ModernGraham Valuation

Company Name:

Twenty-First Century Fox Inc



Company Ticker
Date of Analysis

10/15/2015

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.

5. Earnings Growth

FOXA

 Adequate Size of the Enterprise 	Market Cap > \$2Bil	\$57,333,536,808 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.39 Pass
3. Earnings Stability	Positive EPS for 10 years prior	Fail
4. Dividend Record	Dividend Payments for 10 years prior	Pass
	Increase of 33% in EPS in past 10	

Increase of 33% in EPS in past 10
years using 3 year averages at
beginning and end

356.63% Pass
PEma < 20

11.85 Pass

6. Moderate PEmg Ratio PEmg < 20 11.85 Pass
7. Moderate Price to Assets PB Ratio < 2.5 OR PB*PEmg < 50 3.46 Pass

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	2.39 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.86 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 Yes
Enterprising Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.44
MG Growth Estimate	15.00%
MG Value	\$93.81
MG Value based on 3% Growth	\$35.33
MG Value based on 0% Growth	\$20.71
Market Implied Growth Rate	1.67%

MG Opinion

Current Price \$28.87 % of Intrinsic Value 30.77%

Opinion Undervalued

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$7.50
Graham Number	\$17.93
PEmg	11.85
Current Ratio	2.39
PB Ratio	3.46
Dividend Yield	0.95%
Number of Consecutive Years of Dividend Growth	3

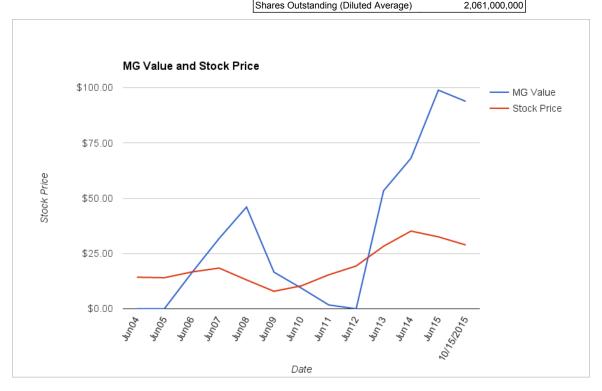
Useful Links: ModernGraham tagged articles Morningstar

 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$1.69	Next Fiscal Year Estimate	\$2.44
Jun15	\$3.90	Jun15	\$2.57
Jun14	\$1.99	Jun14	\$1.77
Jun13	\$3.03	Jun13	\$1.39
Jun12	\$0.47	Jun12	\$0.58
Jun11	\$1.04	Jun11	\$0.66
Jun10	\$0.97	Jun10	\$0.54
Jun09	-\$1.29	Jun09	\$0.43
Jun08	\$1.81	Jun08	\$1.20
Jun07	\$1.14	Jun07	\$0.83
Jun06	\$0.76	Jun06	\$0.42
Jun05	\$0.73	Jun05	\$0.06
Jun04	\$0.58	Jun04	-\$0.30
Jun03	\$0.31	Jun03	-\$0.61
Jun02	-\$2.74	Jun02	-\$0.81
Jun01	-\$0.56	Jun01	\$0.21
Jun00	\$0.76	Jun00	\$0.55
Jun99	\$0.48	Balance Sheet Information	Jun15
Jun98	\$0.57	Total Current Assets	\$17,376,000,000
Jun97	\$0.31	Total Current Liabilities	\$7,262,000,000
Jun96	\$0.25	Long-Term Debt	\$18,795,000,000
		Total Assets	\$50,051,000,000
		Intangible Assets	\$18,833,000,000
		Total Liabilities	\$32,831,000,000
		Shares Outstanding (Diluted Average)	2,061,000,000





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 Low PE Stocks for the Enterprising Investor – August 2015

10 Most Undervalued Companies for the Enterprising Investor – August 2015

10 Companies Benjamin Graham Would Invest In Today - August 2015

The 20 Best Stocks For Value Investors This Week – 7/25/15

Twenty-First Century Fox Analysis – July 2015 Update \$FOXA

Other ModernGraham posts about related companies

Graham Holdings Company Analysis – September 2015 Update \$GHC

Scripps Networks Interactive Inc. Analysis – September 2015 Update \$SNI

AMC Networks Inc. Analysis – Initial Coverage \$AMCX

CBS Corporation Analysis - August 2015 Update \$CBS

Twenty-First Century Fox Analysis – July 2015 Update \$FOXA

Discovery Communications Analysis – 2015 Annual Update \$DISCA

CBS Corporation Quarterly Valuation - May 2015 \$CBS

Twenty-First Century Fox Inc. Quarterly Valuation – April 2015 \$FOXA

Time Warner Inc. Annual Valuation – 2015 \$TWX

Comcast Corporation Annual Valuation - 2015 \$CMCSA