

ModernGraham Valuation

Company Name:

VF Corp

Company Ticker VFC

Date of Analysis

2/1/2016



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	\$26,767,638,815	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.77	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	113.02%	Pass
6. Moderate PEmg Ratio	PEmg < 20	23.66	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	5.07	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	1.77	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.66	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

EPSmg	\$2.66
MG Growth Estimate	11.91%
MG Value	\$86.11
MG Value based on 3% Growth	\$38.62
MG Value based on 0% Growth	\$22.64
Market Implied Growth Rate	7.58%

MG Opinion

Current Price	\$63.03
% of Intrinsic Value	73.20%
Opinion	Undervalued

Stage 3: Information for Further Research

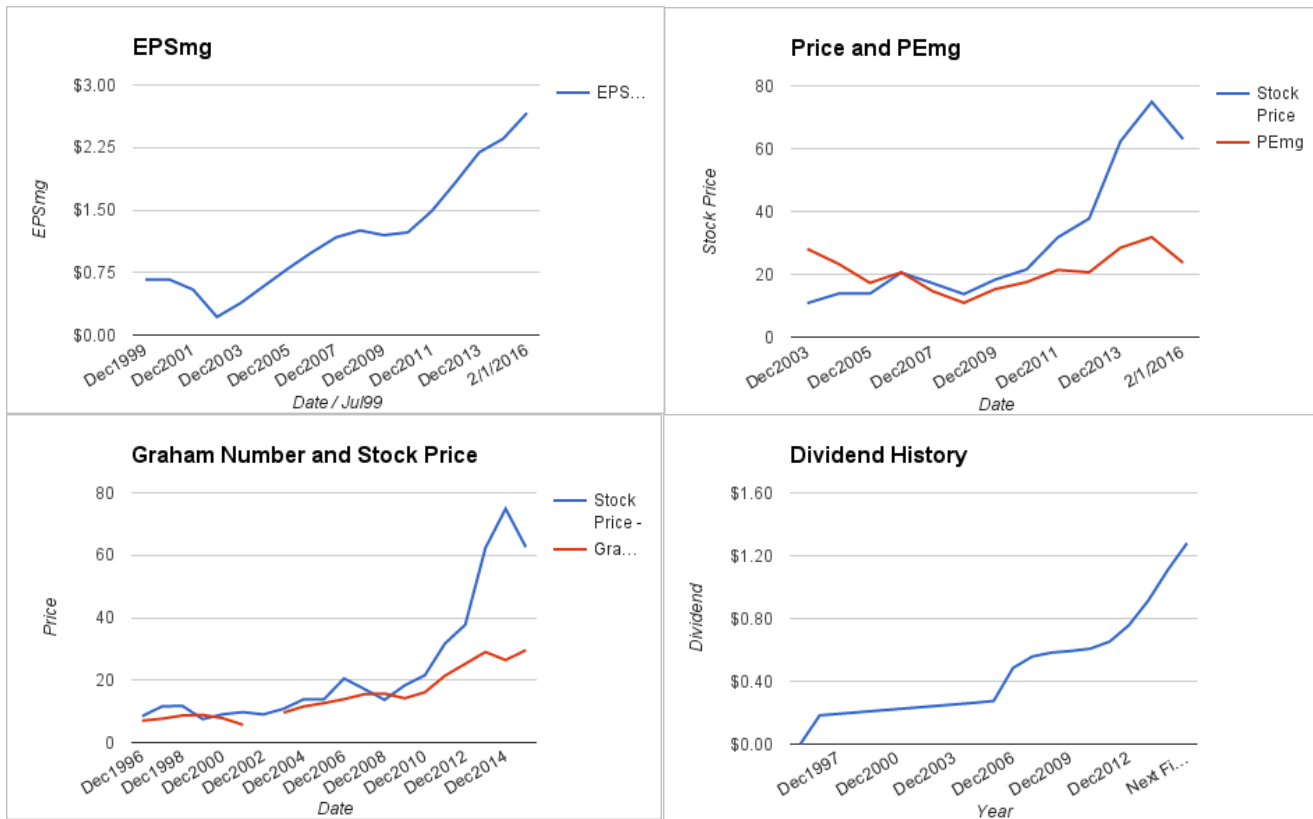
Net Current Asset Value (NCAV)	-\$0.82
Graham Number	\$29.60
PEmg	23.66
Current Ratio	1.77
PB Ratio	5.07
Dividend Yield	2.03%
Number of Consecutive Years of Dividend Growth	20

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	\$3.09	Next Fiscal Year Estimate	\$2.66
Dec2014	\$2.38	Dec2014	\$2.35
Dec2013	\$2.71	Dec2013	\$2.19
Dec2012	\$2.43	Dec2012	\$1.83
Dec2011	\$2.00	Dec2011	\$1.48
Dec2010	\$1.30	Dec2010	\$1.23
Dec2009	\$1.03	Dec2009	\$1.20
Dec2008	\$1.36	Dec2008	\$1.25
Dec2007	\$1.31	Dec2007	\$1.17
Dec2006	\$1.18	Dec2006	\$1.00
Dec2005	\$1.11	Dec2005	\$0.80
Dec2004	\$1.05	Dec2004	\$0.59
Dec2003	\$0.90	Dec2003	\$0.38
Dec2002	-\$0.37	Dec2002	\$0.22
Dec2001	\$0.30	Dec2001	\$0.54
Dec2000	\$0.55	Dec2000	\$0.67
Dec1999	\$0.75	Dec1999	\$0.67
Dec1998	\$0.78	Balance Sheet Information Sep2015	
Dec1997	\$0.68	Total Current Assets	\$4,935,817,000
Dec1996	\$0.57	Total Current Liabilities	\$2,783,620,000
Dec1995	\$0.00	Long-Term Debt	\$1,411,446,000
		Total Assets	\$10,651,922,000
		Intangible Assets	\$4,109,489,000
		Total Liabilities	\$5,290,725,000
		Shares Outstanding (Diluted Average)	431,460,000





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

- [Dividend Growth Stocks for the Intelligent Investor – November 2015](#)
- [VF Corporation Analysis – September 2015 Update \\$VFC](#)
- [The Best Companies of the Apparel Industry – June 2015 \\$GPS \\$HBI \\$KORS \\$RL \\$VFC](#)
- [The 6 Best Stocks For Value Investors This Week – 6/13/15](#)
- [VF Corporation Analysis – June 2015 Update \\$VFC](#)

Other ModernGraham posts about related companies

- [L Brands Inc Valuation – January 2016 Update \\$LB](#)
- [Michael Kors Holdings Ltd Valuation – January 2016 Update \\$KORS](#)
- [Abercrombie & Fitch Co Valuation – November 2015 Update \\$ANF](#)
- [Nike Inc. Valuation – November 2015 Update \\$NKE](#)
- [American Eagle Outfitters Valuation – November 2015 Update \\$AEO](#)
- [Hanesbrands Inc. Valuation – November 2015 Update \\$HBI](#)
- [Under Armour Inc Valuation – October 2015 Update \\$UA](#)
- [Michael Kors Holdings Limited Analysis – October 2015 Update \\$KORS](#)
- [Wolverine World Wide Inc. Analysis – September 2015 Update \\$WWW](#)
- [Ralph Lauren Corporation Analysis – September 2015 Update \\$RL](#)