# **ModernGraham Valuation**

**Expeditors** International of Washington



## **Company Name:**

Company Ticker

EXPD

Date of Analysis 10/1/2015

#### 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.

<ol> <li>Adequate Size of the Ent</li> </ol>	erprise	Market Cap > \$2Bil	\$8,792,271,587 Pass
2. Sufficiently Strong Finance	cial Condition	Current Ratio > 2	2.35 Pass
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	Pass
5. Earnings Growth		beginning and end	60.99% Pass
6. Moderate PEmg Ratio		PEmg < 20	24.38 Fail
7. Moderate Price to Assets	<b>;</b>	PB Ratio < 2.5 OR PB*PEmg < 50	4.79 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	2.35 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00 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

Defensive No Enterprising Yes

#### Stage 2: Determination of Intrinsic Value

EPSmg	\$1.93
MG Growth Estimate	4.22%
MG Value	\$32.71
MG Value based on 3% Growth	\$27.99
MG Value based on 0% Growth	\$16.41
Market Implied Growth Rate	7.94%

MG Opinion

**Current Price** \$47.06 % of Intrinsic Value 143.89% Opinion Overvalued

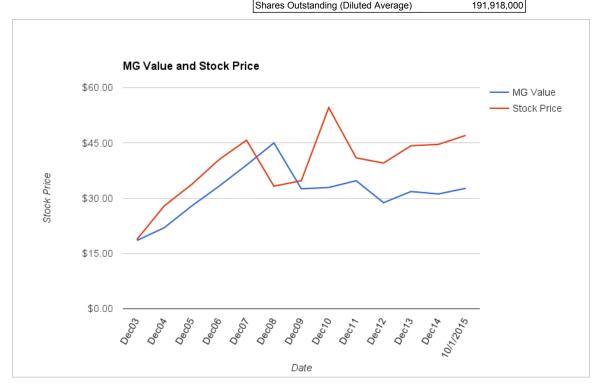
### Stage 3: Information for Further Research

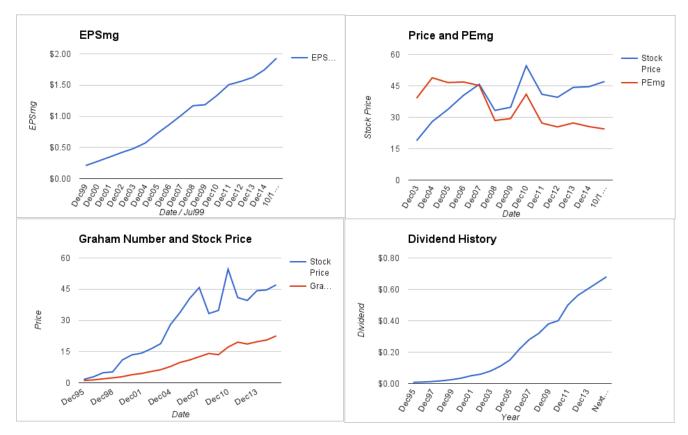
Net Current Asset Value (NCAV)	\$6.72
Graham Number	\$22.53
PEmg	24.38
Current Ratio	2.35
PB Ratio	4.79
Dividend Yield	1.44%
Number of Consecutive Years of Dividend Growth	20

**Useful Links:** ModernGraham tagged articles

Morningstar Google Finance MSN Money Yahoo Finance Seeking Alpha GuruFocus SEC Filings

EPS History		EPSmg History		
Next Fiscal Year	<b>#0.00</b>	Next Figgal Veer Estimate		¢4.00
Estimate	•	Next Fiscal Year Estimate		\$1.93
Dec14	•	Dec14		\$1.75
Dec13	·	Dec13		\$1.62
Dec12	\$1.57	Dec12		\$1.56
Dec11	\$1.79	Dec11		\$1.51
Dec10	\$1.59	Dec10		\$1.33
Dec09	\$1.11	Dec09		\$1.18
Dec08	\$1.37	Dec08		\$1.17
Dec07	\$1.21	Dec07		\$1.01
Dec06	\$1.06	Dec06		\$0.86
Dec05	\$0.98	Dec05		\$0.72
Dec04	\$0.71	Dec04		\$0.57
Dec03	\$0.56	Dec03		\$0.48
Dec02	\$0.52	Dec02		\$0.42
Dec01	\$0.44	Dec01		\$0.35
Dec00	\$0.38	Dec00		\$0.28
Dec99	\$0.28	Dec99		\$0.21
Dec98	\$0.22	Balance Sheet Information	Jun15	
Dec97	\$0.18	Total Current Assets		\$2,334,755,000
Dec96	\$0.12	Total Current Liabilities		\$993,681,000
Dec95	\$0.09	Long-Term Debt		\$0
		Total Assets		\$2,932,375,000
		Intangible Assets		\$7,927,000
		Total Liabilities		\$1,045,754,000
		Shares Outstanding (Diluted Average)		191.918.000





#### 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

Expeditors International of Washington Analysis – June 2015 Update \$EXPD

18 Companies in the Spotlight This Week – 3/21/15

Expeditors International of Washington Quarterly Valuation – March 2015 \$EXPD

26 Companies in the Spotlight This Week – 12/13/14

Expeditors International of Washington Quarterly Valuation – December 2014 \$EXPD

Other ModernGraham posts about related companies

FedEx Corporation Analysis – August 2015 Update \$FDX

 $\underline{\text{C.H. Robinson Worldwide Inc. Analysis} - 2015 \ \text{Update $CHRW}}$ 

Expeditors International of Washington Analysis – June 2015 Update \$EXPD

FedEx Corporation Quarterly Valuation – March 2015 \$FDX

Expeditors International of Washington Quarterly Valuation – March 2015 \$EXPD

Ryder System Inc. Annual Valuation - 2015 \$R

FedEx Corporation Quarterly Valuation – December 2014 \$FDX

Expeditors International of Washington Quarterly Valuation – December 2014

\$EXPD

United Parcel Service Inc. Annual Valuation – 2014 \$UPS

Fedex Corporation Quarterly Stock Valuation – September 2014 \$FDX