

ModernGraham Valuation

Company Name:

Company Ticker GM

Date of Analysis

11/19/2016

General Motors
Company



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 | \$50,514,958,230 Pass |
| 2. Sufficiently Strong Financial Condition | Current Ratio > 2 | 0.93 Fail |
| 3. Earnings Stability | Positive EPS for 10 years prior | Fail |
| 4. 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 | -77.61% Fail |
| 5. Earnings Growth | | |
| 6. Moderate PEmg Ratio | PEmg < 20 | 7.58 Pass |
| 7. Moderate Price to Assets | PB Ratio < 2.5 OR PB*PEmg < 50 | 1.16 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 | 0.93 Fail |
| 2. Sufficiently Strong Financial Condition | Debt to NCA < 1.1 | -8.90 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 | Fail |

Suitability

| | |
|---------------------|-----------|
| Defensive | No |
| Enterprising | No |

Stage 2: Determination of Intrinsic Value

| | |
|-----------------------------|---------------|
| EPSmg | \$4.35 |
| MG Growth Estimate | -4.25% |
| MG Value | \$0.00 |
| MG Value based on 3% Growth | \$63.14 |
| MG Value based on 0% Growth | \$37.01 |
| Market Implied Growth Rate | -0.46% |

MG Opinion

| | |
|----------------------|-------------------|
| Current Price | \$33.00 |
| % of Intrinsic Value | N/A |
| Opinion | Overvalued |
| MG Grade | C |

Stage 3: Information for Further Research

| | |
|--|----------|
| Net Current Asset Value (NCAV) | -\$61.22 |
| Graham Number | \$62.43 |
| PEmg | 7.58 |
| Current Ratio | 0.93 |
| PB Ratio | 1.16 |
| Current Dividend | \$1.50 |
| Dividend Yield | 4.55% |
| Number of Consecutive Years of Dividend Growth | 3 |

Useful Links:

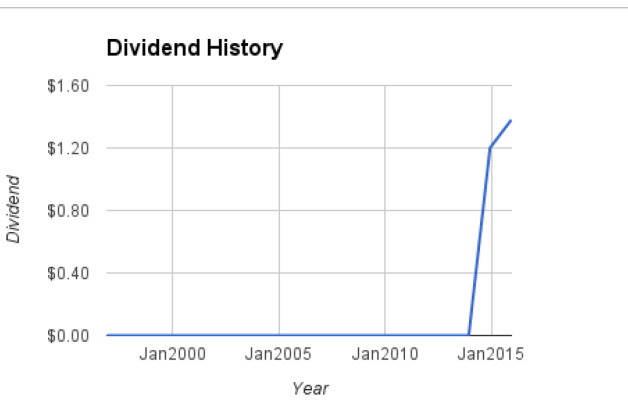
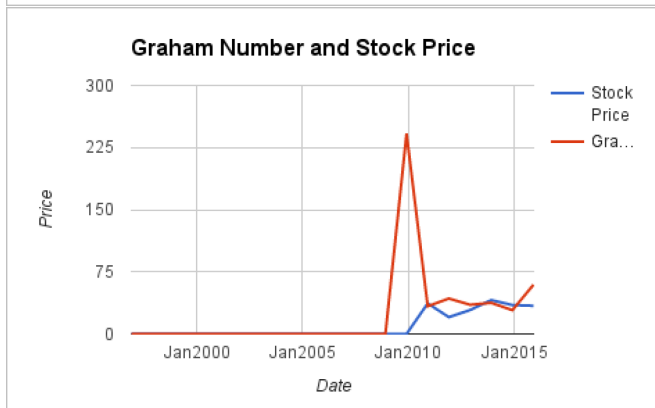
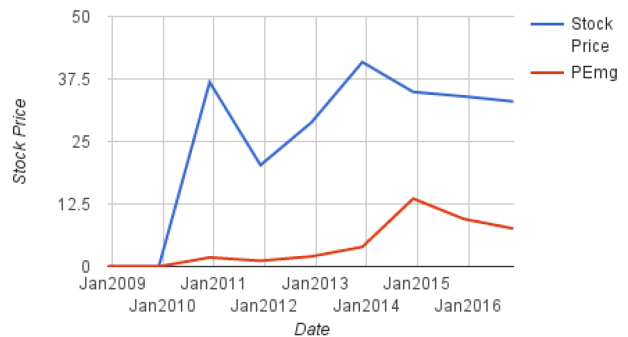
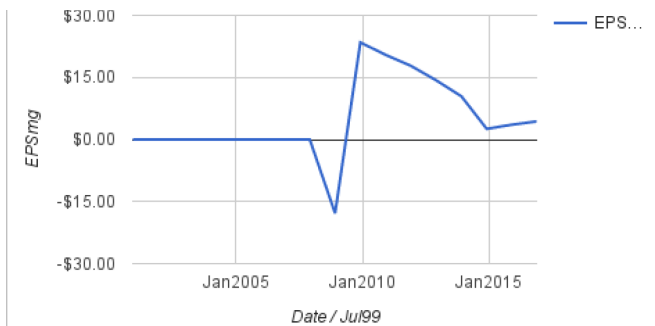
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|--|-------------------------------|
| ModernGraham tagged articles | Morningstar |
| Google Finance | MSN Money |
| Yahoo Finance | Seeking Alpha |
| GuruFocus | SEC Filings |

| EPS History | | EPSmg History | |
|---------------------------|----------|---|-------------------|
| Next Fiscal Year Estimate | | Next Fiscal Year Estimate | |
| | \$5.81 | | \$4.35 |
| Dec2015 | \$5.91 | Dec2015 | \$3.58 |
| Dec2014 | \$1.65 | Dec2014 | \$2.57 |
| Dec2013 | \$2.38 | Dec2013 | \$10.42 |
| Dec2012 | \$2.92 | Dec2012 | \$14.30 |
| Dec2011 | \$4.58 | Dec2011 | \$17.80 |
| Dec2010 | \$2.89 | Dec2010 | \$20.45 |
| Dec2009 | \$113.18 | Dec2009 | \$23.47 |
| Dec2008 | -\$53.47 | Dec2008 | -\$17.82 |
| 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 9/1/2016 | |
| Dec1998 | \$0.00 | Total Current Assets | \$76,496,000,000 |
| Dec1997 | \$0.00 | Total Current Liabilities | \$82,535,000,000 |
| Dec1996 | \$0.00 | Long-Term Debt | \$53,726,000,000 |
| | | Total Assets | \$217,576,000,000 |
| | | Intangible Assets | \$6,354,000,000 |
| | | Total Liabilities | \$172,856,000,000 |
| | | Shares Outstanding (Diluted Average) | 1,574,000,000 |



EPSmg

Price and PEmg



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

[General Motors Company Analysis – 2015 Update \\$GM](#)
[17 Companies in the Spotlight This Week – 8/2/14](#)
[General Motors Co. Annual Valuation – 2014 \\$GM](#)

Other
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[BorgWarner Inc Valuation – August 2016 \\$BWA](#)
[Ford Motor Company Valuation – August 2016 \\$F](#)
[O'Reilly Automotive Inc Valuation – July 2016 \\$ORLY](#)
[Genuine Parts Co Valuation – July 2016 \\$GPC](#)
[Johnson Controls Inc Valuation – July 2016 \\$JCI](#)
[Goodyear Tire & Rubber Co Valuation – July 2016 \\$GT](#)
[Harley-Davidson Inc Valuation – June 2016 \\$HOG](#)
[Autozone Inc Valuation – June 2016 \\$AZO](#)
[BorgWarner Inc Valuation – February 2016 Update \\$BWA](#)