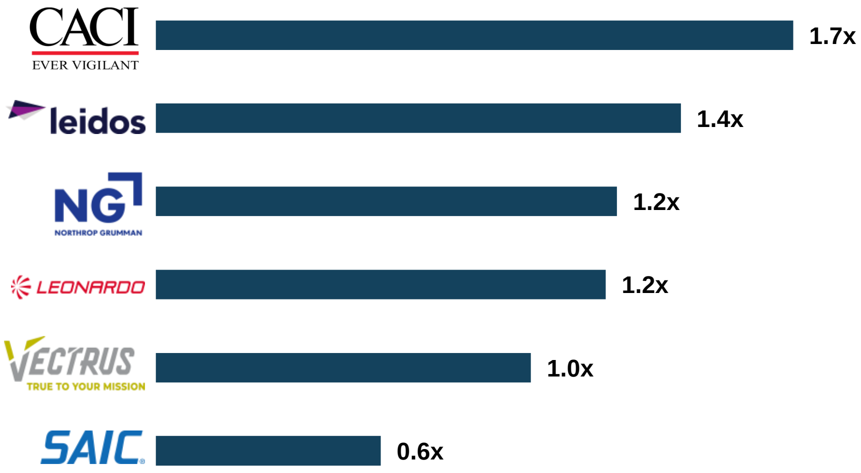
CACI’s Contract Awards and Financials Remain Solid

Safe Backlog of Work[1]

Total Backlog (mm)



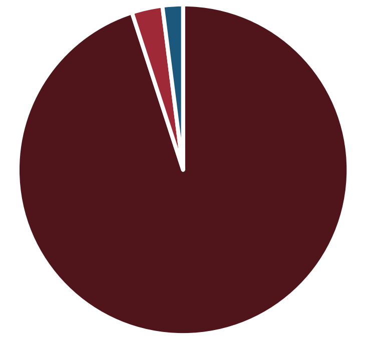
Industry Leading Book-to-Bill Ratio[1]



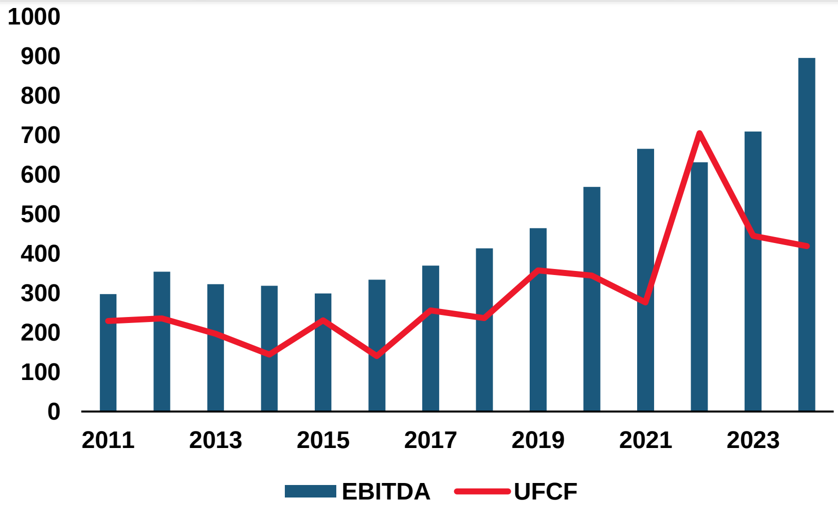
Ongoing Success Winning New Contacts[2]

TTM Contract Awards of $13.4bn

2024 Contract Breakdown



Strong FCF and EBITDA Generation (mm)[1]

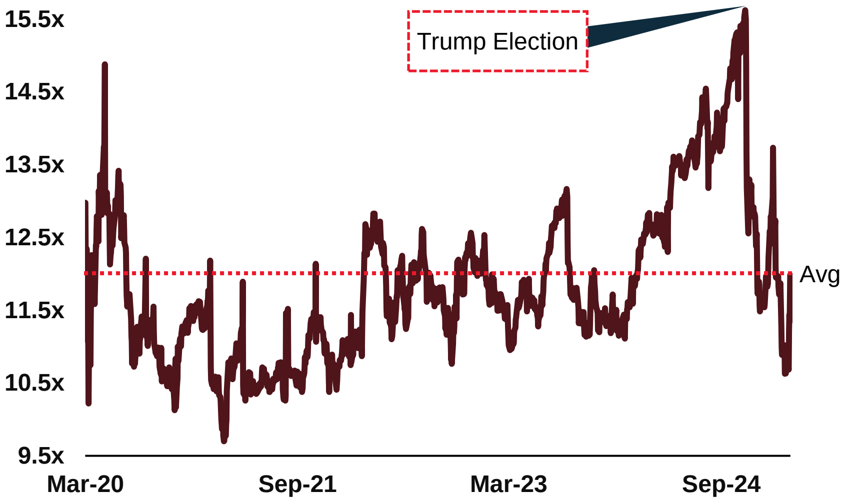


“We see free cash flow per share as the ultimate value creation metric and our FY’25 guidance now implies 18% growth” – Q225 Earnings Call

