

ModernGraham Valuation

Dun & Bradstreet
Corp



Company Name:

Company Ticker DNB

Date of Analysis

9/4/2015

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	Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	
5. Earnings Growth		Pass
6. Moderate PEmg Ratio	PEmg < 20	Pass
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	Fail
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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$6.41
MG Growth Estimate	2.93%
MG Value	\$92.11
MG Value based on 3% Growth	\$92.96
MG Value based on 0% Growth	\$54.50
Market Implied Growth Rate	3.83%

MG Opinion

Current Price	\$103.56
% of Intrinsic Value	112.43%
Opinion	Overvalued

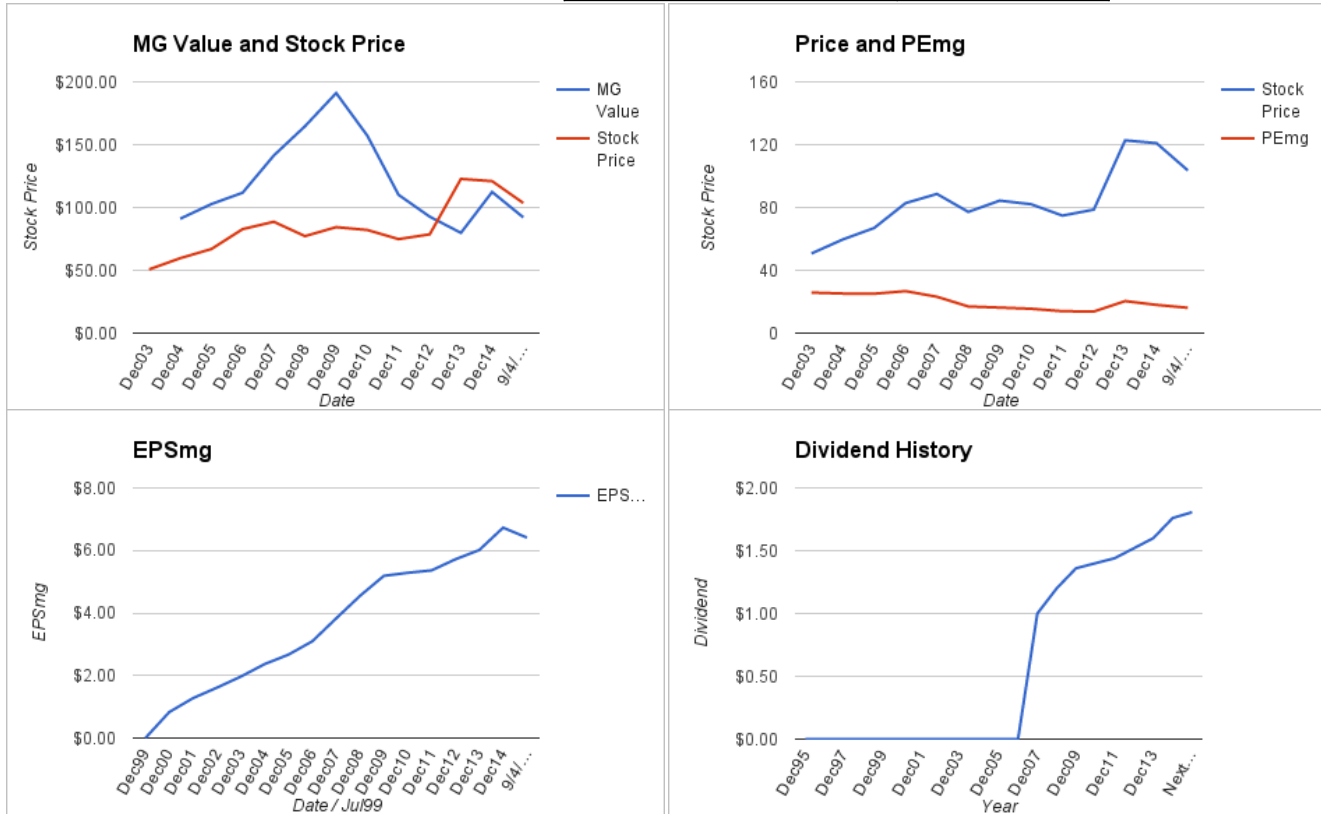
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)		-\$70.10
Graham Number	#NUM!	
PEmg		16.15
Current Ratio		0.65
PB Ratio		-3.07
Dividend Yield		1.74%
Number of Consecutive Years of Dividend Growth		9

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$5.29	Next Fiscal Year Estimate	\$6.41
Dec14	\$7.99	Dec14	\$6.73
Dec13	\$6.54	Dec13	\$6.01
Dec12	\$6.43	Dec12	\$5.72
Dec11	\$5.28	Dec11	\$5.36
Dec10	\$4.98	Dec10	\$5.29
Dec09	\$5.99	Dec09	\$5.19
Dec08	\$5.58	Dec08	\$4.55
Dec07	\$4.99	Dec07	\$3.83
Dec06	\$3.70	Dec06	\$3.10
Dec05	\$3.19	Dec05	\$2.67
Dec04	\$2.90	Dec04	\$2.37
Dec03	\$2.30	Dec03	\$1.97
Dec02	\$1.87	Dec02	\$1.61
Dec01	\$1.84	Dec01	\$1.28
Dec00	\$2.49	Dec00	\$0.83
Dec99	\$0.00	Dec99	\$0.00
Dec98	\$0.00	Balance Sheet Information Jun15	
Dec97	\$0.00	Total Current Assets	\$769,300,000
Dec96	\$0.00	Total Current Liabilities	\$1,182,000,000
Dec95	\$0.00	Long-Term Debt	\$1,486,100,000
		Total Assets	\$2,092,700,000
		Intangible Assets	\$1,156,100,000
		Total Liabilities	\$3,321,000,000
		Shares Outstanding (Diluted Average)	36,400,000



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

[10 Companies in the Spotlight This Week – 7/12/14](#)

Other
ModernGraham
posts about related
companies

[Cintas Corporation Analysis – August 2015 Update \\$CTAS](#)
[Apollo Education Group Inc. Analysis – Initial Coverage \\$APOL](#)
[Paychex Inc. Analysis – August 2015 Update \\$PAYX](#)
[Robert Half International Inc. Analysis – August 2015 Update \\$RHI](#)
[United Rentals Inc. Analysis – Initial Coverage \\$URI](#)
[Automatic Data Processing Analysis – June 2015 Update \\$ADP](#)
[Accenture plc Analysis – June 2015 Update \\$ACN](#)
[Fiserv Inc. Analysis – 2015 Annual Update \\$FISV](#)
[Paychex Inc. Quarterly Valuation – May 2015 \\$PAYX](#)
[Robert Half International Quarterly Valuation – May 2015 \\$RHI](#)