ModernGraham Valuation

Company Name:

Company Ticker WY

Date of Analysis

Weyerhaeuser Co





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	\$15,055,052,331 Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.79 Pass
	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	-10829.17% Fail
	6. Moderate PEmg Ratio	PEmg < 20	19.79 Pass
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.17 Fail
Enterprising Investor;	must pass 4 out of the following 5 tests, or b	e suitable for the Defensive Investor.	
	1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	2.79 Pass
	2 Sufficiently Strong Einancial Condition	Dobt to NCA < 1.1	3 37 Eail

2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.37	Fall
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

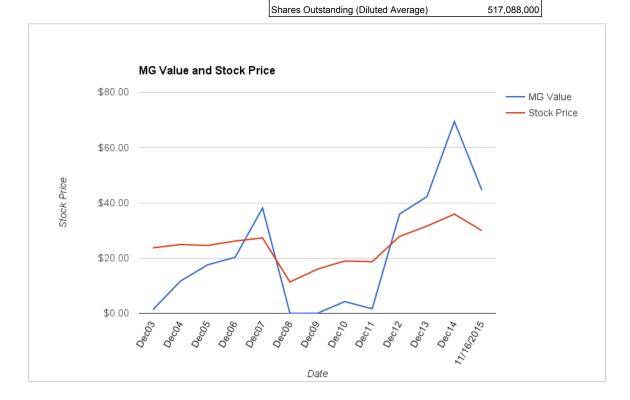
Suitability

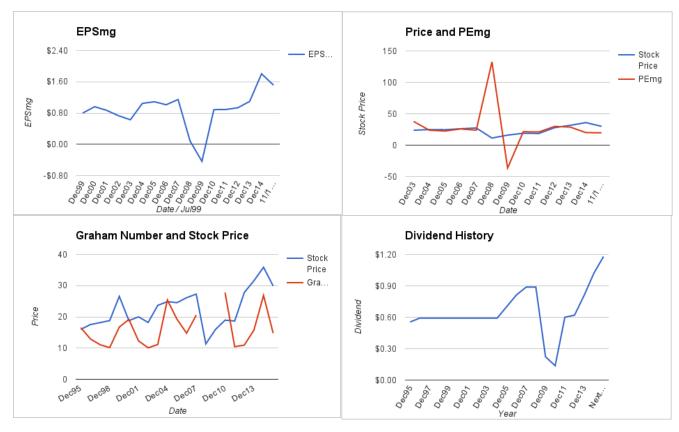
Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

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	EPSmg	\$1.51	
	MG Growth Estimate	10.50%	
	MG Value	\$44.63	
	MG Value based on 3% Growth	\$21.94	
	MG Value based on 0% Growth	\$12.86	
	Market Implied Growth Rate	5.65%	
MG Opinion			
	Current Price	\$29.95	
	% of Intrinsic Value	67.11%	
	Opinion	Undervalued	
Stage 3: Infor	mation for Further Research		
	Net Current Asset Value (NCAV)	-\$10.52	
	Graham Number	\$14.78	
	PEmg	19.79	
	Current Ratio	2.79	
	PB Ratio	3.17	
	Dividend Yield	3.94%	
	Number of Consecutive Years of Dividend Growth	5	
Useful Links:	ModernGraham tagged articles	Morningstar	
	Google Finance	MSN Money	
	Yahoo Finance	Seeking Alpha	
		<u> </u>	
	GuruFocus	SEC Filings	

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$1.02	Next Fiscal Year Estimate	\$1.51
Dec14	•	Dec14	\$1.80
Dec13		Dec13	\$1.00
Dec13		Dec13	\$0.93
Dec12		Dec12	\$0.89
Dec10		Dec10	\$0.89
Dec09		Dec09	-\$0.44
Dec08	-\$2.06	Dec08	\$0.09
Dec07	\$1.33	Dec07	\$1.14
Dec06	\$0.68	Dec06	\$1.01
Dec05	\$1.10	Dec05	\$1.09
Dec04	\$2.01	Dec04	\$1.04
Dec03	\$0.46	Dec03	\$0.63
Dec02	\$0.40	Dec02	\$0.73
Dec01	\$0.60	Dec01	\$0.87
Dec00	\$1.38	Dec00	\$0.96
Dec99	\$0.94	Dec99	\$0.80
Dec98	\$0.54	Balance Sheet Information	Sep15
Dec97	\$0.63	Total Current Assets	\$2,502,000,000
Dec96	\$0.86	Total Current Liabilities	\$898,000,000
Dec95	\$1.45	Long-Term Debt	\$5,402,000,000
		Total Assets	\$12,820,000,000
		Intangible Assets	\$40,000,000
		Total Liabilities	\$7,942,000,000
		1	





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 Companies Benjamin Graham Would Invest In Today – November 2015		
	10 Undervalued Companies for the Enterprising Dividend Stock Investor – October 2015		
	10 Companies Benjamin Graham Would Invest In Today – September 2015		
	10 Undervalued Companies for the Enterprising Dividend Stock Investor – August 2015		
	15 Best Stocks For Value Investors This Week – 8/22/15		
Other ModernGraham posts about related companies	Boston Properties Inc. Valuation – November 2015 Update \$BXP		
	Welltower Inc. Valuation – November 2015 Update \$HCN		
	Kimco Realty Corporation Valuation – November 2015 Update \$KIM		
	Prologis Inc. Valuation – October 2015 Update \$PLD		
	HCP Inc. Valuation – October 2015 Update \$HCP		
	Essex Property Trust Inc. Analysis – October 2015 Update \$ESS		
	Macerich Company Analysis – September 2015 Update \$MAC		
	Alexandria Real Estate Equities Inc. Analysis – Initial Coverage \$ARE		
	Weyerhaeuser Company Analysis – August 2015 Update \$WY		
	Boston Properties Inc. Analysis – August 2015 Update \$BXP		