ModernGraham Valuation

Company Name:

Company Ticker BLK Date of Analysis

BlackRock, Inc.





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	e Market Cap > \$2Bil	\$57,940,839,420 Pass
2. Sufficiently Strong Financial Co	ndition Current Ratio > 2	3.70 Pass
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	194.22% Pass
6. Moderate PEmg Ratio	PEmg < 20	18.86 Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.05 Pass
Enterprising Investor; must pass 4 out of the following 5 te	ests, or be suitable for the Defensive Investor.	
1. Sufficiently Strong Financial Co	ndition Current Ratio > 1.5	3.70 Pass
2. Sufficiently Strong Financial Co	ndition Debt to NCA < 1.1	0.89 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	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

	EPSmg		\$18.46
	MG Growth Estimate		9.69%
	MG Value		\$514.44
	MG Value based on 3% Growth		\$267.61
	MG Value based on 0% Growth		\$156.88
	Market Implied Growth Rate		5.18%
MG Opinion			
MG Opinion	Current Price		\$348.00
			φ 34 0.00
	% of Intrinsic Value		67.65%
	Opinion	Undervalued	
	MG Grade	B+	

Stage 3: Information for Further Research

Yahoo Finance

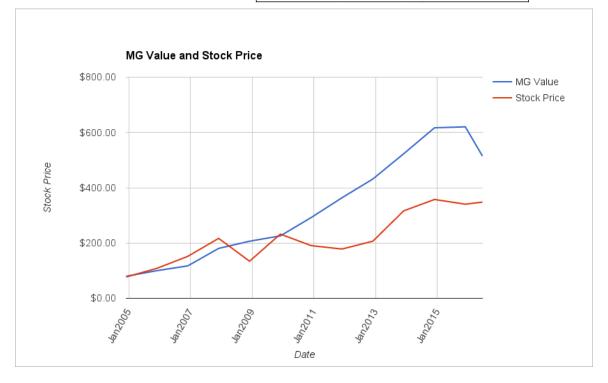
	Net Current Asset Value (NCAV)		-\$1,116.82
	Graham Number		\$268.64
	PEmg		18.86
	Current Ratio		3.70
	PB Ratio		2.05
	Current Dividend		\$8.83
	Dividend Yield		2.54%
	Number of Consecutive Years of Dividend Growth		7
Useful Links:	ModernGraham tagged articles	Morningstar	
	Google Finance	MSN Money	

Seeking Alpha

GuruFocus

SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	• • •	Next Fiscal Year Estimate	\$18.46
Dec2015	\$19.79	Dec2015	\$17.77
Dec2014	\$19.25	Dec2014	\$16.03
Dec2013	\$16.87	Dec2013	\$13.59
Dec2012	\$13.79	Dec2012	\$11.21
Dec2011	\$12.37	Dec2011	\$9.45
Dec2010	\$10.55	Dec2010	\$7.59
Dec2009	\$6.11	Dec2009	\$5.87
Dec2008	\$5.91	Dec2008	\$5.36
Dec2007	\$7.53	Dec2007	\$4.69
Dec2006	\$3.87	Dec2006	\$3.11
Dec2005	\$3.50	Dec2005	\$2.60
Dec2004	\$2.17	Dec2004	\$2.07
Dec2003	\$2.36	Dec2003	\$1.91
Dec2002	\$2.04	Dec2002	\$1.57
Dec2001	\$1.65	Dec2001	\$1.21
Dec2000	\$1.35	Dec2000	\$0.86
Dec1999	\$1.04	Balance Sheet Information	3/1/2016
Dec1998	\$0.67	Total Current Assets	\$7,610,000,000
Dec1997	\$0.00	Total Current Liabilities	\$2,057,000,000
Dec1996	\$0.00	Long-Term Debt	\$4,968,000,000
		Total Assets	\$222,958,000,000
		Intangible Assets	\$30,466,000,000
		Total Liabilities	\$194,564,000,000
		Shares Outstanding (Diluted Average)	167,399,000





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	12 Best Stocks For Value Investors This Week – 11/14/15
	BlackRock Inc. Valuation – November 2015 Update \$BLK
	12 Best Stocks For Value Investors This Week – 11/14/15
	The Best Stocks of the Financial Services Industry – September 2015
	10 Undervalued Companies for the Defensive Dividend Stock Investor – August 2015
Other ModernGraham posts about related companies	Goldman Sachs Group Inc Valuation – June 2016 \$GS Ameriprise Financial Inc Valuation – June 2016 \$AMP American Express Company Valuation – May 2016 \$AXP T.Rowe Price Group Inc Stock Valuation – February 2016 \$TROW
	Moody's Corporation Stock Valuation – February 2016 \$MCO

KKR & Co LP Stock Valuation – February 2016 \$KKR Capital One Financial Corp Valuation – January 2016 Update \$COF Franklin Resources Inc Valuation – January 2016 Update \$BEN T.Rowe Price Group Inc Stock Valuation – February 2016 \$TROW

Moody's Corporation Stock Valuation – February 2016 \$MCO