

ModernGraham Valuation

Company Name:

Tegna Inc

Company Ticker

TGNA

Date of Analysis

11/16/2015



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	\$5,750,700,626	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.48	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-140.78%	Fail
6. Moderate PEmg Ratio	PEmg < 20	10.31	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.80	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	1.48	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	13.02	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	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.51
MG Growth Estimate	15.00%
MG Value	\$96.81
MG Value based on 3% Growth	\$36.46
MG Value based on 0% Growth	\$21.37
Market Implied Growth Rate	0.91%

MG Opinion

Current Price	\$25.93
% of Intrinsic Value	26.78%
Opinion	Undervalued

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$24.67
Graham Number	\$19.48
PEmg	10.31
Current Ratio	1.48
PB Ratio	2.80
Dividend Yield	2.85%
Number of Consecutive Years of Dividend Growth	0

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	\$1.79	Next Fiscal Year Estimate	\$2.51
Dec14	\$4.58	Dec14	\$2.74
Dec13	\$1.66	Dec13	\$1.83
Dec12	\$1.79	Dec12	-\$0.15
Dec11	\$1.89	Dec11	-\$2.00
Dec10	\$2.43	Dec10	-\$3.68
Dec09	\$1.51	Dec09	-\$5.36
Dec08	-\$29.11	Dec08	-\$6.52
Dec07	\$4.52	Dec07	\$4.78
Dec06	\$4.90	Dec06	\$4.85
Dec05	\$5.06	Dec05	\$4.67
Dec04	\$4.92	Dec04	\$4.52
Dec03	\$4.46	Dec03	\$4.32
Dec02	\$4.31	Dec02	\$4.21
Dec01	\$3.03	Dec01	\$4.03
Dec00	\$6.41	Dec00	\$4.30
Dec99	\$3.40	Dec99	\$3.12
Dec98	\$3.50	Balance Sheet Information Sep15	
Dec97	\$2.50	Total Current Assets	\$1,065,919,000
Dec96	\$3.33	Total Current Liabilities	\$722,597,000
Dec95	\$1.71	Long-Term Debt	\$4,471,119,000
		Total Assets	\$8,874,743,000
		Intangible Assets	\$7,074,099,000
		Total Liabilities	\$6,741,841,000
		Shares Outstanding (Diluted Average)	230,078,000





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 Most Undervalued Companies for the Enterprising Investor – November 2015](#)
- [10 Most Undervalued Companies for the Enterprising Investor – October 2015](#)
- [10 Companies Benjamin Graham Would Invest In Today – October 2015](#)
- [10 Low PE Stocks for the Enterprising Investor – August 2015](#)
- [10 Most Undervalued Companies for the Enterprising Investor – August 2015](#)

Other
ModernGraham
posts about related
companies

- [Tegna Inc. Analysis – August 2015 Update \\$TGNA](#)
- [Gannett Company Inc. Annual Valuation – 2014 \\$GCI](#)
- [Gannett Co. Inc. \(GCI\) Quarterly Valuation – May 2014](#)