# **ModernGraham Valuation**

### **Company Name:**

Company Ticker TJX

Date of Analysis

TJX Companies Inc



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.

1.	Adequate Size of the Enterprise	Market Cap > \$2Bil	\$48,399,590,028 Pass	
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	1.63 Fail	
3.	Earnings Stability	Positive EPS for 10 years prior	Pass	
4.	Dividend Record	Dividend Payments for 10 years prior	Pass	
5.	Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	257.77% Pass	
6.	Moderate PEmg Ratio	PEmg < 20	23.95 Fail	
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	11.41 Fail	
Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.				
1	Sufficiently Strong Einspeiel Condition	Current Batia > 1 F	1.62 Dooo	

1.	Sufficiently Strong Financial Condition	Current Ratio > 1.5	1.63 Pass
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.62 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

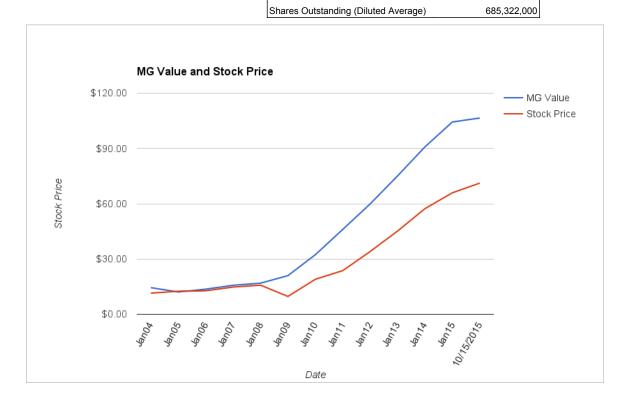
#### Suitability

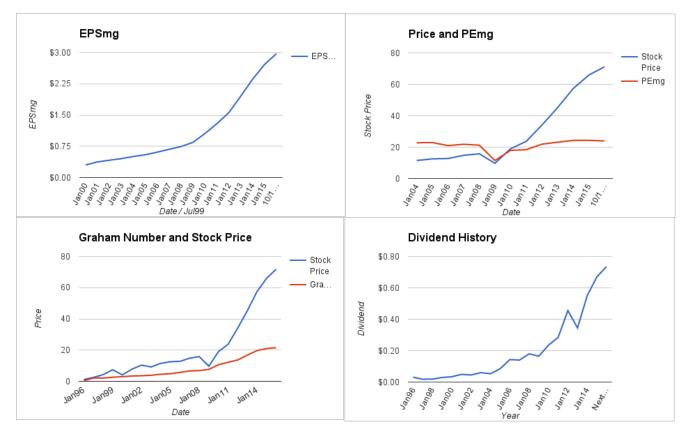
Defensive	No
Enterprising	Yes

#### Stage 2: Determination of Intrinsic Value

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	EPSmg	\$2.97	
	MG Growth Estimate	13.66%	
	MG Value	\$106.52	
	MG Value based on 3% Growth	\$43.11	
	MG Value based on 0% Growth	\$25.27	
	Market Implied Growth Rate	7.72%	
MG Opinion			
	Current Price	\$71.20	
	% of Intrinsic Value	66.84%	
	Opinion	Undervalued	
Stage 3: Infor	mation for Further Research		
	Net Current Asset Value (NCAV)	-\$0.39	
	Graham Number	\$21.47	
	PEmg	23.95	
	Current Ratio	1.63	
	PB Ratio	11.41	
	Dividend Yield	1.03%	
	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	\$3.23	Next Fiscal Year Estimate	\$2.97
Jan15		Jan15	\$2.71
Jan14		Jan14	\$2.36
Jan13		Jan13	\$1.95
Jan12		Jan12	\$1.56
Jan11		Jan11	\$1.29
Jan10		Jan10	\$1.06
Jan09		Jan09	\$0.84
Jan08		Jan08	\$0.74
Jan07		Jan07	\$0.68
Jan06		Jan06	\$0.61
Jan05		Jan05	\$0.55
Jan04		Jan04	\$0.50
Jan03		Jan03	\$0.45
Jan02	\$0.46	Jan02	\$0.42
Jan01	\$0.47	Jan01	\$0.38
Jan00	\$0.41	Jan00	\$0.30
Jan99	\$0.32	Balance Sheet Information	Jul15
Jan98	\$0.22	Total Current Assets	\$6,796,837,000
Jan97	\$0.26	Total Current Liabilities	\$4,160,861,000
Jan96	\$0.02	Long-Term Debt	\$1,623,959,000
		Total Assets	\$11,341,040,000
		Intangible Assets	\$308,539,000
		Total Liabilities	\$7,064,975,000





#### 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.

## Pacammandad Paading:

Recommended	reading:	
Other Cristian	5 Undervalued Companies with a Low Beta – October 2015	
ModernGraham posts about the	The Best Companies of the Retail Industry – August 2015	
company	5 Undervalued Companies with a Low Beta – August 2015	
	The 20 Best Stocks For Value Investors This Week – 7/25/15	
	TJX Companies Analysis – July 2015 Update \$TJX	
Other	Tiffany and Company Valuation – October 2015 Update \$TIF	
ModernGraham posts about related	Urban Outfitters Inc. Analysis – October 2015 Update \$URBN	
companies	Staples Inc. Analysis – September 2015 Update \$SPLS	
	Fossil Group Inc. Analysis – September 2015 Update \$FOSL	
	Ross Stores Inc. Analysis – August 2015 Update \$ROST	
	The Best Companies of the Retail Industry – August 2015	
	Bed Bath & Beyond Inc. Analysis – August 2015 Update \$BBBY	
	Ann Inc. Analysis – Initial Coverage \$ANN	
	Kohl's Corporation Analysis – August 2015 Update \$KSS	
	Aaron's Inc. Analysis – Initial Coverage \$AAN	