# **ModernGraham Valuation**

# **Company Name:**

Endo International plc - Ordinary Shares



\$4,920,916,100 Pass

0.75 Fail

Company Ticker Date of Analysis

8/25/2016

#### 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

7. Moderate Price to Assets

**ENDP** 

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
	Increase of 33% in EPS in past 10 years using 3 year averages at	
5. Earnings Growth	beginning and end	-248.50% Fail
6. Moderate PEmg Ratio	PEmg < 20	-6.90 Fail

PB Ratio < 2.5 OR PB\*PEmg < 50

Market Cap > \$2Bil

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

MG Opinion

Defensive No Enterprising No

### Stage 2: Determination of Intrinsic Value

Opinion

MG Grade

EPSmg	-\$3.05
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$44.23
MG Value based on 0% Growth	-\$25.93
Market Implied Growth Rate	-7.70%
Current Price	\$21.03
% of Intrinsic Value	N/A

Overvalued

Stage 3: Information for Further Research

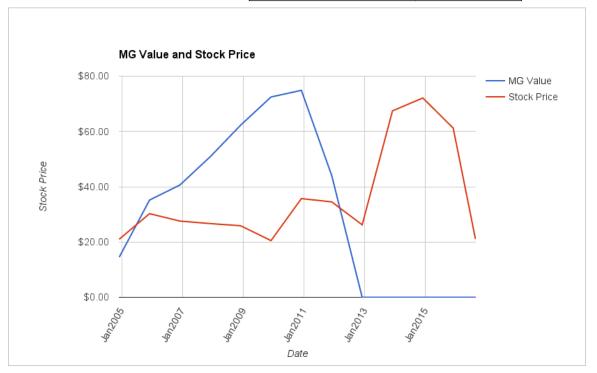
Net Current Asset Value (NCAV)	-\$40.49
Graham Number	\$45.34
PEmg	-6.90
Current Ratio	0.90
PB Ratio	0.75
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

Useful Links: ModernGraham tagged articles

Google Finance
Yahoo Finance
GuruFocus

Morningstar
MSN Money
Seeking Alpha
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	Balance Sheet Information	6/1/2016
Dec1998	\$0.00	Total Current Assets	\$2,650,416,000
Dec1997	\$0.00	Total Current Liabilities	\$2,938,840,000
Dec1996	\$0.00	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