

# ModernGraham Valuation

Company Name:

Mylan NV

Company Ticker MYL

Date of Analysis

1/6/2016



## 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	\$26,508,680,713	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.76	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	776.71%	Pass
6. Moderate PEmg Ratio	PEmg < 20	26.02	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.79	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	1.76	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.09	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.05
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$78.95</b>
MG Value based on 3% Growth	\$29.73
MG Value based on 0% Growth	\$17.43
Market Implied Growth Rate	8.76%

### MG Opinion

Current Price	\$53.36
% of Intrinsic Value	67.59%
<b>Opinion</b>	<b>Undervalued</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$9.76
Graham Number	\$33.37
PEmg	26.02
Current Ratio	1.76
PB Ratio	2.79
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### 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	\$2.48	Next Fiscal Year Estimate	\$2.05
Dec14	\$2.34	Dec14	\$1.71
Dec13	\$1.58	Dec13	\$1.29
Dec12	\$1.52	Dec12	\$0.94
Dec11	\$1.22	Dec11	\$0.57
Dec10	\$0.68	Dec10	\$0.28
Dec09	\$0.30	Dec09	\$0.17
Dec08	-\$1.05	Dec08	\$0.25
Mar07	\$0.99	Mar07	\$0.91
Mar06	\$0.79	Mar06	\$0.89
Mar05	\$0.74	Mar05	\$0.89
Mar04	\$1.21	Mar04	\$0.89
Mar03	\$0.96	Mar03	\$0.68
Mar02	\$0.91	Mar02	\$0.52
Mar01	\$0.13	Mar01	\$0.33
Mar00	\$0.52	Mar00	\$0.41
Mar99	\$0.41	Mar99	\$0.33
Mar98	\$0.36	<b>Balance Sheet Information Sep15</b>	
Mar97	\$0.23	Total Current Assets	\$6,485,900,000
Mar96	\$0.38	Total Current Liabilities	\$3,684,100,000
Mar95	\$0.00	Long-Term Debt	\$5,845,800,000
		Total Assets	\$21,316,500,000
		Intangible Assets	\$12,013,500,000
		Total Liabilities	\$11,502,900,000
		Shares Outstanding (Diluted Average)	514,000,000





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

- [32 Companies in the Spotlight This Week – 12/6/14](#)
- [Mylan Inc. Annual Valuation – 2014 \\$MYL](#)

Other ModernGraham posts about related companies

- [Celgene Corp Valuation – December 2015 Update \\$CELG](#)
- [Merck & Co Valuation – November 2015 Update \\$MRK](#)
- [Zoetis Inc. Valuation – October 2015 Update \\$ZTS](#)
- [Biogen Inc. Valuation – October 2015 Update \\$BIIB](#)
- [Perrigo Company PLC Analysis – October 2015 Update \\$PRGO](#)
- [Amgen Inc. Analysis – September 2015 Update \\$AMGN](#)
- [Pfizer Inc Analysis – September 2015 Update \\$PFE](#)
- [Johnson & Johnson Analysis – September 2015 Update \\$JNJ](#)
- [Celgene Corporation Analysis – September 2015 Update \\$CELG](#)
- [Allergan PLC Analysis – August 2015 Update \\$AGN](#)