ModernGraham Valuation

Company Name:

Skyworks Solutions Inc



Company Ticker
Date of Analysis

2/17/2016

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.

SWKS

 Adequate Size of the Enterprise 	Market Cap > \$2Bil	\$13,018,496,562 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	5.75 Pass
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Fail
	Increase of 33% in EPS in past 10	

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	5.75 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00 Pass
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 Yes

Stage 2: Determination of Intrinsic Value

\$3.70
15.00%
\$142.55
\$53.69
\$31.47
4.35%

MG Opinion

 Current Price
 \$63.71

 % of Intrinsic Value
 44.69%

Opinion Undervalued MG Grade B-

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$8.56
Graham Number	\$47.96
PEmg	17.21
Current Ratio	5.75
PB Ratio	3.56
Dividend Yield	1.22%
Number of Consecutive Years of Dividend Growth	3

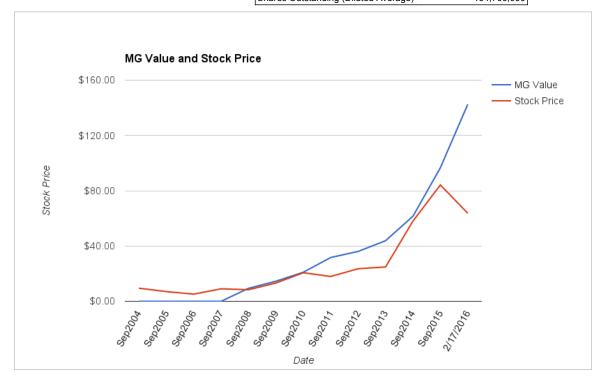
Morningstar

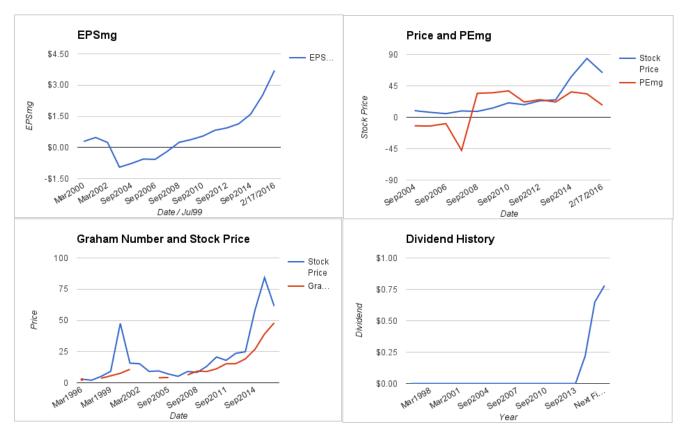
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GuruFocus SEC Filings

EPS History		EPSmg History	
Next Fiscal Year		L	
Estimate	·	Next Fiscal Year Estimate	\$3.70
Sep2015		Sep2015	\$2.51
Sep2014	·	Sep2014	\$1.60
Sep2013	\$1.45	Sep2013	\$1.14
Sep2012	\$1.05	Sep2012	\$0.94
Sep2011	\$1.19	Sep2011	\$0.82
Sep2010	\$0.75	Sep2010	\$0.55
Sep2009	\$0.56	Sep2009	\$0.38
Sep2008	\$0.68	Sep2008	\$0.24
Sep2007	\$0.36	Sep2007	-\$0.19
Sep2006	-\$0.55	Sep2006	-\$0.57
Sep2005	\$0.16	Sep2005	-\$0.56
Sep2004	\$0.15	Sep2004	-\$0.77
Sep2003	-\$3.24	Sep2003	-\$0.95
Mar2002	-\$0.42	Mar2002	\$0.24
Mar2001	\$0.75	Mar2001	\$0.48
Mar2000	\$0.42	Mar2000	\$0.29
Mar1999	\$0.54	Balance Sheet Information	Dec2015
Mar1998	\$0.33	Total Current Assets	\$2,114,700,000
Mar1997	-\$0.53	Total Current Liabilities	\$367,900,000
Mar1996	\$0.15	Long-Term Debt	\$0
		Total Assets	\$3,930,500,000
		Intangible Assets	\$893,300,000
		Total Liabilities	\$447,900,000
		Shares Outstanding (Diluted Average)	194,700,000





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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