ModernGraham Valuation

Company Name:

Twenty-First Century Fox Inc



Company Ticker Date of Analysis

8/4/2016

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.

FOXA

 Adequate Size of the Enterprise 	Market Cap > \$2Bil	\$49,304,685,186 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.89 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Fail
4. Dividend Record	Dividend Payments for 10 years prior	Pass
	Increase of 33% in EPS in past 10	

Increase of 33% in EPS in past 10
years using 3 year averages at
5. Earnings Growth beginning and end 344.58% Pass
6. Moderate PEmg Ratio PEmg < 20 10.78 Pass
7. Moderate Price to Assets PB Ratio < 2.5 OR PB*PEmg < 50 3.38 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	1.89 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.62 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	Pass

Suitability

MG Opinion

Defensive No Enterprising Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.37
MG Growth Estimate	15.00%
MG Value	\$91.25
MG Value based on 3% Growth	\$34.37
MG Value based on 0% Growth	\$20.15
Market Implied Growth Rate	1.14%
Current Price	\$25.55
% of Intrinsic Value	28.00%

Undervalued

B-

Stage 3: Information for Further Research

Opinion

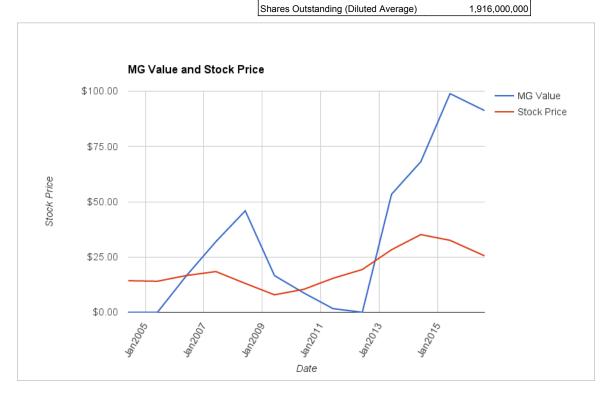
MG Grade

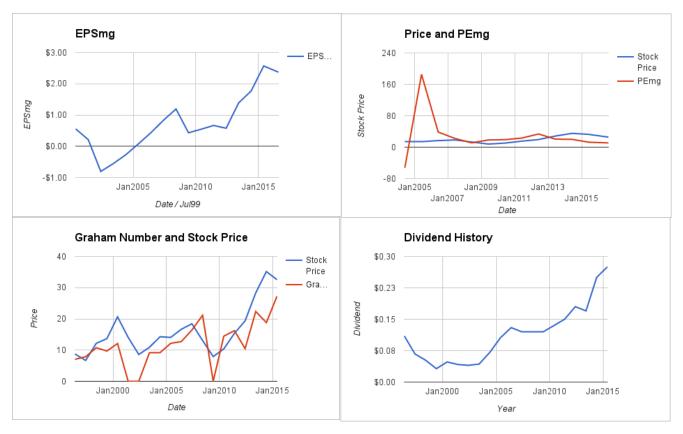
Net Current Asset Value (NCAV)	-\$10.00
Graham Number	\$15.97
PEmg	10.78
Current Ratio	1.89
PB Ratio	3.38
Current Dividend	\$0.30
Dividend Yield	1.17%
Number of Consecutive Years of Dividend Growth	3

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EPS History		EPSmg History	
Next Fiscal Year Estimate	\$1.49	Next Fiscal Year Estimate	\$2.37
Jun2015	\$3.90	Jun2015	\$2.57
Jun2014	\$1.99	Jun2014	\$1.77
Jun2013	\$3.03	Jun2013	\$1.39
Jun2012	\$0.47	Jun2012	\$0.58
Jun2011	\$1.04	Jun2011	\$0.66
Jun2010	\$0.97	Jun2010	\$0.54
Jun2009	-\$1.29	Jun2009	\$0.43
Jun2008	\$1.81	Jun2008	\$1.19
Jun2007	\$1.14	Jun2007	\$0.83
Jun2006	\$0.76	Jun2006	\$0.43
Jun2005	\$0.73	Jun2005	\$0.08
Jun2004	\$0.54	Jun2004	-\$0.27
Jun2003	\$0.46	Jun2003	-\$0.55
Jun2002	-\$2.74	Jun2002	-\$0.81
Jun2001	-\$0.56	Jun2001	\$0.21
Jun2000	\$0.76	Jun2000	\$0.55
Jun1999	\$0.48	Balance Sheet Information	3/1/2016
Jun1998	\$0.57	Total Current Assets	\$15,620,000,000
Jun1997	\$0.31	Total Current Liabilities	\$8,276,000,000
Jun1996	\$0.25	Long-Term Debt	\$19,270,000,000
		Total Assets	\$49,248,000,000
		Intangible Assets	\$19,439,000,000
		Total Liabilities	\$34,777,000,000
		Shares Outstanding (Diluted Average)	1 016 000 000





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.

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