

# ModernGraham Valuation

Company Name:

Exelon Corporation

Company Ticker EXC

Date of Analysis

7/18/2016



## 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	\$32,627,219,062	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.83	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	-47.51%	Fail
6. Moderate PEmg Ratio	PEmg < 20	17.56	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.36	Pass

*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	0.83	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-12.45	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		Fail

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.09
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	\$30.28
MG Value based on 0% Growth	\$17.75
Market Implied Growth Rate	4.53%

### MG Opinion

Current Price	\$36.67
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D+</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.83
Graham Number	\$36.29
PEmg	17.56
Current Ratio	0.83
PB Ratio	0.36
Current Dividend	\$1.24
Dividend Yield	3.38%
Number of Consecutive Years of Dividend Growth	0

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	\$2.02	Next Fiscal Year Estimate	\$2.09
Dec2015	\$2.54	Dec2015	\$2.19
Dec2014	\$1.88	Dec2014	\$2.20
Dec2013	\$2.00	Dec2013	\$2.58
Dec2012	\$1.42	Dec2012	\$3.07
Dec2011	\$3.75	Dec2011	\$3.92
Dec2010	\$3.87	Dec2010	\$3.90
Dec2009	\$4.09	Dec2009	\$3.68
Dec2008	\$4.13	Dec2008	\$3.29
Dec2007	\$4.05	Dec2007	\$2.71
Dec2006	\$2.35	Dec2006	\$2.03
Dec2005	\$1.36	Dec2005	\$1.91
Dec2004	\$2.78	Dec2004	\$2.13
Dec2003	\$1.38	Dec2003	\$1.78
Dec2002	\$2.22	Dec2002	\$1.88
Dec2001	\$2.22	Dec2001	\$1.33
Dec2000	\$1.44	Dec2000	\$0.71
Dec1999	\$1.45	<b>Balance Sheet Information 3/1/2016</b>	
Dec1998	\$1.12	Total Current Assets	\$11,364,000,000
Dec1997	-\$3.40	Total Current Liabilities	\$13,770,000,000
Dec1996	\$1.12	Long-Term Debt	\$29,955,000,000
		Total Assets	\$111,742,000,000
		Intangible Assets	\$6,688,000,000
		Other Long-Term Liabilities	\$17,684,000,000
		Shares Outstanding (Diluted Average)	925,000,000





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**

- [23 Companies in the Spotlight This Week – 3/9/15](#)
- [Exelon Corporation Annual Valuation – 2015 \\$EXC](#)
- [22 Companies in the Spotlight This Week – 11/29/14](#)
- [Exelon Corporation Annual Valuation – 2014 \\$EXC](#)
- [10 Companies in the Spotlight This Week – 11/30/2013](#)

**Other ModernGraham posts about related companies**

- [DTE Energy Co Valuation – July 2016 \\$DTE](#)
- [AES Corporation Valuation – July 2016 \\$AES](#)
- [FirstEnergy Corp Valuation – July 2016 \\$FE](#)
- [Edison International Valuation – July 2016 \\$EIX](#)
- [WEC Energy Group Inc Valuation – June 2016 \\$WEC](#)
- [CenterPoint Energy Inc Valuation – June 2016 \\$CNP](#)
- [Southern Company Valuation – June 2016 \\$SO](#)
- [CMS Energy Corp Valuation – June 2016 \\$CMS](#)
- [Xcel Energy Inc Valuation – May 2016 \\$XEL](#)
- [PPL Corporation Valuation – January 2016 Update \\$PPL](#)