

# ModernGraham Valuation

## Company Name:

Company Ticker FOXA

Date of Analysis

Twenty-First Century  
Fox Inc

2/2/2016



## 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	\$53,223,079,988	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.17	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	356.02%	Pass
6. Moderate PEmg Ratio	PEmg < 20	10.68	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.42	Pass

*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	2.17	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.29	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

<b>Defensive</b>	<b>Yes</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.43
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$93.68</b>
MG Value based on 3% Growth	\$35.28
MG Value based on 0% Growth	\$20.68
Market Implied Growth Rate	1.09%

### MG Opinion

Current Price	\$26.00
% of Intrinsic Value	27.75%
<b>Opinion</b>	<b>Undervalued</b>

## Stage 3: Information for Further Research

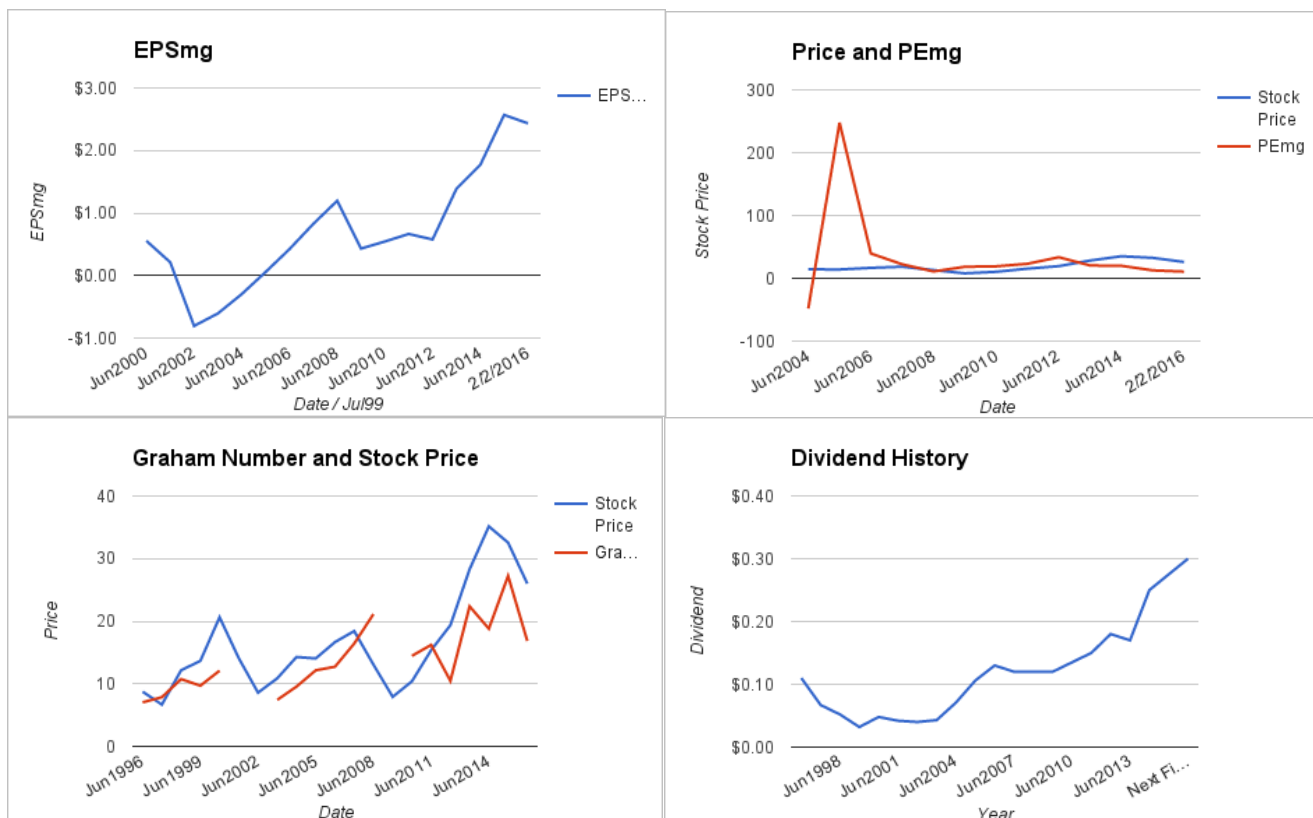
Net Current Asset Value (NCAV)	-\$8.71
Graham Number	\$16.84
PEmg	10.68
Current Ratio	2.17
PB Ratio	3.42
Dividend Yield	1.15%
Number of Consecutive Years of Dividend Growth	3

### 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	\$1.68	Next Fiscal Year Estimate	\$2.43
Jun2015	\$3.90	Jun2015	\$2.57
Jun2014	\$1.99	Jun2014	\$1.77
Jun2013	\$3.03	Jun2013	\$1.39
Jun2012	\$0.47	Jun2012	\$0.58
Jun2011	\$1.04	Jun2011	\$0.66
Jun2010	\$0.97	Jun2010	\$0.54
Jun2009	-\$1.29	Jun2009	\$0.43
Jun2008	\$1.81	Jun2008	\$1.20
Jun2007	\$1.14	Jun2007	\$0.83
Jun2006	\$0.76	Jun2006	\$0.42
Jun2005	\$0.73	Jun2005	\$0.06
Jun2004	\$0.58	Jun2004	-\$0.30
Jun2003	\$0.31	Jun2003	-\$0.61
Jun2002	-\$2.74	Jun2002	-\$0.81
Jun2001	-\$0.56	Jun2001	\$0.21
Jun2000	\$0.76	Jun2000	\$0.55
Jun1999	\$0.48	<b>Balance Sheet Information</b> <b>Sep2015</b>	
Jun1998	\$0.57	Total Current Assets	\$15,193,000,000
Jun1997	\$0.31	Total Current Liabilities	\$6,992,000,000
Jun1996	\$0.25	Long-Term Debt	\$18,767,000,000
		Total Assets	\$47,997,000,000
		Intangible Assets	\$18,777,000,000
		Total Liabilities	\$32,716,000,000
		Shares Outstanding (Diluted Average)	2,012,000,000





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

- [10 Low PE Stocks for the Defensive Investor – January 2016](#)
- [10 Most Undervalued Companies for the Defensive Investor – October 2015](#)
- [Twenty-First Century Fox Inc. Valuation – October 2015 Update \\$FOXA](#)
- [10 Low PE Stocks for the Enterprising Investor – August 2015](#)
- [10 Most Undervalued Companies for the Enterprising Investor – August 2015](#)

Other  
ModernGraham  
posts about related  
companies

- [Scripps Networks Interactive Inc Valuation – February 2016 Update \\$SNI](#)
- [Walt Disney Co Valuation – December 2015 Update \\$DIS](#)
- [Wal-Mart Stores Inc. Valuation – November 2015 Update \\$WMT](#)
- [CBS Corporation Valuation – November 2015 Update \\$CBS](#)
- [Time Warner Cable Inc. Valuation – November 2015 Update \\$TWC](#)
- [News Corporation Valuation – November 2015 Update \\$NWSA](#)
- [The Best Companies of the Media Entertainment Industry – October 2015](#)
- [Twenty-First Century Fox Inc. Valuation – October 2015 Update \\$FOXA](#)
- [Graham Holdings Company Analysis – September 2015 Update \\$GHC](#)
- [Scripps Networks Interactive Inc. Analysis – September 2015 Update \\$SNI](#)