

ModernGraham Valuation

Company Name:

KKR & Co. L.P.

Company Ticker KKR

Date of Analysis

8/24/2016



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$11,797,738,264	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. 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	6466566.67%	Pass
4. Earnings Growth	PEmg < 20	16.84	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.30	Pass
6. Moderate Price to Assets			

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings Stability	Positive EPS for 5 years prior	Fail
2. Dividend Record	Currently Pays Dividend	Pass
3. Earnings Growth	EPSmg greater than 5 years ago	Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	0.88
MG Growth Estimate	-2.61%
MG Value	\$2.89
MG Value based on 3% Growth	\$12.74
MG Value based on 0% Growth	\$7.47
Market Implied Growth Rate	4.17%

MG Opinion

Current Price	\$14.80
% of Intrinsic Value	511.97%
Opinion	Overvalued
MG Grade	D+

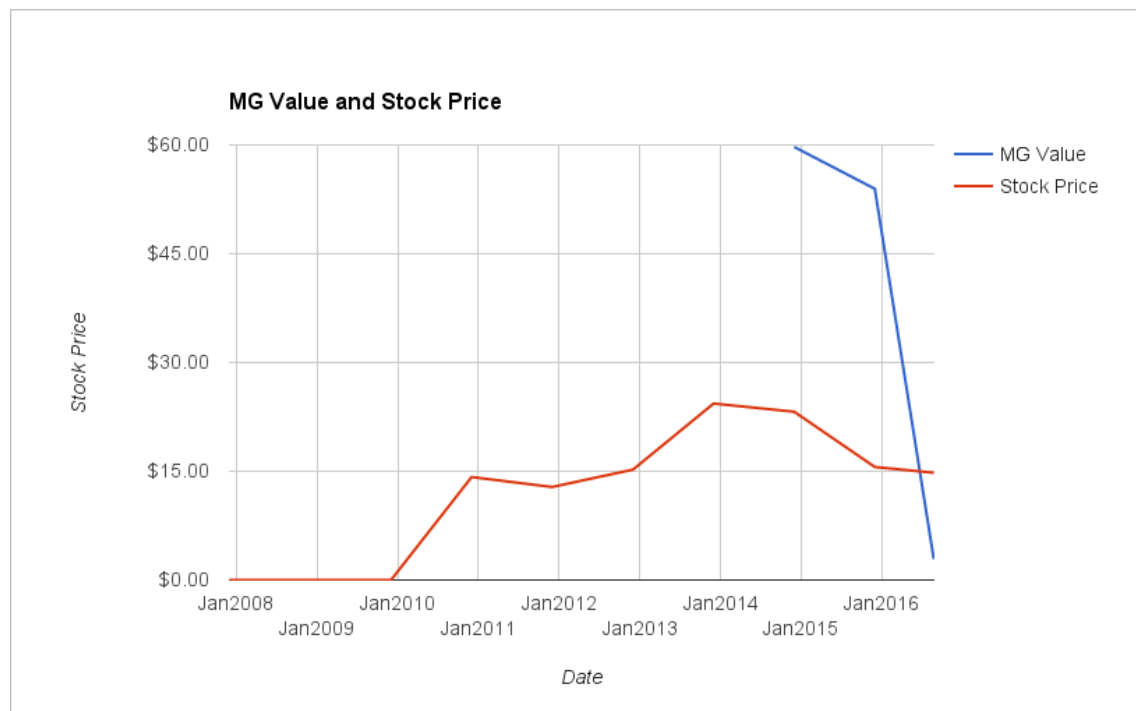
Stage 3: Information for Further Research

Graham Number	\$0.00
PEmg	16.84
PB Ratio	1.30
Dividend Yield	7.36%
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	-\$0.23	Next Fiscal Year Estimate	\$0.88
Dec2015	\$1.01	Dec2015	\$1.40
Dec2014	\$1.16	Dec2014	\$1.55
Dec2013	\$2.30	Dec2013	\$1.57
Dec2012	\$2.21	Dec2012	\$1.06
Dec2011	\$0.01	Dec2011	\$0.44
Dec2010	\$1.62	Dec2010	\$0.54
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	Balance Sheet Information 6/1/2016	
Dec1998	\$0.00	Long-Term Debt & Capital Lease Obligation	\$17,894,036,000
Dec1997	\$0.00	Total Assets	\$37,506,871,000
Dec1996	\$0.00	Intangible Assets	\$0
		Total Liabilities	\$32,022,715,000
		Shares Outstanding (Diluted Average)	481,810,000





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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[7 Best Stocks For Value Investors This Week – 10/24/15](#)

[KKR & Co. LP Valuation – October 2015 Update \\$KKR](#)

[5 Undervalued Companies for Value Investors with a High Beta – October 2015](#)

[The Best Stocks of the Financial Services Industry – September 2015](#)

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