ModernGraham Valuation

Company Name:

Company Ticker FDX

Date of Analysis

FedEx Corporation



11/27/2015

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	\$45,970,651,337 Pass	
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.83 Fail	
3	3. Earnings Stability	Positive EPS for 10 years prior	Pass	
4	I. Dividend Record	Dividend Payments for 10 years prior	Pass	
5	5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	106.16% Pass	
6	Moderate PEmg Ratio	PEmg < 20	23.47 Fail	
7	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.07 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	1.83 Pass	
2	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.49 Fail	
3	3. Earnings Stability	Positive EPS for 5 years prior	Pass	

2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.49 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

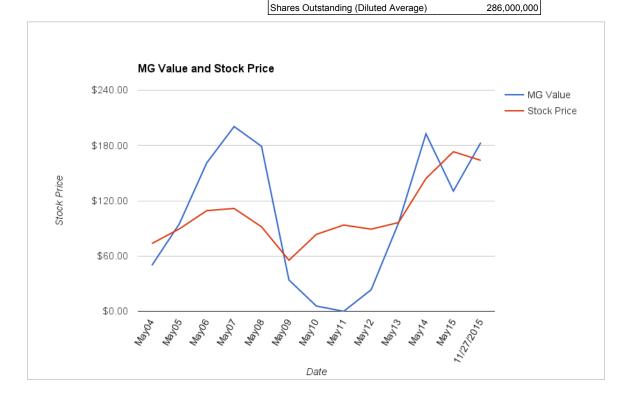
Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

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	EPSmg	\$6.98
	MG Growth Estimate	8.86%
	MG Value	\$183.07
	MG Value based on 3% Growth	\$101.23
	MG Value based on 0% Growth	\$59.34
	Market Implied Growth Rate	7.48%
MG Opinion		
	Current Price	\$163.84
	% of Intrinsic Value	89.50%
	Opinion	Fairly Valued
Stage 3: Infor	mation for Further Research	
	Net Current Asset Value (NCAV)	-\$39.37
	Graham Number	\$105.49
	PEmg	23.47
	Current Ratio	1.83
	PB Ratio	3.07
	Dividend Yield	0.52%
	Number of Consecutive Years of Dividend Growth	6
Useful Links:	ModernGraham tagged articles	Morningstar
Oberur Links.	Google Finance	MSN Money
	Yahoo Finance	Seeking Alpha
	GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	¢10.20	Next Fiscal Year Estimate	\$6.98
May15		May15	\$5.35
May14		May14	\$5.94
May13		May13	\$4.78
May12		May12	\$4.39
May11	\$4.57	May11	\$3.50
May10	\$3.76	May10	\$3.31
May09	\$0.31	May09	\$3.45
May08	\$3.60	May08	\$4.91
May07	\$6.48	May07	\$5.21
May06	\$5.83	May06	\$4.28
May05	\$4.72	May05	\$3.30
May04	\$2.76	May04	\$2.54
May03	\$2.74	May03	\$2.38
May02	\$2.34	May02	\$2.17
May01	\$1.99	May01	\$1.97
May00	\$2.32	May00	\$1.85
May99	\$2.10	Balance Sheet Information	Aug15
May98	\$1.69	Total Current Assets	\$10,703,000,000
May97	\$0.67	Total Current Liabilities	\$5,844,000,000
May96	\$1.35	Long-Term Debt	\$7,244,000,000
		Total Assets	\$37,245,000,000
		Intangible Assets	\$3,792,000,000
		Total Liabilities	\$21,962,000,000





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	19 Best Stocks For Value Investors This Week – 8/29/15
	FedEx Corporation Analysis – August 2015 Update \$FDX
	24 Companies in the Spotlight This Week – 3/28/15
	FedEx Corporation Quarterly Valuation – March 2015 \$FDX
	15 Companies in the Spotlight This Week – 12/27/14
Other ModernGraham posts about related companies	United Parcel Service Inc. Valuation – October 2015 Update \$UPS
	Expeditors International of Washington Analysis – October 2015 Update \$EXPD
	FedEx Corporation Analysis – August 2015 Update \$FDX
	C.H. Robinson Worldwide Inc. Analysis – 2015 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