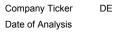
ModernGraham Valuation

Company Name:

Deere & Company



6/24/2016



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. Adeo	quate Size of the Enterprise	Market Cap > \$2Bil	\$25,778,679,448	Pass
2. Suffi	ficiently Strong Financial Condition	Current Ratio > 2	2.10	Pass
3. Earn	nings Stability	Positive EPS for 10 years prior		Pass
4. Divid	dend Record	Dividend Payments for 10 years prior		Pass
5. Earn		Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	68.68%	Pass
6. Mod	lerate PEmg Ratio	PEmg < 20	13.10	Pass
7. Mod	lerate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.61	Pass
Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.				
1. Suffi	ficiently Strong Financial Condition	Current Ratio > 1.5	2.10	Pass
2. Suffi	ficiently Strong Financial Condition	Debt to NCA < 1.1	1.10	Fail
3. Earn	nings Stability	Positive EPS for 5 years prior		Pass
4. Divid	dend Record	Currently Pays Dividend		Pass
5. Earn	nings Growth	EPSmg greater than 5 years ago		Pass

Suitability

MG Opinion

Defensive	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg		\$6.24
MG Growth Estimate		1.21%
MG Value		\$68.11
MG Value based on 3% Growth		\$90.41
MG Value based on 0% Growth		\$53.00
Market Implied Growth Rate		2.30%
Current Price		\$81.67
% of Intrinsic Value		119.91%
Opinion	Overvalued	

в-

Stage 3: Information for Further Research

Yahoo Finance

MG Grade

	Net Current Asset Value (NCAV)		-\$29.52
	Graham Number		\$43.86
	PEmg		13.10
	Current Ratio		2.10
	PB Ratio		3.61
	Current Dividend		\$2.40
	Dividend Yield		2.94%
	Number of Consecutive Years of Dividen Growth	d	13
Useful Links:	ModernGraham tagged articles	Morningstar	
	Google Finance	MSN Money	

Seeking Alpha

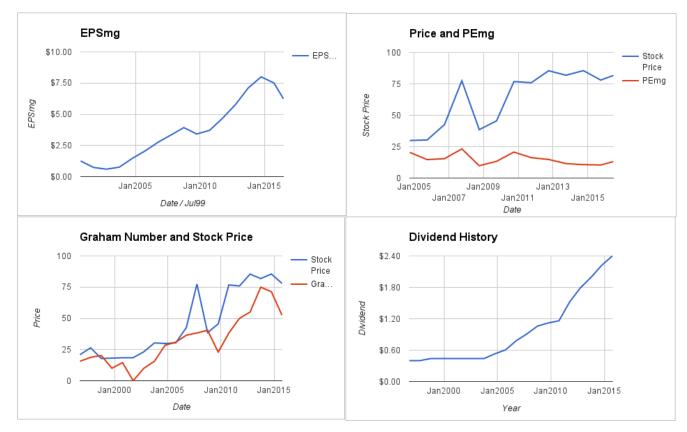
GuruFocus

SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	¢0.75	Next Fiscal Year Estimate	\$6.24
Oct2015	\$5.77	Oct2015	\$7.50
Oct2014	\$8.63	Oct2014	\$8.00
Oct2013	\$9.09	Oct2013	\$7.1
Oct2012	\$7.63	Oct2012	\$5.77
Oct2011	\$6.63	Oct2011	\$4.68
Oct2010	\$4.35	Oct2010	\$3.7
Oct2009	\$2.06	Oct2009	\$3.4
Oct2008	\$4.70	Oct2008	\$3.9
Oct2007	\$4.00	Oct2007	\$3.3
Oct2006	\$3.59	Oct2006	\$2.7
Oct2005	\$2.94	Oct2005	\$2.0
Oct2004	\$2.78	Oct2004	\$1.4
Oct2003	\$1.32	Oct2003	\$0.7
Oct2002	\$0.67	Oct2002	\$0.6
Oct2001	-\$0.14	Oct2001	\$0.7
Oct2000	\$1.03	Oct2000	\$1.2
Oct1999	\$0.51	Balance Sheet Information	4/1/201
Oct1998	\$2.08	Total Current Assets	\$42,676,100,00
Oct1997	\$1.89	Total Current Liabilities	\$20,308,100,00
Oct1996	\$1.57	Long-Term Debt	\$24,648,000,00
		Total Assets	\$59,183,300,000
		Intangible Assets	\$955,500,000
		Total Liabilities	\$52,019,000,000
		Shares Outstanding (Diluted Average)	316,500,000



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Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in DE 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	Deere & Company Valuation – January 2016 Update \$DE		
	10 Undervalued Companies for the Defensive Dividend Stock Investor – December 2015		
	10 Low PE Stocks for the Defensive Investor – December 2015		
	10 Most Undervalued Companies for the Defensive Investor – November 2015		
	10 Undervalued Companies for the Defensive Dividend Stock Investor – November 2015		
Other ModernGraham posts about related companies	A.O.Smith Corporation Valuation – June 2016 \$AOS		
	Ingersoll-Rand PLC Valuation – May 2016 \$IR		
	Snap-on Inc Valuation – February 2016 \$SNA		
	AGCO Corporation Valuation – February 2016 \$AGCO		
	Joy Global Inc Valuation – February 2016 \$JOY		
	Allegion PLC Valuation – February 2016 Update \$ALLE		
	Rockwell Automation Inc Valuation – February 2016 Update \$ROK		

Parker Hannifin Corp Valuation – January 2016 Update \$PH Stanley Black & Decker Inc Valuation – January 2016 Update \$SWK

Paccar Inc Valuation – January 2016 Update \$PCAR