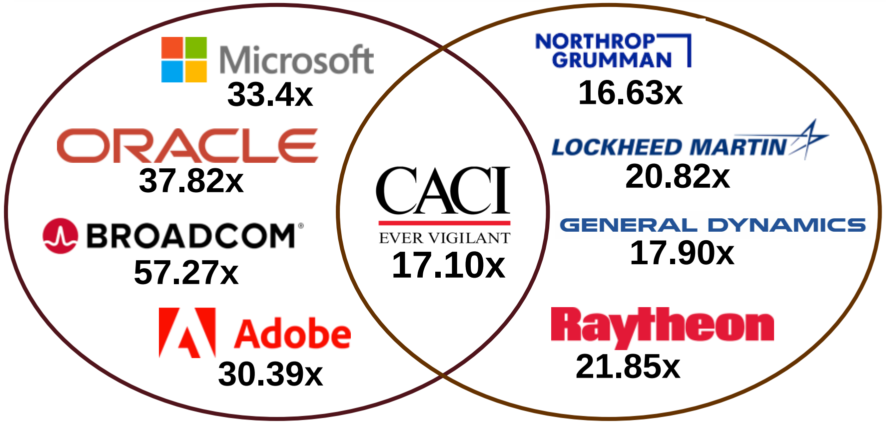
(1) – CapIQ, (2) – Company Filings

CACI Trades at an Unwarranted Discount to Historical Performance

LTM EV/EBITDA Multiple



Does Not Trade In-Line With Product Offering (P/E)


Microsoft 33.4x

ORACLE 37.82x

BROADCOM 57.27x

Adobe 30.39x

CACI EVER VIGILANT 17.10x

NORTHROP GRUMMAN 16.63x

LOCKHEED MARTIN 20.82x

GENERAL DYNAMICS 17.90x

Raytheon 21.85x

CACI trades with pure **defense** companies, even though its products are more like **software** companies

CACI Is Unfairly Falling With "Peers"

	6 Month Returns	Returns Since Nov 6
STANDARD & POOR'S	+1.08%	-3.94%
DOW JONES	+0.84%	-4.07%
CACI "Peers" LMT L3HARRIS Booz Allen GD	-16.53%	-22.20%
CACI EVER VIGILANT	-19.82%	-31.08%

Management Buying Back Record Amount of Shares[1]

"This **accelerated share repurchase** transaction is the next step in a more opportunistic and flexible capital deployment strategy and demonstrates **our confidence in CACI's** strategy and future growth prospects." – **President and CEO** John Mengucci

"A public company CEO and CFO, aren't going to **raise guidance twice** if we really believe that there's a fearful factor out there waiting to hit us." – **Mengucci** at Raymond James Conference

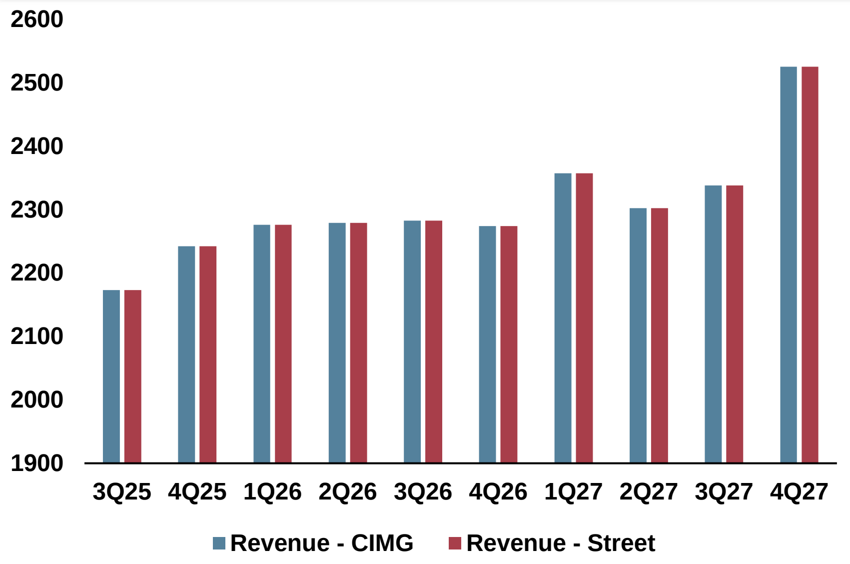
Above average performance being drowned out by inaccurate **speculation**

