

ModernGraham Valuation

Company Name:

PVH Corp

Company Ticker PVH

Date of Analysis

8/14/2016



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	\$8,829,781,168	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.81	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	131.68%	Pass
6. Moderate PEmg Ratio	PEmg < 20	18.32	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.75	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	1.81	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.64	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

Defensive	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$5.68
MG Growth Estimate	8.30%
MG Value	\$142.57
MG Value based on 3% Growth	\$82.33
MG Value based on 0% Growth	\$48.26
Market Implied Growth Rate	4.91%

MG Opinion

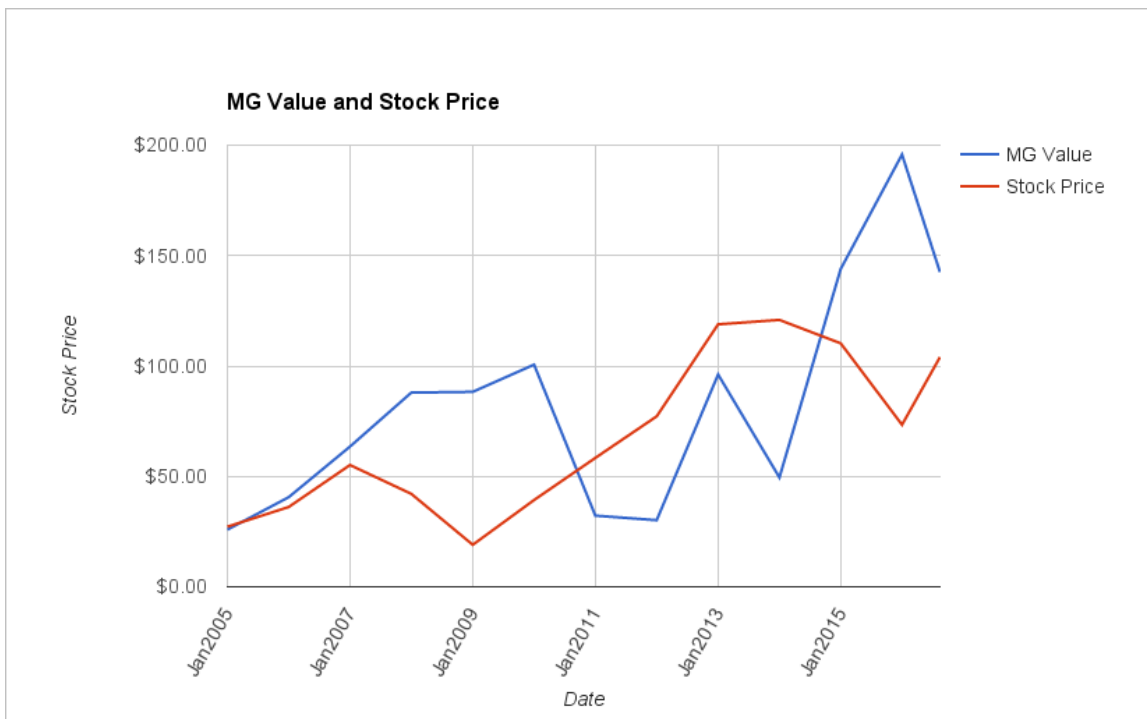
Current Price	\$104.00
% of Intrinsic Value	72.95%
Opinion	Undervalued
MG Grade	B

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$42.67
Graham Number	\$93.46
PEmg	18.32
Current Ratio	1.81
PB Ratio	1.75
Current Dividend	\$0.15
Dividend Yield	0.15%
Number of Consecutive Years of Dividend Growth	1

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	\$6.49	Next Fiscal Year Estimate	\$5.68
Jan2016	\$6.89	Jan2016	\$5.08
Jan2015	\$5.27	Jan2015	\$3.95
Jan2014	\$1.74	Jan2014	\$3.21
Jan2013	\$5.87	Jan2013	\$3.65
Jan2012	\$3.78	Jan2012	\$2.54
Jan2011	\$0.81	Jan2011	\$2.05
Jan2010	\$3.08	Jan2010	\$2.61
Jan2009	\$1.76	Jan2009	\$2.29
Jan2008	\$3.21	Jan2008	\$2.28
Jan2007	\$2.64	Jan2007	\$1.65
Jan2006	\$1.85	Jan2006	\$1.05
Jan2005	\$1.14	Jan2005	\$0.67
Jan2004	-\$0.18	Jan2004	\$0.49
Jan2003	\$1.08	Jan2003	\$0.79
Jan2002	\$0.38	Jan2002	\$0.44
Jan2001	\$1.10	Jan2001	\$0.34
Jan2000	\$0.62	Balance Sheet Information 4/1/2016	
Jan1999	\$0.43	Total Current Assets	\$2,528,200,000
Jan1998	-\$2.46	Total Current Liabilities	\$1,394,900,000
Jan1997	\$0.68	Long-Term Debt	\$2,991,600,000
		Total Assets	\$10,885,100,000
		Intangible Assets	\$7,381,000,000
		Total Liabilities	\$6,022,800,000
		Shares Outstanding (Diluted Average)	81,900,000





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

- [27 Companies in the Spotlight This Week – 4/4/15](#)
- [PVH Corporation Quarterly Valuation – April 2015 \\$PVH](#)
- [5 Undervalued Companies for the Defensive Investor Near 52 Week Lows – March 2015](#)
- [5 Undervalued Companies for the Defensive Investor Near 52 Week Lows – February 2015](#)
- [PVH Corporation Quarterly Valuation – January 2015 \\$PVH](#)

Other ModernGraham posts about related companies

- [American Eagle Outfitters Valuation – August 2016 \\$AEO](#)
- [Hanesbrands Inc Valuation – August 2016 \\$HBI](#)
- [VF Corp Valuation – August 2016 \\$VFC](#)
- [L Brands Inc Valuation – July 2016 \\$LB](#)
- [Michael Kors Holdings Ltd Valuation – July 2016 \\$KORS](#)
- [Under Armour Inc Valuation – June 2016 \\$UA](#)
- [Nike Inc. Valuation – May 2016 \\$NKE](#)
- [Wolverine World Wide Inc Valuation – May 2016 \\$WWW](#)
- [Ralph Lauren Corp Stock Valuation – February 2016 \\$RL](#)
- [Gap Inc Valuation – February 2016 \\$GPS](#)