

ModernGraham Valuation

Company Name:

Fiserv Inc

Company Ticker FISV

Date of Analysis

8/2/2016



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	\$24,322,916,470	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.96	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	125.14%	Pass
5. Earnings Growth	PEmg < 20	33.05	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	9.27	Fail
7. Moderate Price to Assets			

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	0.96	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-67.35	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.31
MG Growth Estimate	12.21%
MG Value	\$108.97
MG Value based on 3% Growth	\$48.00
MG Value based on 0% Growth	\$28.14
Market Implied Growth Rate	12.28%

MG Opinion

Current Price	\$109.41
% of Intrinsic Value	100.41%
Opinion	Fairly Valued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$23.72
Graham Number	\$34.24
PEmg	33.05
Current Ratio	0.96
PB Ratio	9.27
Current Dividend	\$0.00
Dividend Yield	0.00%
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	\$4.33	Next Fiscal Year Estimate	\$3.31
Dec2015	\$2.99	Dec2015	\$2.68
Dec2014	\$2.98	Dec2014	\$2.42
Dec2013	\$2.44	Dec2013	\$2.05
Dec2012	\$2.22	Dec2012	\$1.82
Dec2011	\$1.64	Dec2011	\$1.61
Dec2010	\$1.64	Dec2010	\$1.56
Dec2009	\$1.53	Dec2009	\$1.49
Dec2008	\$1.75	Dec2008	\$1.43
Dec2007	\$1.30	Dec2007	\$1.22
Dec2006	\$1.27	Dec2006	\$1.13
Dec2005	\$1.35	Dec2005	\$0.99
Dec2004	\$0.96	Dec2004	\$0.77
Dec2003	\$0.81	Dec2003	\$0.65
Dec2002	\$0.69	Dec2002	\$0.54
Dec2001	\$0.55	Dec2001	\$0.44
Dec2000	\$0.47	Dec2000	\$0.36
Dec1999	\$0.36	Balance Sheet Information 3/1/2016	
Dec1998	\$0.30	Total Current Assets	\$1,476,000,000
Dec1997	\$0.25	Total Current Liabilities	\$1,542,000,000
Dec1996	\$0.20	Long-Term Debt	\$4,445,000,000
		Total Assets	\$9,552,000,000
		Intangible Assets	\$7,289,000,000
		Total Liabilities	\$6,868,000,000
		Shares Outstanding (Diluted Average)	227,300,000





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

[Fiserv Inc. Analysis – 2015 Annual Update \\$FISV](#)
[15 Companies in the Spotlight This Week – 5/31/14](#)
[Fiserv Inc. 2014 Annual Valuation \\$FISV](#)

Other
ModernGraham
posts about related
companies

[Cintas Corporation Valuation – July 2016 \\$CTAS](#)
[Pitney Bowes Inc Valuation – July 2016 \\$PBI](#)
[Xerox Corp Valuation – June 2016 \\$XRX](#)
[Avery Dennison Corp Valuation – June 2016 \\$AVY](#)
[Ecolab Inc Valuation – June 2016 \\$ECL](#)
[Paychex Inc Valuation – June 2016 \\$PAYX](#)
[Automatic Data Processing Valuation – May 2016 \\$ADP](#)
[Robert Half International Inc Valuation – February 2016 \\$RHI](#)
[Accenture PLC Valuation – February 2016 \\$ACN](#)
[Cintas Corp Valuation – December 2015 Update \\$CTAS](#)