

ModernGraham Valuation

Company Name:

Company Ticker RHI
Date of Analysis

Robert Half
International Inc.

2/11/2016



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	\$4,934,213,008	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.00	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	114.29%	Pass
6. Moderate PEmg Ratio	PEmg < 20	15.30	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	4.99	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	0.00	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.46
MG Growth Estimate	15.00%
MG Value	\$94.84
MG Value based on 3% Growth	\$35.72
MG Value based on 0% Growth	\$20.94
Market Implied Growth Rate	3.40%

MG Opinion

Current Price	\$37.70
% of Intrinsic Value	39.75%
Opinion	Undervalued

Stage 3: Information for Further Research

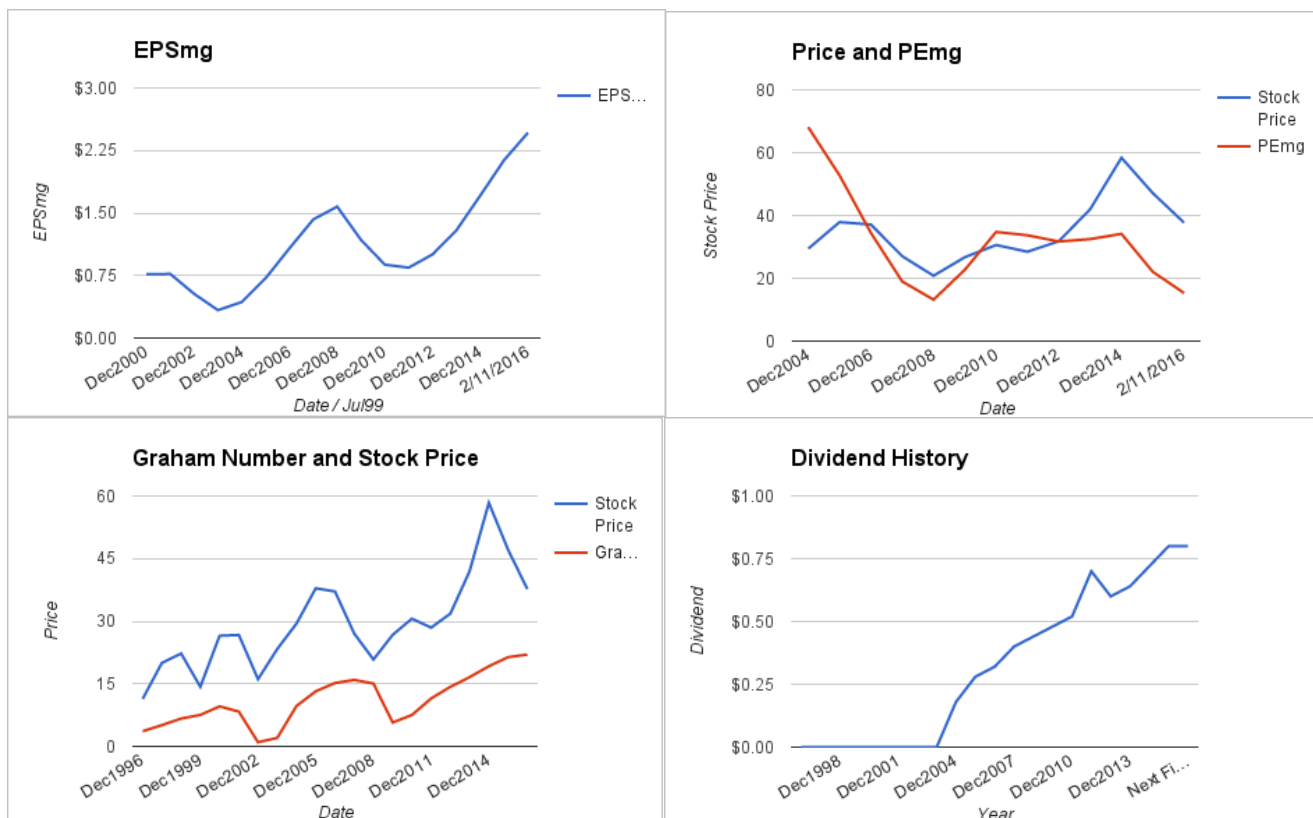
Net Current Asset Value (NCAV)	-\$5.26
Graham Number	\$22.00
PEmg	15.30
Current Ratio	0.00
PB Ratio	4.99
Dividend Yield	2.12%
Number of Consecutive Years of Dividend Growth	4

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.85	Next Fiscal Year Estimate	\$2.46
Dec2015	\$2.69	Dec2015	\$2.13
Dec2014	\$2.26	Dec2014	\$1.71
Dec2013	\$1.83	Dec2013	\$1.29
Dec2012	\$1.50	Dec2012	\$1.00
Dec2011	\$1.04	Dec2011	\$0.84
Dec2010	\$0.44	Dec2010	\$0.88
Dec2009	\$0.24	Dec2009	\$1.18
Dec2008	\$1.59	Dec2008	\$1.58
Dec2007	\$1.81	Dec2007	\$1.42
Dec2006	\$1.65	Dec2006	\$1.08
Dec2005	\$1.36	Dec2005	\$0.72
Dec2004	\$0.79	Dec2004	\$0.43
Dec2003	\$0.04	Dec2003	\$0.33
Dec2002	\$0.01	Dec2002	\$0.53
Dec2001	\$0.67	Dec2001	\$0.77
Dec2000	\$1.00	Dec2000	\$0.77
Dec1999	\$0.77	Balance Sheet Information Dec2015	
Dec1998	\$0.69	Total Current Assets	\$0
Dec1997	\$0.50	Total Current Liabilities	\$655,549,000
Dec1996	\$0.34	Long-Term Debt	\$1,007,000
		Total Assets	\$1,702,960,000
		Intangible Assets	\$0
		Total Liabilities	\$699,179,000
		Shares Outstanding (Diluted Average)	132,930,000





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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company

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[47 Companies in the Spotlight This Week – 5/16/15](#)
[Robert Half International Quarterly Valuation – May 2015 \\$RHI](#)

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[Paychex Inc. Valuation – November 2015 Update \\$PAYX](#)
[Robert Half International Inc. Valuation – November 2015 Update \\$RHI](#)
[Alliance Data Systems Corporation Analysis – October 2015 Update \\$ADS](#)
[Automatic Data Processing Analysis – September 2015 Update \\$ADP](#)
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