# ModernGraham Valuation

### **Company Name:**

Company Ticker APH Date of Analysis

10/1/2015

Corporation

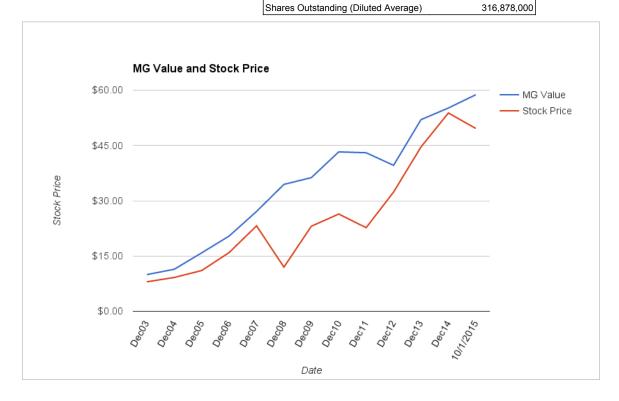


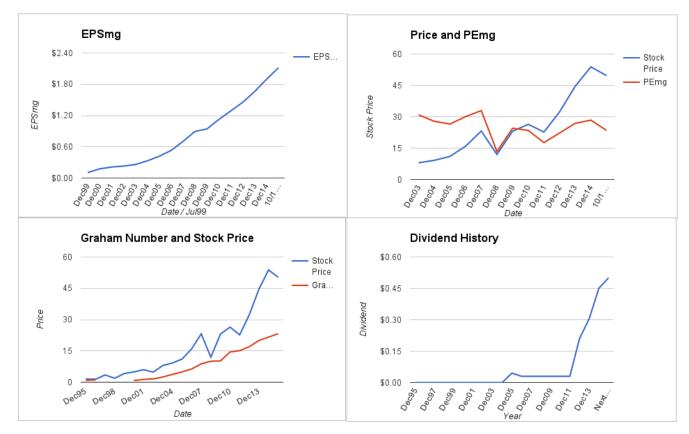
## Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

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

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	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$15,117,920,081 Pass		
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.65 Pass		
	3. Earnings Stability	Positive EPS for 10 years prior	Pass		
	<ol> <li>Dividend Record</li> <li>Earnings Growth</li> </ol>	Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	Pass 132.21% Pass		
	6. Moderate PEmg Ratio	PEmg < 20	23.45 Fail		
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	5.13 Fail		
			0.10 1 4		
Enterprising Investor	; must pass 4 out of the following 5 tests, or b	e suitable for the Defensive Investor.			
	1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	3.65 Pass		
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.06 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		
Out to bill to					
Suitability	Defensive	No			
	Enterprising	Yes			
Stage 2: Dete	rmination of Intrinsic Value				
	EPSmg	\$2.12			
	MG Growth Estimate	9.64%			
	MG Value	\$58.77			
	MG Value based on 3% Growth	\$30.68			
	MG Value based on 0% Growth	\$17.98			
	Market Implied Growth Rate	7.48%			
MG Opinion					
	Current Price	\$49.62			
	% of Intrinsic Value	84.43%			
	Opinion	Fairly Valued			
Stage 3: Infor	mation for Further Research				
	Net Current Asset Value (NCAV)	-\$1.80			
	Graham Number	\$23.24			
	PEmg	23.45			
	Current Ratio	3.65			
	PB Ratio	5.13			
	Dividend Yield	1.01%			
	Number of Consecutive Years of Dividend Growth	4			
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	\$2.42	Next Fiscal Year Estimate	\$2.12
Dec14	\$2.21	Dec14	\$1.90
Dec13	\$1.96	Dec13	\$1.66
Dec12	\$1.70	Dec12	\$1.45
Dec11	\$1.53	Dec11	\$1.29
Dec10	\$1.41	Dec10	\$1.12
Dec09	\$0.92	Dec09	\$0.94
Dec08	\$1.17	Dec08	\$0.89
Dec07	\$0.97	Dec07	\$0.70
Dec06	\$0.70	Dec06	\$0.53
Dec05	\$0.57	Dec05	\$0.42
Dec04	\$0.46	Dec04	\$0.33
Dec03	\$0.30	Dec03	\$0.26
Dec02	\$0.23	Dec02	\$0.23
Dec01	\$0.24	Dec01	\$0.21
Dec00	\$0.32	Dec00	\$0.18
Dec99	\$0.12	Dec99	\$0.10
Dec98	\$0.13	Balance Sheet Information	Jun15
Dec97	\$0.06	Total Current Assets	\$3,592,800,000
Dec96	\$0.09	Total Current Liabilities	\$984,700,000
Dec95	\$0.08	Long-Term Debt	\$2,759,200,000
		Total Assets	\$7,228,700,000
		Intangible Assets	\$2,949,100,000
		Total Liabilities	\$4,163,600,000
		Sharoa Outstanding (Diluted Average)	216 979 000





#### 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:**

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ModernGraham posts about the	The 8 Best Stocks For Value Investors This Week – 6/27/15		
company	Amphenol Corporation Analysis – June 2015 Update \$APH		
	24 Companies in the Spotlight This Week - 3/28/15		
	Amphenol Corporation Quarterly Valuation – March 2015 \$APH		
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companies	Analog Devices Inc. Analysis – September 2015 Update \$ADI		

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	Garmin Limited Analysis – September 2015 Update \$GRMN
	Texas Instruments Inc Analysis – September 2015 Update \$TXN
	My Personal Holdings: Apple Inc. – September 2015 Update \$AAPL
	The Best Stocks of the IT Hardware Industry – September 2015
	Seagate Technology PLC Analysis – September 2015 Update \$STX
	Microchip Technology Inc. Analysis – September 2015 Update \$MCHP
	Seagate Technology PLC Analysis – September 2015 Update \$STX