(1)Transcripts

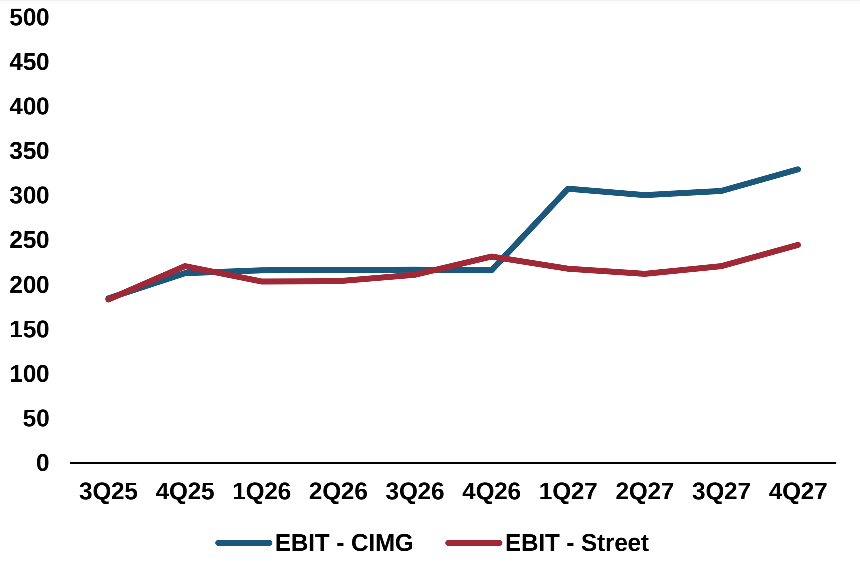
- **Valuation**
- **Aerospace, Defense, and Transportation**

