

ModernGraham Valuation

Company Name:

Company Ticker SYMC
Date of Analysis

Symantec
Corporation

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	Market Cap > \$2Bil	\$14,540,594,499	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.05	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-189.23%	Fail
6. Moderate PEmg Ratio	PEmg < 20	12.88	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.91	Fail

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	2.05	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.75	Pass
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	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.84
MG Growth Estimate	15.00%
MG Value	\$70.94
MG Value based on 3% Growth	\$26.72
MG Value based on 0% Growth	\$15.66
Market Implied Growth Rate	2.19%

MG Opinion

Current Price	\$23.73
% of Intrinsic Value	33.45%
Opinion	Undervalued
MG Grade	B

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$1.56
Graham Number	\$12.19
PEmg	12.88
Current Ratio	2.05
PB Ratio	3.91
Current Dividend	\$0.53
Dividend Yield	2.21%
Number of Consecutive Years of Dividend Growth	0

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EPS History		EPSmg History	
Next Fiscal Year Estimate	\$1.08	Next Fiscal Year Estimate	\$1.84
Mar2016	\$3.71	Mar2016	\$2.08
Mar2015	\$1.26	Mar2015	\$1.24
Mar2014	\$1.28	Mar2014	\$1.19
Mar2013	\$1.06	Mar2013	\$0.50
Mar2012	\$1.59	Mar2012	-\$0.15
Mar2011	\$0.76	Mar2011	-\$1.05
Mar2010	\$0.87	Mar2010	-\$1.72
Mar2009	-\$8.17	Mar2009	-\$2.43
Mar2008	\$0.52	Mar2008	\$0.45
Mar2007	\$0.41	Mar2007	\$0.42
Mar2006	\$0.15	Mar2006	\$0.40
Mar2005	\$0.74	Mar2005	\$0.47
Mar2004	\$0.54	Mar2004	\$0.31
Mar2003	\$0.39	Mar2003	\$0.19
Mar2002	-\$0.05	Mar2002	\$0.11
Mar2001	\$0.12	Mar2001	\$0.18
Mar2000	\$0.34	Balance Sheet Information 6/1/2016	
Mar1999	\$0.11	Total Current Assets	\$6,799,000,000
Mar1998	\$0.18	Total Current Liabilities	\$3,322,000,000
Mar1997	\$0.06	Long-Term Debt	\$2,605,000,000
		Total Assets	\$11,530,000,000
		Intangible Assets	\$3,569,000,000
		Total Liabilities	\$7,764,000,000
		Shares Outstanding (Diluted Average)	620,000,000





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.

Recommended Reading:

Other ModernGraham posts about the company

- [5 Undervalued Companies for Enterprising Investors Near 52 Week Lows – February 2016](#)
- [Symantec Corp Valuation – February 2016 \\$SYMC](#)
- [15 Companies in the Spotlight This Week – 12/27/14](#)
- [Symantec Corporation Annual Valuation – 2014 \\$SYMC](#)
- [15 Companies in the Spotlight This Week – 12/27/14](#)

Other ModernGraham posts about related companies

- [Adobe Systems Inc Valuation – August 2016 \\$ADBE](#)
- [Microsoft Corporation Valuation – August 2016 \\$MSFT](#)
- [Cisco Systems Inc Valuation – August 2016 \\$CSCO](#)
- [Oracle Corporation Valuation – July 2016 \\$ORCL](#)
- [CA Inc Valuation – July 2016 \\$CA](#)
- [Red Hat Inc Valuation – June 2016 \\$RHT](#)
- [Yahoo! Inc Valuation – June 2016 \\$YHOO](#)
- [Alphabet Inc Valuation – June 2016 \\$GOOGL](#)
- [Ansys Inc Valuation – June 2016 \\$ANSS](#)
- [Citrix Systems Inc Valuation – May 2016 \\$CTXS](#)