

ModernGraham Valuation

Company Name:

VF Corp

Company Ticker

VFC

Date of Analysis

8/1/2016



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	\$26,347,048,836	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.53	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	119.88%	Pass
6. Moderate PEmg Ratio	PEmg < 20	22.91	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	5.66	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	1.53	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.00	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	\$2.72
MG Growth Estimate	7.31%
MG Value	\$62.96
MG Value based on 3% Growth	\$39.48
MG Value based on 0% Growth	\$23.14
Market Implied Growth Rate	7.20%

MG Opinion

Current Price	\$62.37
% of Intrinsic Value	99.06%
Opinion	Fairly Valued
MG Grade	B+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$2.27
Graham Number	\$26.92
PEmg	22.91
Current Ratio	1.53
PB Ratio	5.66
Current Dividend	\$1.43
Dividend Yield	2.29%
Number of Consecutive Years of Dividend Growth	20

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	\$2.89	Next Fiscal Year Estimate	\$2.72
Dec2015	\$2.85	Dec2015	\$2.58
Dec2014	\$2.38	Dec2014	\$2.36
Dec2013	\$2.71	Dec2013	\$2.19
Dec2012	\$2.43	Dec2012	\$1.83
Dec2011	\$2.00	Dec2011	\$1.49
Dec2010	\$1.30	Dec2010	\$1.23
Dec2009	\$1.03	Dec2009	\$1.20
Dec2008	\$1.36	Dec2008	\$1.25
Dec2007	\$1.31	Dec2007	\$1.17
Dec2006	\$1.18	Dec2006	\$1.00
Dec2005	\$1.11	Dec2005	\$0.81
Dec2004	\$1.05	Dec2004	\$0.60
Dec2003	\$0.90	Dec2003	\$0.39
Dec2002	-\$0.35	Dec2002	\$0.23
Dec2001	\$0.30	Dec2001	\$0.54
Dec2000	\$0.55	Dec2000	\$0.67
Dec1999	\$0.75	Balance Sheet Information 6/1/2016	
Dec1998	\$0.78	Total Current Assets	\$4,068,016,000
Dec1997	\$0.68	Total Current Liabilities	\$2,660,633,000
Dec1996	\$0.57	Long-Term Debt	\$1,400,636,000
		Total Assets	\$9,674,108,000
		Intangible Assets	\$3,763,467,000
		Total Liabilities	\$5,025,671,000
		Shares Outstanding (Diluted Average)	422,059,000





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

[Dividend Growth Stocks for Intelligent Investors – July 2016](#)
[Dividend Growth Stocks for Intelligent Investors – June 2016](#)
[Dividend Growth Stocks for Intelligent Investors – February 2016](#)
[26 Best Stocks For Value Investors This Week – 2/6/16](#)
[VF Corporation Valuation – February 2016 Update \\$VFC](#)

Other
ModernGraham
posts about related
companies

[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](#)
[American Eagle Outfitters Valuation – February 2016 \\$AEO](#)
[Hanesbrands Inc Valuation – February 2016 Update \\$HBI](#)
[VF Corporation Valuation – February 2016 Update \\$VFC](#)