Thesis in the Model

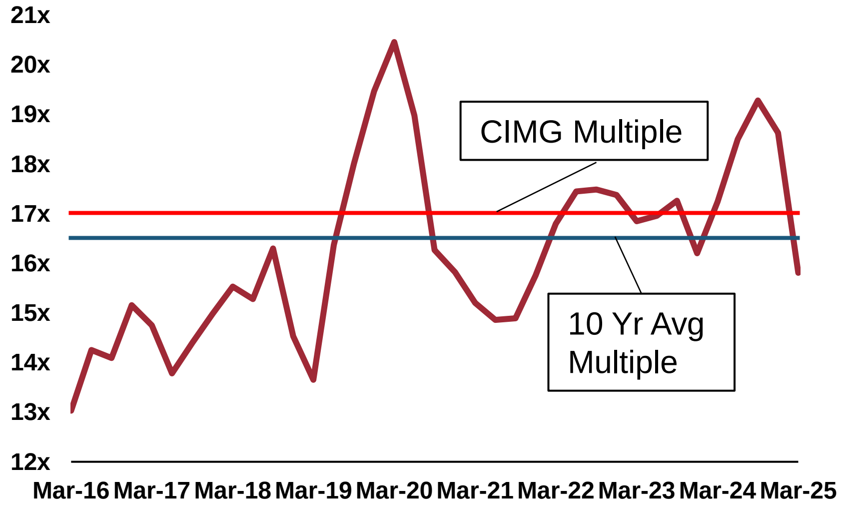
Revenue: CIMG vs Street



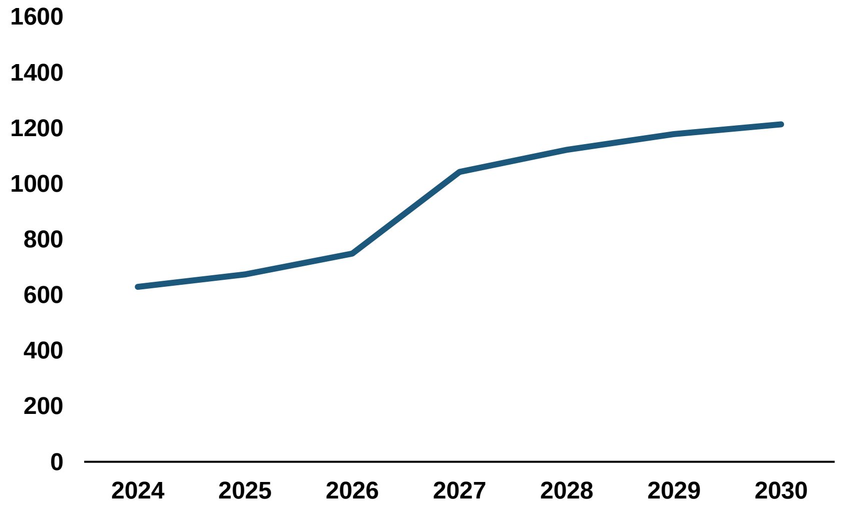
EBIT: CIMG vs Street



EV/EBIT Multiple

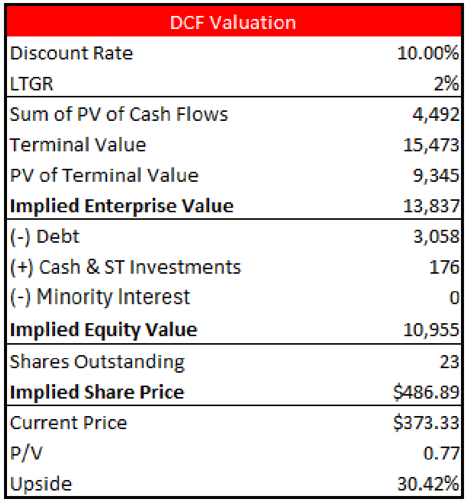


Unlevered FCF

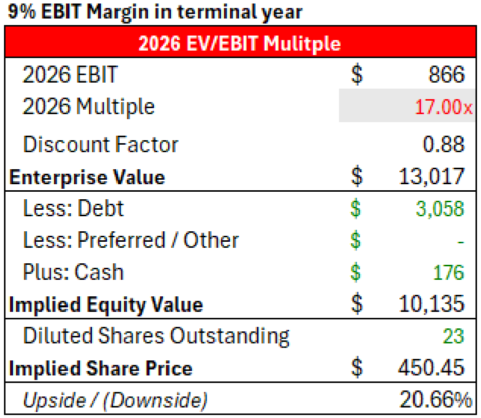


We Recommend a Buy at 5%, Representing 25.5% Upside

Valuation

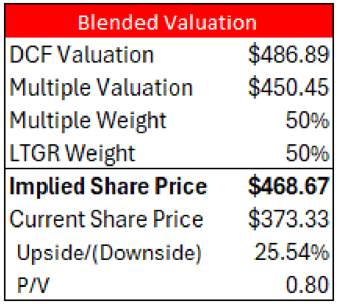


DCF Valuation	
Discount Rate	10.00%
LTGR	2%
Sum of PV of Cash Flows	4,492
Terminal Value	15,473
PV of Terminal Value	9,345
Implied Enterprise Value	13,837
(-) Debt	3,058
(+) Cash & ST Investments	176
(-) Minority Interest	0
Implied Equity Value	10,955
Shares Outstanding	23
Implied Share Price	$486.89
Current Price	$373.33
P/V	0.77
Upside	30.42%



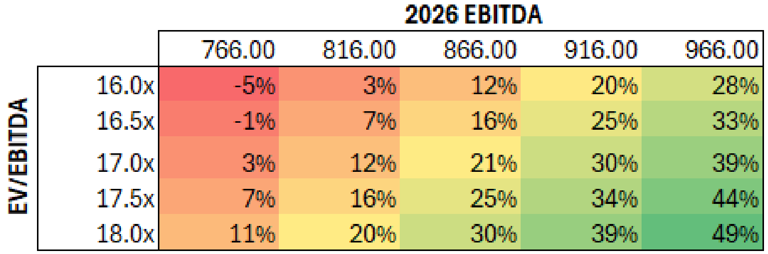
9% EBIT Margin in terminal year

2026 EV/EBIT Mulitple		
2026 EBIT	$	866
2026 Multiple		17.00x
Discount Factor		0.88
Enterprise Value	$	13,017
Less: Debt	$	3,058
Less: Preferred / Other	$	-
Plus: Cash	$	176
Implied Equity Value	$	10,135
Diluted Shares Outstanding		23
Implied Share Price	$	450.45
Upside / (Downside)		20.66%



Blended Valuation	
DCF Valuation	$486.89
Multiple Valuation	$450.45
Multiple Weight	50%
LTGR Weight	50%
Implied Share Price	**$468.67**
Current Share Price	$373.33
Upside/(Downside)	25.54%
P/V	0.80

