ModernGraham Valuation

Company Name:

Company Ticker PPL Date of Analysis

1/30/2016



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	\$23,092,060,000	Pass
2	. Sufficiently Strong Financial Condition	Current Ratio > 2	0.67	Fail
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	-36.10%	Fail
6	. Moderate PEmg Ratio	PEmg < 20	19.11	Pass
7	. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.31	Pass
Enterprising Investor; m	ust pass 4 out of the following 5 tests, or be	suitable for the Defensive Investor.		
1	. Sufficiently Strong Financial Condition	Current Ratio > 1.5	0.67	Fail
2	. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-12.01	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		Fail

PPL Corp

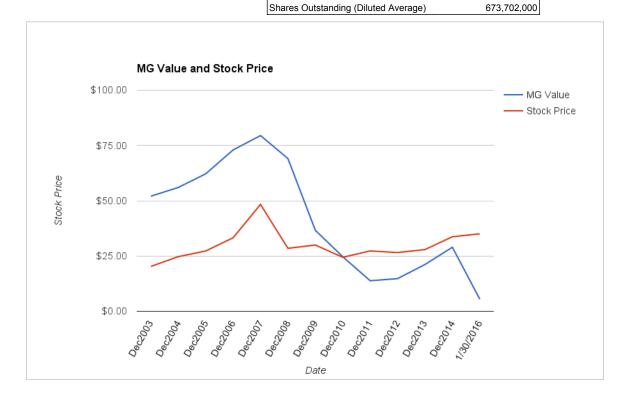
Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

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Number of Consecutive Years of Dividend Growth		4
Dividend Yield		4.27%
PB Ratio		2.31
Current Ratio		0.67
PEmg		19.11
Graham Number		\$16.34
Net Current Asset Value (NCAV)		-\$38.64
mation for Further Research		
Opinion	Overvalued	
% of Intrinsic Value		638.85%
Current Price		\$35.06
Market Implied Growth Rate		5.30%
MG Value based on 0% Growth		\$15.59
MG Value based on 3% Growth		\$26.60
MG Value		\$5.49
MG Growth Estimate		-2.75%
EPSmg		\$1.83
	MG Growth Estimate MG Value MG Value based on 3% Growth MG Value based on 0% Growth MG Value based on 0% Growth Market Implied Growth Rate Current Price % of Intrinsic Value Opinion mation for Further Research Net Current Asset Value (NCAV) Graham Number PEmg Current Ratio PB Ratio Dividend Yield Number of Consecutive Years of Dividend Growth ModernGraham tagged articles Google Finance Yahoo Finance	MG Growth Estimate MG Value MG Value based on 3% Growth MG Value based on 0% Growth Market Implied Growth Rate Current Price % of Intrinsic Value Opinion Overvalued mation for Further Research Net Current Asset Value (NCAV) Graham Number PEmg Current Ratio PB Ratio Dividend Yield Number of Consecutive Years of Dividend ModernGraham tagged articles Morningstar Google Finance MSN Money Yahoo Finance Seeking Alpha

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.78	Next Fiscal Year Estimate	\$1.83
Dec2014	\$2.61	Dec2014	\$2.36
Dec2013	\$1.76	Dec2013	\$2.18
Dec2012	\$2.60	Dec2012	\$2.33
Dec2011	\$2.70	Dec2011	\$2.25
Dec2010	\$2.17	Dec2010	\$2.10
Dec2009	\$1.08	Dec2009	\$2.10
Dec2008	\$2.47	Dec2008	\$2.51
Dec2007	\$3.35	Dec2007	\$2.44
Dec2006	\$2.24	Dec2006	\$1.90
Dec2005	\$1.65	Dec2005	\$1.62
Dec2004	\$1.87	Dec2004	\$1.54
Dec2003	\$2.18	Dec2003	\$1.35
Dec2002	\$0.68	Dec2002	\$0.81
Dec2001	\$0.61	Dec2001	\$0.78
Dec2000	\$1.72	Dec2000	\$0.79
Dec1999	\$1.42	Dec1999	\$0.33
Dec1998	-\$1.73	Balance Sheet Information	Sep2015
Dec1997	\$0.90	Total Current Assets	\$2,990,000,000
Dec1996	\$1.03	Total Current Liabilities	\$4,468,000,000
Dec1995	\$0.00	Long-Term Debt	\$17,745,000,000
		Total Assets	\$39,246,000,000
		Intangible Assets	\$4,285,000,000
		Total Liabilities	\$29,024,000,000





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.

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