

ModernGraham Valuation

Company Name:

Ford Motor Company

Company Ticker F

Date of Analysis

12/2/2016



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	\$50,487,687,680 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.16 Fail
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	-154.27% Fail
6. Moderate PEmg Ratio	PEmg < 20	7.68 Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.55 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	1.16 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	6.28 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	\$1.59
MG Growth Estimate	-1.74%
MG Value	\$8.00
MG Value based on 3% Growth	\$23.08
MG Value based on 0% Growth	\$13.53
Market Implied Growth Rate	-0.41%

MG Opinion

Current Price	\$12.23
% of Intrinsic Value	152.92%
Opinion	Overvalued
MG Grade	C

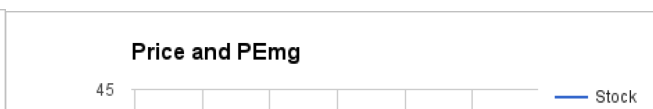
Stage 3: Information for Further Research

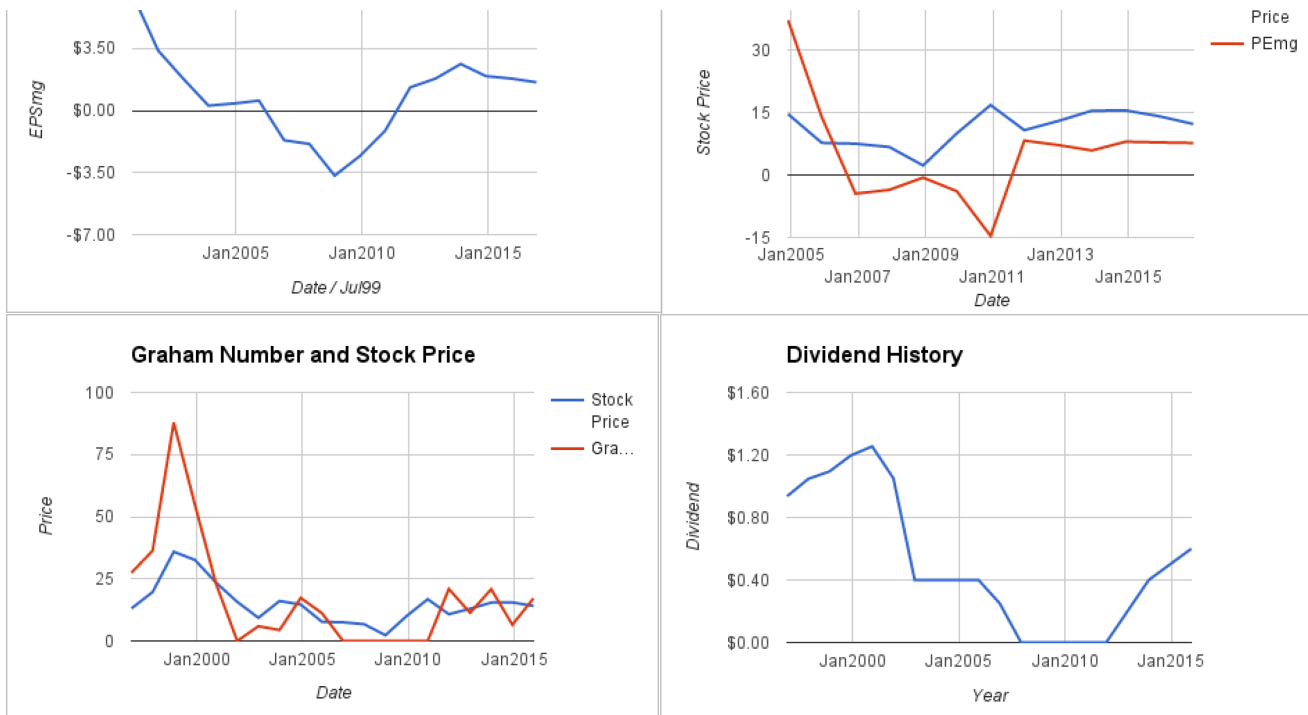
Net Current Asset Value (NCAV)	-\$24.99
Graham Number	\$17.30
PEmg	7.68
Current Ratio	1.16
PB Ratio	1.55
Current Dividend	\$0.60
Dividend Yield	4.91%
Number of Consecutive Years of Dividend Growth	5

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	\$1.66	Next Fiscal Year Estimate	\$1.59
Dec2015	\$1.84	Dec2015	\$1.80
Dec2014	\$0.31	Dec2014	\$1.94
Dec2013	\$2.94	Dec2013	\$2.62
Dec2012	\$1.41	Dec2012	\$1.80
Dec2011	\$4.94	Dec2011	\$1.30
Dec2010	\$1.66	Dec2010	-\$1.15
Dec2009	\$0.86	Dec2009	-\$2.57
Dec2008	-\$6.50	Dec2008	-\$3.67
Dec2007	-\$1.38	Dec2007	-\$1.89
Dec2006	-\$6.72	Dec2006	-\$1.68
Dec2005	\$0.77	Dec2005	\$0.55
Dec2004	\$1.52	Dec2004	\$0.39
Dec2003	\$0.13	Dec2003	\$0.27
Dec2002	\$0.51	Dec2002	\$1.79
Dec2001	-\$3.02	Dec2001	\$3.39
Dec2000	\$2.30	Dec2000	\$6.51
Dec1999	\$5.86	Balance Sheet Information 9/1/2016	
Dec1998	\$17.76	Total Current Assets	\$103,515,000,000
Dec1997	\$3.58	Total Current Liabilities	\$89,188,000,000
Dec1996	\$2.32	Long-Term Debt	\$89,951,000,000
		Total Assets	\$234,963,000,000
		Intangible Assets	\$0
		Total Liabilities	\$203,479,000,000
		Shares Outstanding (Diluted Average)	4,000,000,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in F 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 Investors Should Research These 10 Stocks – July 2016](#)
- [Benjamin Graham Would Love These 10 Companies Today](#)
- [10 Low PE Stocks for the Enterprising Investor – July 2016](#)
- [10 Companies for Enterprising Dividend Investors – June 2016](#)
- [10 Companies Benjamin Graham Would Invest In Today – June 2016](#)

Other ModernGraham posts about related companies

- [Advance Auto Parts Inc Valuation – November 2016 \\$AAP](#)
- [General Motors Company Valuation – November 2016 \\$GM](#)
- [Delphi Automotive PLC Valuation – August 2016 \\$DLPH](#)
- [Carmax Inc Valuation – August 2016 \\$KMX](#)
- [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](#)