Sensitivity



		2026 EBITDA				
		766.00	816.00	866.00	916.00	966.00
EV/EBITDA	16.0x	-5%	3%	12%	20%	28%
	16.5x	-1%	7%	16%	25%	33%
	17.0x	3%	12%	21%	30%	39%
	17.5x	7%	16%	25%	34%	44%
	18.0x	11%	20%	30%	39%	49%

Risks & Catalysts

Non-IT Risk	DOGE targets department of defense more aggressively than expected, potentially harming non-IT revenue
Contract Risk	Backlog and contract awards slow as the government becomes more cost sensitive harming future growth
Revenue Catalyst	As the elevated guidance plays out and the street sees that CACI was unaffected by DOGE, multiples will re-rate to normal levels

- **Appendix**
- **Aerospace, Defense, and Transportation**

A Management Team Driven by Tenure and Success

CACI Executive Leadership

John S. Mengucci
President and CEO
Has spent **12+** years with the company and served in **3/6** of the top executive positions. Prior to moving to CACI, John was Lockheed's President of Information Systems and Global Solutions. John is highly accoladed, including being named one of Washington's top 25 execs to watch 2 times.

Jeffrey D. MacLauchlan
EVP, CFO, and Treasurer
Jeffery joined CACI in **2021** and has more than **40 years** of financial experience and industry success, and over 32 years of experience in the IT and Defense industry with Martin Marietta and Lockheed.

DeEtte Gray
President of U.S. Operations
DeEtte first joined CACI in **2017**. Prior to her current role, she served as President of CACI's business and information technology solutions. She knows the industry well, as she has also spent over **16 years** with BAE and Lockheed

J. William Koegel, Jr.
EVP, General Counsel & Secretary
William is responsible for all of CACI's **legal affairs** and regulatory compliance issues. Before joining CACI in **2014**, William was a partner for a DC firm and built a very impressive track record over his **27** years there.

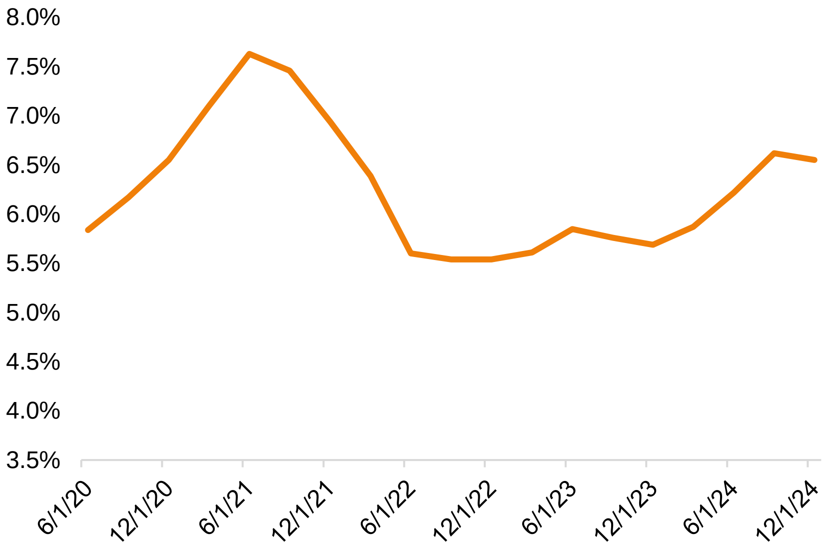
Tracy Weir
President and Chief Executive, CACI Limited UK
Tracy knows the company inside and out, having been with CACI **since 1997**, longer than any other current exec. Tracy took sole control of the UK business in October of 2024 and is looking to grow their scale internationally.

Jerry Parker
EVP of Business Development
Jerry has been with the company **since 2006** in increasing roles of responsibility until being named EVP in 2024. He is a "40-year veteran" in the defense industry.

