

ModernGraham Valuation

Company Name:

Company Ticker BMY
Date of Analysis

Bristol-Myers Squibb
Co

2/18/2016



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	\$110,204,407,891	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.30	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	-53.15%	Fail
6. Moderate PEmg Ratio	PEmg < 20	43.36	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	7.52	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	1.30	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.73	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

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.47
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$21.37
MG Value based on 0% Growth	\$12.53
Market Implied Growth Rate	17.43%

MG Opinion

Current Price	\$63.91
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

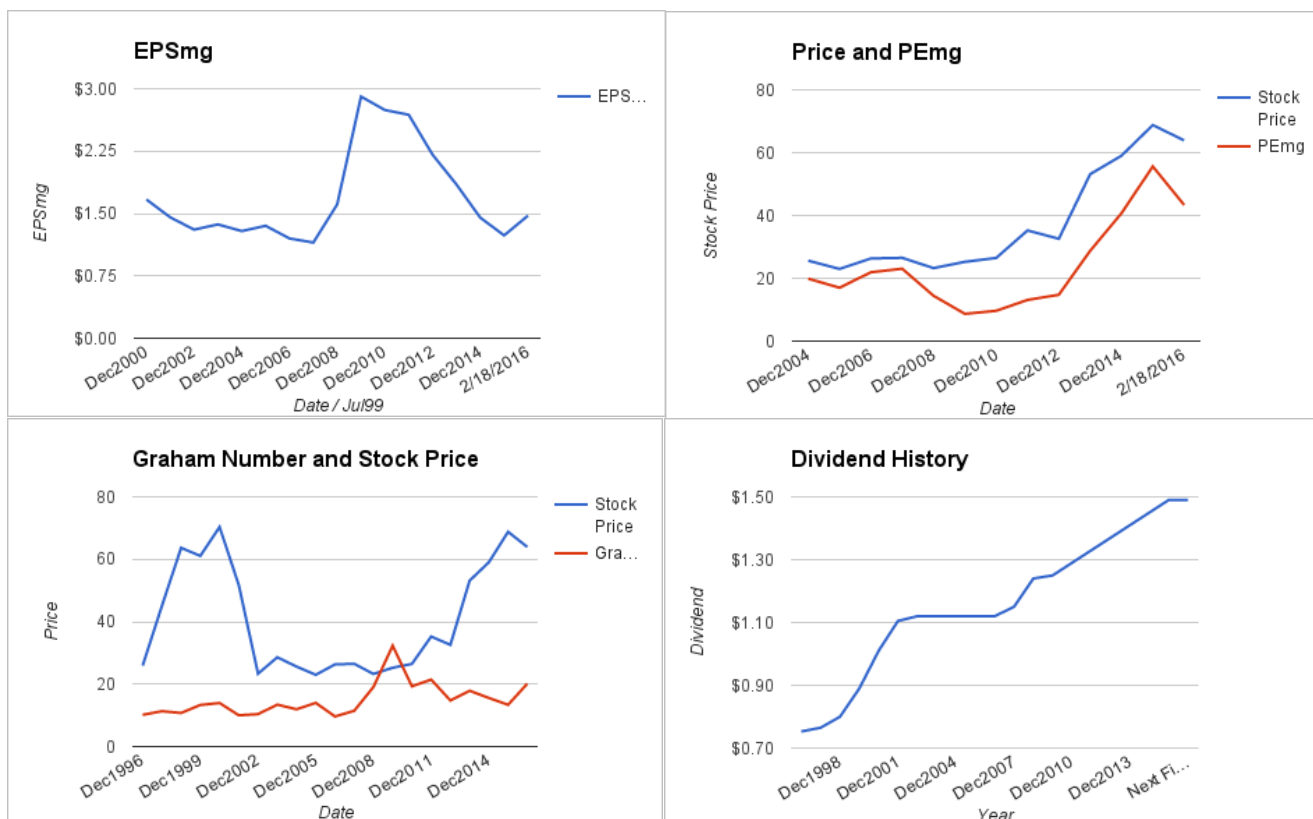
Net Current Asset Value (NCAV)	-\$4.21
Graham Number	\$20.15
PEmg	43.36
Current Ratio	1.30
PB Ratio	7.52
Dividend Yield	2.33%
Number of Consecutive Years of Dividend Growth	10

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.11	Next Fiscal Year Estimate	\$1.47
Dec2015	\$0.93	Dec2015	\$1.24
Dec2014	\$1.20	Dec2014	\$1.45
Dec2013	\$1.54	Dec2013	\$1.85
Dec2012	\$1.16	Dec2012	\$2.21
Dec2011	\$2.16	Dec2011	\$2.69
Dec2010	\$1.79	Dec2010	\$2.74
Dec2009	\$5.34	Dec2009	\$2.91
Dec2008	\$2.62	Dec2008	\$1.61
Dec2007	\$1.09	Dec2007	\$1.15
Dec2006	\$0.81	Dec2006	\$1.20
Dec2005	\$1.52	Dec2005	\$1.35
Dec2004	\$1.21	Dec2004	\$1.29
Dec2003	\$1.59	Dec2003	\$1.37
Dec2002	\$1.06	Dec2002	\$1.31
Dec2001	\$0.95	Dec2001	\$1.45
Dec2000	\$1.84	Dec2000	\$1.67
Dec1999	\$1.81	Balance Sheet Information Dec2015	
Dec1998	\$1.35	Total Current Assets	\$10,415,000,000
Dec1997	\$1.57	Total Current Liabilities	\$8,017,000,000
Dec1996	\$1.40	Long-Term Debt	\$6,550,000,000
		Total Assets	\$31,748,000,000
		Intangible Assets	\$8,300,000,000
		Total Liabilities	\$17,482,000,000
		Shares Outstanding (Diluted Average)	1,679,000,000





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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