

ModernGraham Valuation

Company Name:

Goldman Sachs
Group Inc

Company Ticker GS

Date of Analysis

11/10/2015



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

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$83,375,192,425	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
3. Dividend Record	Dividend Payments for 10 years prior		Pass
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-3.05%	Fail
5. Moderate PEmg Ratio	PEmg < 20	13.22	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.02	Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings Stability	Positive EPS for 5 years prior		Pass
2. Dividend Record	Currently Pays Dividend		Pass
3. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	14.79
MG Growth Estimate	3.97%
MG Value	\$243.19
MG Value based on 3% Growth	\$214.39
MG Value based on 0% Growth	\$125.68
Market Implied Growth Rate	2.36%

MG Opinion

Current Price	\$195.53
% of Intrinsic Value	80.40%
Opinion	Fairly Valued

Stage 3: Information for Further Research

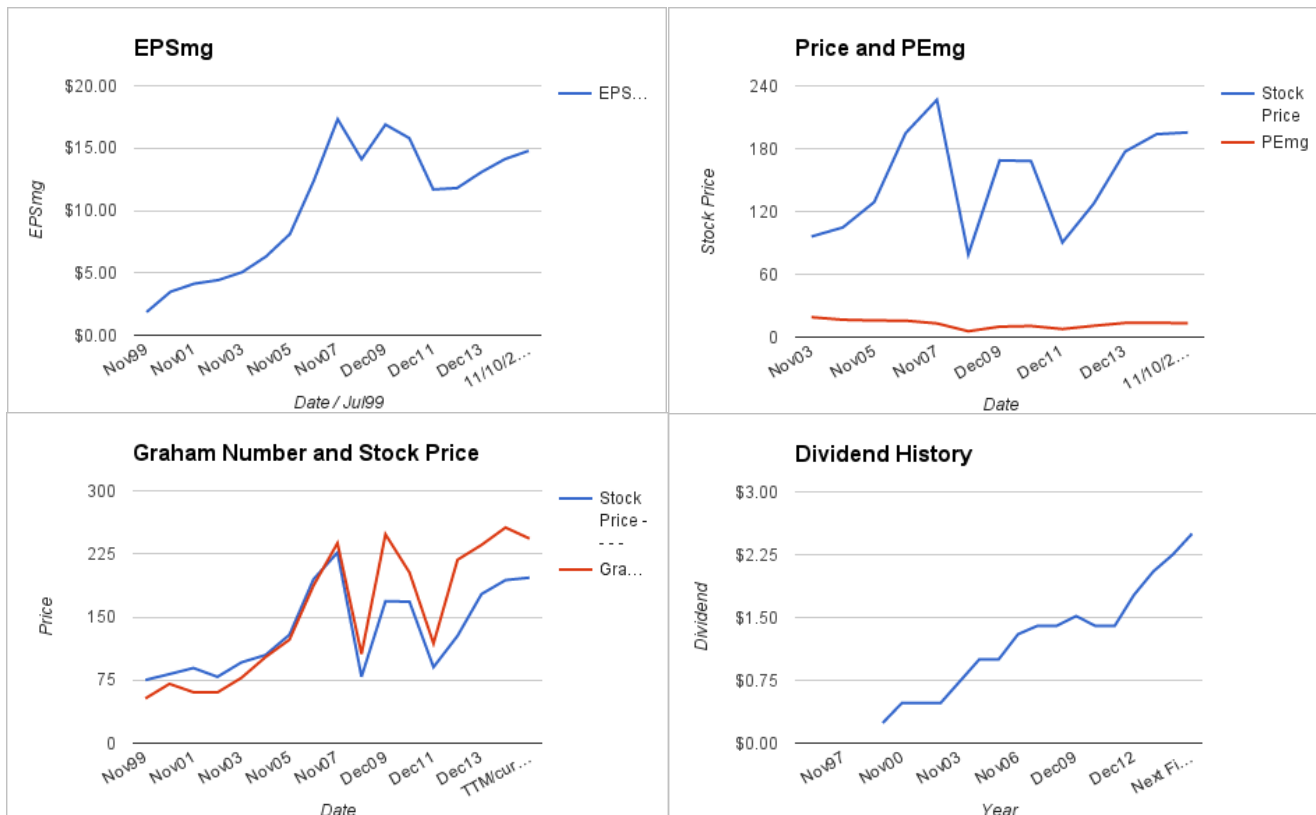
Graham Number	\$243.17
PEmg	13.22
PB Ratio	1.02
Dividend Yield	1.28%
Number of Consecutive Years of Dividend Growth	4

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	\$14.87	Next Fiscal Year Estimate	\$14.79
Dec14	\$17.07	Dec14	\$14.12
Dec13	\$15.46	Dec13	\$13.06
Dec12	\$14.13	Dec12	\$11.80
Dec11	\$4.51	Dec11	\$11.69
Dec10	\$13.18	Dec10	\$15.80
Dec09	\$22.13	Dec09	\$16.89
Nov08	\$4.47	Nov08	\$14.11
Nov07	\$24.73	Nov07	\$17.32
Nov06	\$19.69	Nov06	\$12.39
Nov05	\$11.21	Nov05	\$8.11
Nov04	\$8.92	Nov04	\$6.31
Nov03	\$5.87	Nov03	\$5.05
Nov02	\$4.03	Nov02	\$4.42
Nov01	\$4.26	Nov01	\$4.13
Nov00	\$6.00	Nov00	\$3.49
Nov99	\$5.57	Nov99	\$1.86
Nov98	\$0.00	Balance Sheet Information Sep15	
Nov97	\$0.00	Long-Term Debt	\$201,039,000,000
Nov96	\$0.00	Total Assets	\$880,559,000,000
Nov95	\$0.00	Intangible Assets	\$4,168,000,000
		Total Liabilities	\$792,856,000,000
		Shares Outstanding (Diluted Average)	458,600,000





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

- [5 Most Overvalued Dow Components – July 2015](#)
- [5 Most Overvalued Dow Components – June 2015](#)
- [5 Most Overvalued Dow Components – May 2015](#)
- [5 Most Overvalued Dow Components – February 2015](#)
- [5 Most Overvalued Dow Components – February 2015](#)

Other
ModernGraham
posts about related
companies

- [American Express Company Valuation – October 2015 Update \\$AXP](#)
- [KKR & Co. LP Valuation – October 2015 Update \\$KKR](#)
- [Invesco Limited Analysis – October 2015 Update \\$IVZ](#)
- [CME Group Inc. Analysis – October 2015 Update \\$CME](#)
- [T.Rowe Price Group Inc. Analysis – September 2015 Update \\$TROW](#)
- [Moody's Corporation Analysis – September 2015 Update \\$MCO](#)
- [The Best Stocks of the Financial Services Industry – September 2015](#)
- [Franklin Resources Inc. Analysis – September 2015 \\$BEN](#)
- [Northern Trust Corporation Analysis – September 2015 Update \\$NTRS](#)
- [Legg Mason Analysis – August 2015 Update \\$LM](#)