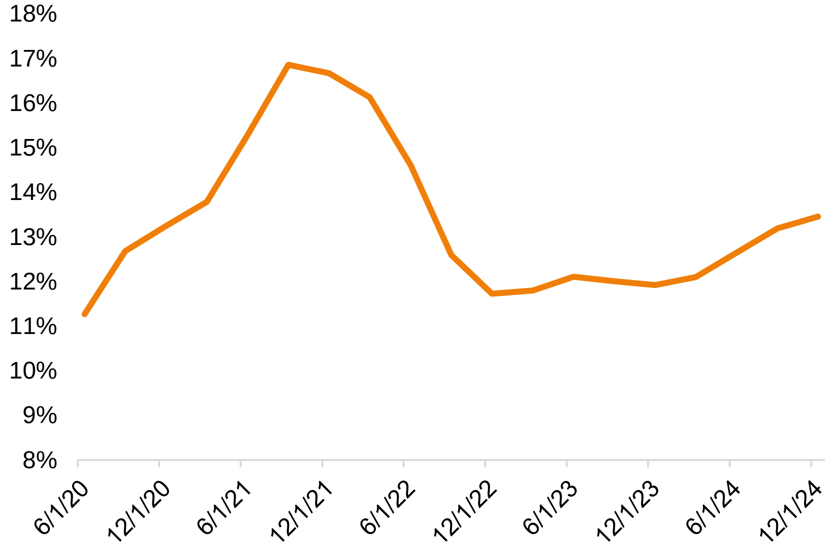
PHIN Leadership Page

Ratios

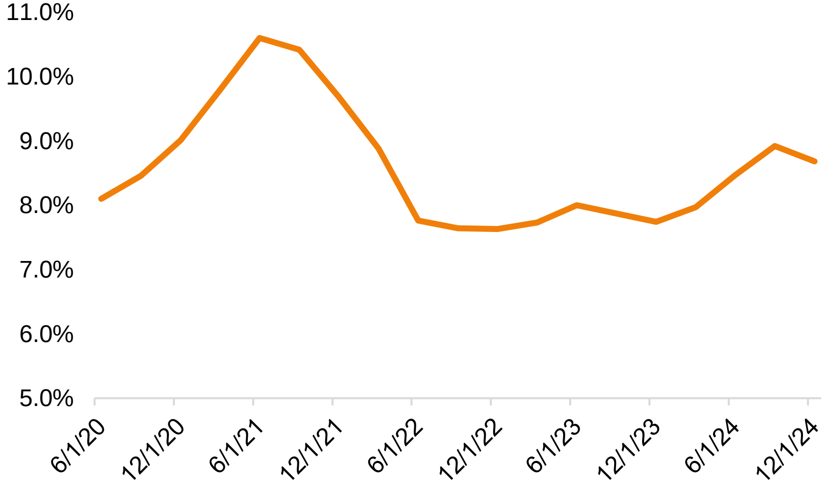
ROA



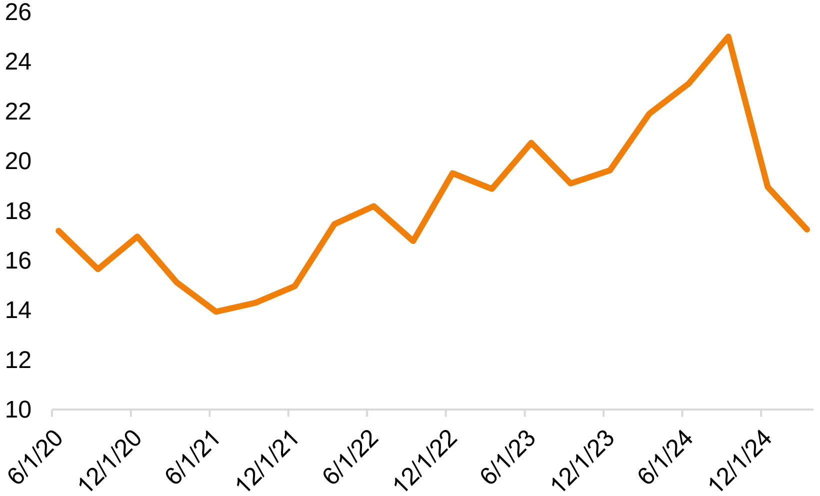
ROE



ROI

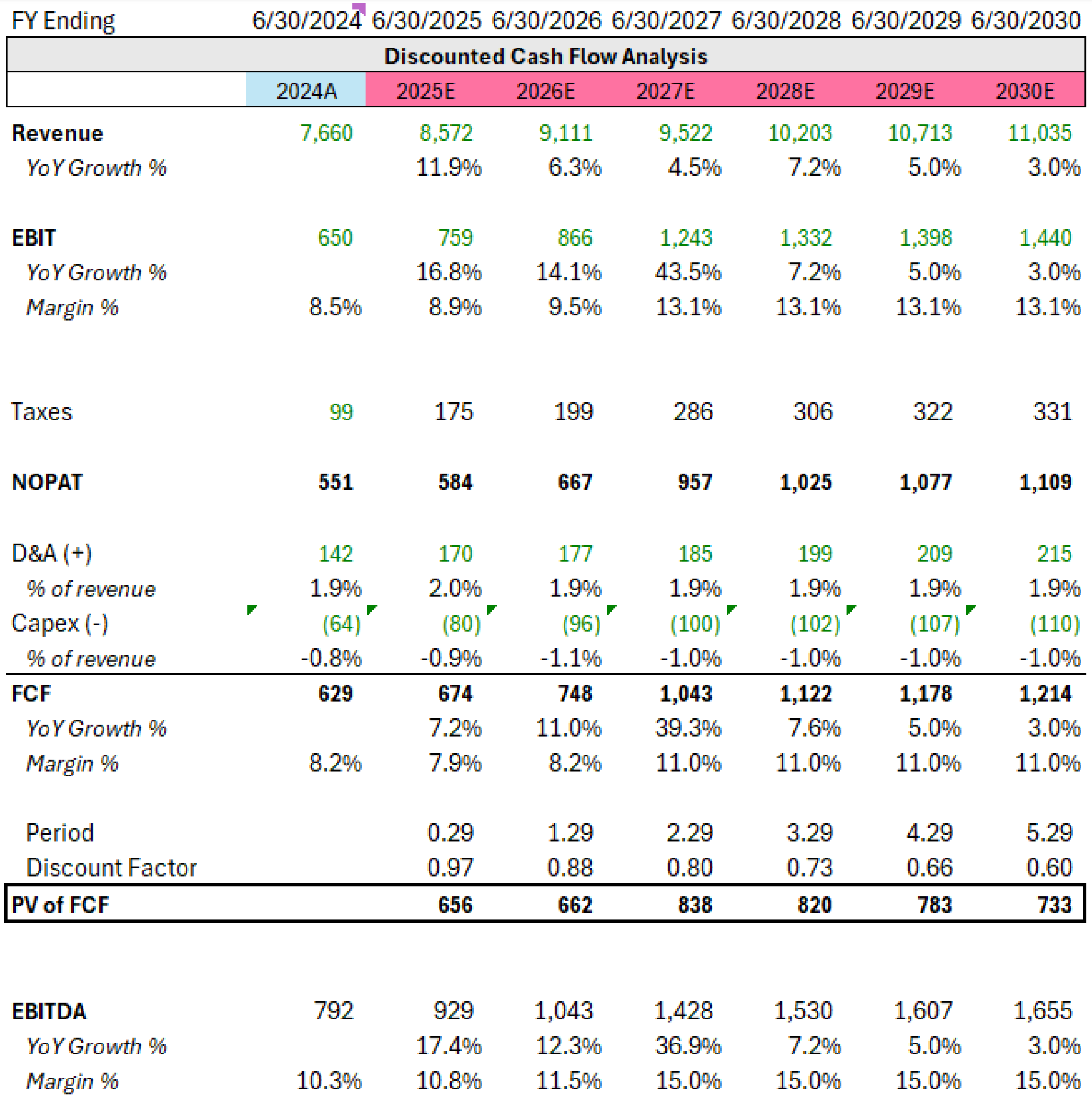


P/E



DCF

DCF

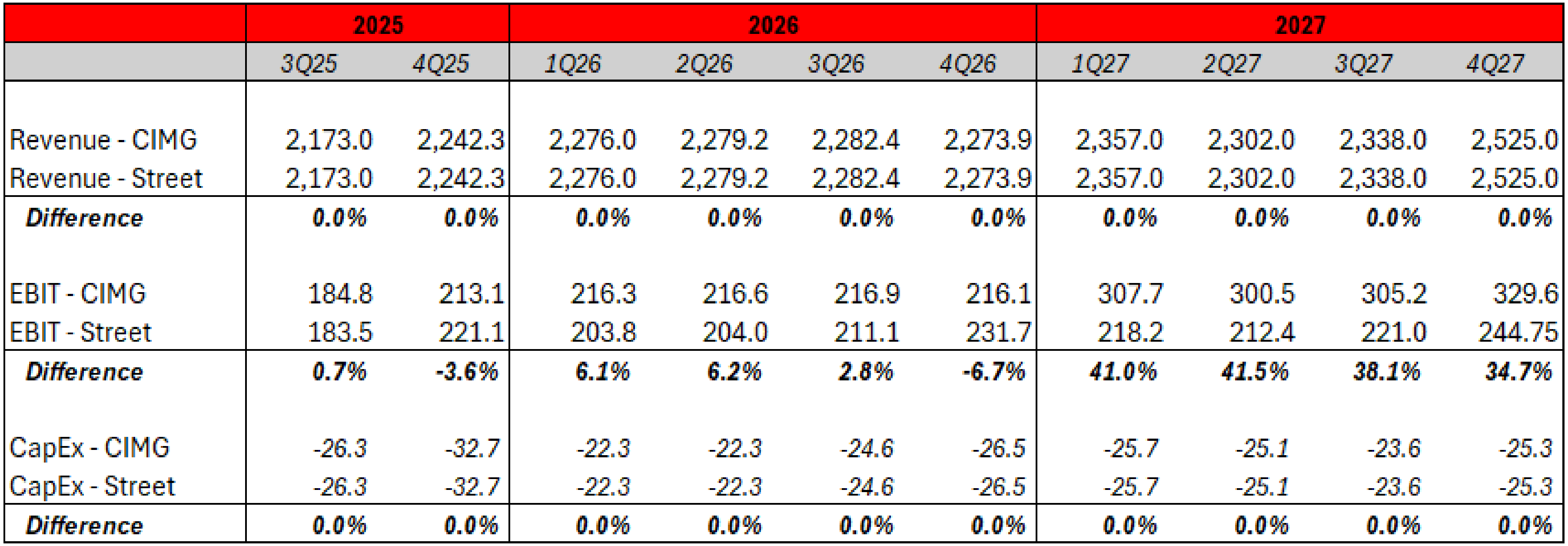


FY Ending	6/30/2024	6/30/2025	6/30/2026	6/30/2027	6/30/2028	6/30/2029	6/30/2030
Discounted Cash Flow Analysis							
	2024A	2025E	2026E	2027E	2028E	2029E	2030E
Revenue	7,660	8,572	9,111	9,522	10,203	10,713	11,035
YoY Growth %		11.9%	6.3%	4.5%	7.2%	5.0%	3.0%
EBIT	650	759	866	1,243	1,332	1,398	1,440
YoY Growth %		16.8%	14.1%	43.5%	7.2%	5.0%	3.0%
Margin %	8.5%	8.9%	9.5%	13.1%	13.1%	13.1%	13.1%
Taxes	99	175	199	286	306	322	331
NOPAT	**551**	**584**	**667**	**957**	**1,025**	**1,077**	**1,109**
