

# ModernGraham Valuation

Company Name:

Hasbro, Inc.

Company Ticker HAS

Date of Analysis

1/29/2016



## 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	\$9,140,224,309	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.64	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	66.35%	Pass
6. Moderate PEmg Ratio	PEmg < 20	25.04	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	6.06	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	2.64	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.90	Pass
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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.94
MG Growth Estimate	2.21%
<b>MG Value</b>	<b>\$37.99</b>
MG Value based on 3% Growth	\$42.66
MG Value based on 0% Growth	\$25.01
Market Implied Growth Rate	8.27%

### MG Opinion

Current Price	\$73.68
% of Intrinsic Value	193.93%
<b>Opinion</b>	<b>Overvalued</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$2.04
Graham Number	\$30.67
PEmg	25.04
Current Ratio	2.64
PB Ratio	6.06
Dividend Yield	2.42%
Number of Consecutive Years of Dividend Growth	2

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$3.38	Next Fiscal Year Estimate	\$2.94
Dec2014	\$3.20	Dec2014	\$2.71
Dec2013	\$2.17	Dec2013	\$2.50
Dec2012	\$2.55	Dec2012	\$2.61
Dec2011	\$2.82	Dec2011	\$2.56
Dec2010	\$2.74	Dec2010	\$2.32
Dec2009	\$2.48	Dec2009	\$2.00
Dec2008	\$2.00	Dec2008	\$1.66
Dec2007	\$1.97	Dec2007	\$1.40
Dec2006	\$1.29	Dec2006	\$0.96
Dec2005	\$1.09	Dec2005	\$0.68
Dec2004	\$0.96	Dec2004	\$0.34
Dec2003	\$0.85	Dec2003	\$0.04
Dec2002	-\$0.99	Dec2002	-\$0.21
Dec2001	\$0.35	Dec2001	\$0.26
Dec2000	-\$0.82	Dec2000	\$0.33
Dec1999	\$0.93	Dec1999	\$0.84
Dec1998	\$1.00	<div><div>Balance Sheet Information</div><div>Sep2015</div></div>	
Dec1997	\$0.68	Total Current Assets	\$2,778,116,000
Dec1996	\$0.98	Total Current Liabilities	\$1,050,496,000
Dec1995	\$0.00	Long-Term Debt	\$1,559,895,000
		Total Assets	\$4,580,246,000
		Intangible Assets	\$881,981,000
		Total Liabilities	\$3,037,409,000
		Shares Outstanding (Diluted Average)	126,917,000





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

Hasbro Inc. Analysis – August 2015 Update \$HAS  
 Hasbro Inc. Analysis – August 2015 Update \$HAS  
 28 Companies in the Spotlight This Week – 2/28/15  
 Hasbro Inc. Quarterly Valuation – February 2015 \$HAS  
 26 Companies in the Spotlight This Week – 11/22/14

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[Mattel Inc. Analysis – September 2015 Update \\$MAT](#)  
[Hasbro Inc. Analysis – August 2015 Update \\$HAS](#)  
[Mattel Inc. Quarterly Valuation – May 2015 \\$MAT](#)  
[Hasbro Inc. Quarterly Valuation – February 2015 \\$HAS](#)  
[Mattel Inc. Quarterly Valuation – February 2015 \\$MAT](#)  
[Electronic Arts Inc. Annual Valuation – 2015 \\$EA](#)  
[Hasbro Inc. Quarterly Valuation – November 2014 \\$HAS](#)  
[Mattel Inc. Quarterly Valuation – October 2014 \\$MAT](#)  
[Hasbro Inc. Quarterly Valuation – August 2014 \\$HAS](#)  
[Mattel Inc. Quarterly Valuation – July 2014 \\$MAT](#)