

ModernGraham Valuation

Company Name:

Bemis Company, Inc.

Company Ticker BMS

Date of Analysis

1/28/2016



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	\$4,181,282,886	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.16	Pass
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	27.40%	Fail
6. Moderate PEmg Ratio	PEmg < 20	22.07	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.58	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	2.16	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.98	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

EPSmg	\$2.06
MG Growth Estimate	3.45%
MG Value	\$31.74
MG Value based on 3% Growth	\$29.90
MG Value based on 0% Growth	\$17.53
Market Implied Growth Rate	6.79%

MG Opinion

Current Price	\$45.51
% of Intrinsic Value	143.37%
Opinion	Overvalued

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$10.08
Graham Number	\$26.66
PEmg	22.07
Current Ratio	2.16
PB Ratio	3.58
Dividend Yield	2.44%
Number of Consecutive Years of Dividend Growth	20

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	\$2.44	Next Fiscal Year Estimate	\$2.06
Dec2014	\$1.89	Dec2014	\$1.86
Dec2013	\$2.04	Dec2013	\$1.81
Dec2012	\$1.66	Dec2012	\$1.68
Dec2011	\$1.73	Dec2011	\$1.68
Dec2010	\$1.85	Dec2010	\$1.65
Dec2009	\$1.38	Dec2009	\$1.56
Dec2008	\$1.61	Dec2008	\$1.64
Dec2007	\$1.74	Dec2007	\$1.64
Dec2006	\$1.65	Dec2006	\$1.57
Dec2005	\$1.51	Dec2005	\$1.52
Dec2004	\$1.67	Dec2004	\$1.49
Dec2003	\$1.37	Dec2003	\$1.37
Dec2002	\$1.54	Dec2002	\$1.32
Dec2001	\$1.32	Dec2001	\$1.18
Dec2000	\$1.22	Dec2000	\$1.08
Dec1999	\$1.09	Dec1999	\$0.94
Dec1998	\$0.95	Balance Sheet Information Sep2015	
Dec1997	\$1.00	Total Current Assets	\$1,220,200,000
Dec1996	\$0.95	Total Current Liabilities	\$565,400,000
Dec1995	\$0.00	Long-Term Debt	\$1,293,600,000
		Total Assets	\$3,447,900,000
		Intangible Assets	\$1,053,900,000
		Total Liabilities	\$2,204,600,000
		Shares Outstanding (Diluted Average)	97,700,000





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.

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