D&A (+)	142	170	177	185	199	209	215
% of revenue	1.9%	2.0%	1.9%	1.9%	1.9%	1.9%	1.9%
Capex (-)	(64)	(80)	(96)	(100)	(102)	(107)	(110)
% of revenue	-0.8%	-0.9%	-1.1%	-1.0%	-1.0%	-1.0%	-1.0%
FCF	**629**	**674**	**748**	**1,043**	**1,122**	**1,178**	**1,214**
YoY Growth %		7.2%	11.0%	39.3%	7.6%	5.0%	3.0%
Margin %	8.2%	7.9%	8.2%	11.0%	11.0%	11.0%	11.0%
Period		0.29	1.29	2.29	3.29	4.29	5.29
Discount Factor		0.97	0.88	0.80	0.73	0.66	0.60
PV of FCF		**656**	**662**	**838**	**820**	**783**	**733**
EBITDA	792	929	1,043	1,428	1,530	1,607	1,655
YoY Growth %		17.4%	12.3%	36.9%	7.2%	5.0%	3.0%
Margin %	10.3%	10.8%	11.5%	15.0%	15.0%	15.0%	15.0%

Appendix

Variance

Variance



	2025		2026				2027			
	3Q25	4Q25	1Q26	2Q26	3Q26	4Q26	1Q27	2Q27	3Q27	4Q27
Revenue - CIMG	2,173.0	2,242.3	2,276.0	2,279.2	2,282.4	2,273.9	2,357.0	2,302.0	2,338.0	2,525.0
Revenue - Street	2,173.0	2,242.3	2,276.0	2,279.2	2,282.4	2,273.9	2,357.0	2,302.0	2,338.0	2,525.0
Difference	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***
EBIT - CIMG	184.8	213.1	216.3	216.6	216.9	216.1	307.7	300.5	305.2	329.6
EBIT - Street	183.5	221.1	203.8	204.0	211.1	231.7	218.2	212.4	221.0	244.75
Difference	***0.7%***	***-3.6%***	***6.1%***	***6.2%***	***2.8%***	***-6.7%***	***41.0%***	***41.5%***	***38.1%***	***34.7%***
CapEx - CIMG	-26.3	-32.7	-22.3	-22.3	-24.6	-26.5	-25.7	-25.1	-23.6	-25.3
CapEx - Street	-26.3	-32.7	-22.3	-22.3	-24.6	-26.5	-25.7	-25.1	-23.6	-25.3
Difference	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***	***0.0%***