

# ModernGraham Valuation

Company Name:

Boeing Co

Company Ticker BA

Date of Analysis

8/17/2015



## Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

*Defensive Investor; must pass 6 out of the following 7 tests.*

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	Pass
5. Earnings Growth		Pass
6. Moderate PEmg Ratio	PEmg < 20	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	Fail

*Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.*

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	Pass
3. Earnings Stability	Positive EPS for 5 years prior	Pass
4. Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	6.72
MG Growth Estimate	9.15%
<b>MG Value</b>	<b>\$180.23</b>
MG Value based on 3% Growth	\$97.50
MG Value based on 0% Growth	\$57.15
Market Implied Growth Rate	6.54%

### MG Opinion

Current Price	\$145.09
% of Intrinsic Value	80.50%
<b>Opinion</b>	<b>Fairly Valued</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$35.82
PEmg	21.58
Current Ratio	1.17
PB Ratio	16.19
Dividend Yield	2.26%
Number of Consecutive Years of Dividend Growth	4

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$7.58	Next Fiscal Year Estimate	\$6.72
Dec14	\$7.38	Dec14	\$6.08
Dec13	\$5.96	Dec13	\$5.13
Dec12	\$5.11	Dec12	\$4.51
Dec11	\$5.34	Dec11	\$4.18
Dec10	\$4.45	Dec10	\$3.60
Dec09	\$1.84	Dec09	\$3.24
Dec08	\$3.67	Dec08	\$3.78
Dec07	\$5.28	Dec07	\$3.53
Dec06	\$2.85	Dec06	\$2.42
Dec05	\$3.20	Dec05	\$2.17
Dec04	\$2.30	Dec04	\$1.74
Dec03	\$0.89	Dec03	\$1.63
Dec02	\$0.61	Dec02	\$2.01
Dec01	\$3.41	Dec01	\$2.43
Dec00	\$2.44	Dec00	\$1.81
Dec99	\$2.49	Dec99	\$1.39
Dec98	\$1.15	<b>Balance Sheet Information Jun15</b>	
Dec97	-\$0.18	Total Current Assets	\$66,806,000,000
Dec96	\$1.85	Total Current Liabilities	\$57,136,000,000
Dec95	\$0.58	Long-Term Debt	\$8,904,000,000
		Total Assets	\$98,102,000,000
		Intangible Assets	\$7,889,000,000
		Total Liabilities	\$91,838,000,000
		Outstanding Shares	698,900,000



**Disclaimer:**

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

## Recommended Reading:

**Other  
ModernGraham  
posts about the  
company**

[5 Undervalued Dow Stocks to Research – July 2015](#)  
[30 Companies in the Spotlight This Week – 5/23/15](#)  
[Boeing Company Quarterly Valuation – May 2015 \\$BA](#)  
[40 Companies in the Spotlight This Week – 2/21/15](#)  
[Boeing Company Quarterly Valuation – February 2015 \\$BA](#)

**Other  
ModernGraham  
posts about related  
companies**

[Textron Inc. Quarterly Valuation – May 2015 \\$TXT](#)  
[Boeing Company Quarterly Valuation – May 2015 \\$BA](#)  
[Boeing Company Quarterly Valuation – February 2015 \\$BA](#)  
[Textron Inc. Quarterly Valuation – February 2015 \\$TXT](#)  
[Boeing Company Quarterly Valuation – November 2014 \\$BA](#)  
[Textron Inc. Quarterly Valuation – November 2014 \\$TXT](#)  
[Boeing Company Quarterly Valuation – August 2014 \\$BA](#)  
[Boeing Company \(BA\) Quarterly Valuation – May 2014](#)