

# ModernGraham Valuation

## Company Name:

Company Ticker      ENDP

Date of Analysis

8/25/2016

Endo International plc  
- Ordinary Shares



## 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	\$4,920,916,100	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.90	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-248.50%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-6.90	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.75	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	0.90	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-28.43	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Fail
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	-\$3.05
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	-\$44.23
MG Value based on 0% Growth	-\$25.93
Market Implied Growth Rate	-7.70%

### MG Opinion

Current Price	\$21.03
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C-</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$40.49
Graham Number	\$45.34
PEmg	-6.90
Current Ratio	0.90
PB Ratio	0.75
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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[Google Finance](#) [MSN Money](#)  
[Yahoo Finance](#) [Seeking Alpha](#)  
[GuruFocus](#) [SEC Filings](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$3.25	Next Fiscal Year Estimate	-\$3.05
Dec2015	-\$7.59	Dec2015	-\$5.65
Dec2014	-\$4.60	Dec2014	-\$3.99
Dec2013	-\$5.72	Dec2013	-\$2.86
Dec2012	-\$6.40	Dec2012	-\$0.84
Dec2011	\$1.55	Dec2011	\$1.94
Dec2010	\$2.20	Dec2010	\$2.04
Dec2009	\$2.27	Dec2009	\$1.88
Dec2008	\$2.06	Dec2008	\$1.62
Dec2007	\$1.69	Dec2007	\$1.32
Dec2006	\$1.03	Dec2006	\$1.06
Dec2005	\$1.52	Dec2005	\$0.91
Dec2004	\$1.08	Dec2004	\$0.38
Dec2003	\$0.53	Dec2003	-\$0.08
Dec2002	\$0.30	Dec2002	-\$0.39
Dec2001	-\$0.40	Dec2001	-\$0.65
Dec2000	-\$1.97	Dec2000	-\$0.64
Dec1999	\$0.05	<b>Balance Sheet Information</b>	
Dec1998	\$0.00	<b>6/1/2016</b>	
Dec1997	\$0.00	Total Current Assets	\$2,650,416,000
Dec1996	\$0.00	Total Current Liabilities	\$2,938,840,000
		Long-Term Debt	\$8,199,888,000
		Total Assets	\$17,935,535,000
		Intangible Assets	\$14,513,896,000
		Total Liabilities	\$11,673,997,000
		Shares Outstanding (Diluted Average)	222,863,000





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

[Endo International plc Analysis – Initial Coverage \\$ENDP](#)

Other ModernGraham posts about related companies

[C R Bard Inc Valuation – August 2016 \\$BCR](#)

[Psychemedics Corp Valuation – August 2016 \\$PMD](#)

[Patterson Companies Inc Valuation – August 2016 \\$PDCO](#)

[Edwards Lifesciences Corp Valuation – August 2016 \\$EW](#)

[Baxter International Inc Valuation – August 2016 \\$BAX](#)

[Cerner Corporation Valuation – August 2016 \\$CERN](#)

[Stryker Corporation Valuation – August 2016 \\$SYK](#)

[Henry Schein Inc Valuation – July 2016 \\$HSIC](#)

[Quest Diagnostics Inc Valuation – July 2016 \\$DGX](#)

[Tenet Healthcare Corp Valuation – July 2016 \\$THC](#)