

# ModernGraham Valuation

Company Name:

ILG Inc

Company Ticker ILG

Date of Analysis

12/3/2016



## 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	\$2,419,426,175 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.37 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
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	100.00% Pass
5. Earnings Growth	PEmg < 20	10.11 Pass
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.46 Pass
7. Moderate Price to Assets		

*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	1.37 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.29 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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$1.79
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$68.86</b>
MG Value based on 3% Growth	\$25.94
MG Value based on 0% Growth	\$15.20
Market Implied Growth Rate	0.80%

### MG Opinion

Current Price	\$18.08
% of Intrinsic Value	26.25%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>B-</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.52
Graham Number	\$28.21
PEmg	10.11
Current Ratio	1.37
PB Ratio	1.46
Current Dividend	\$0.48
Dividend Yield	2.65%
Number of Consecutive Years of Dividend Growth	3

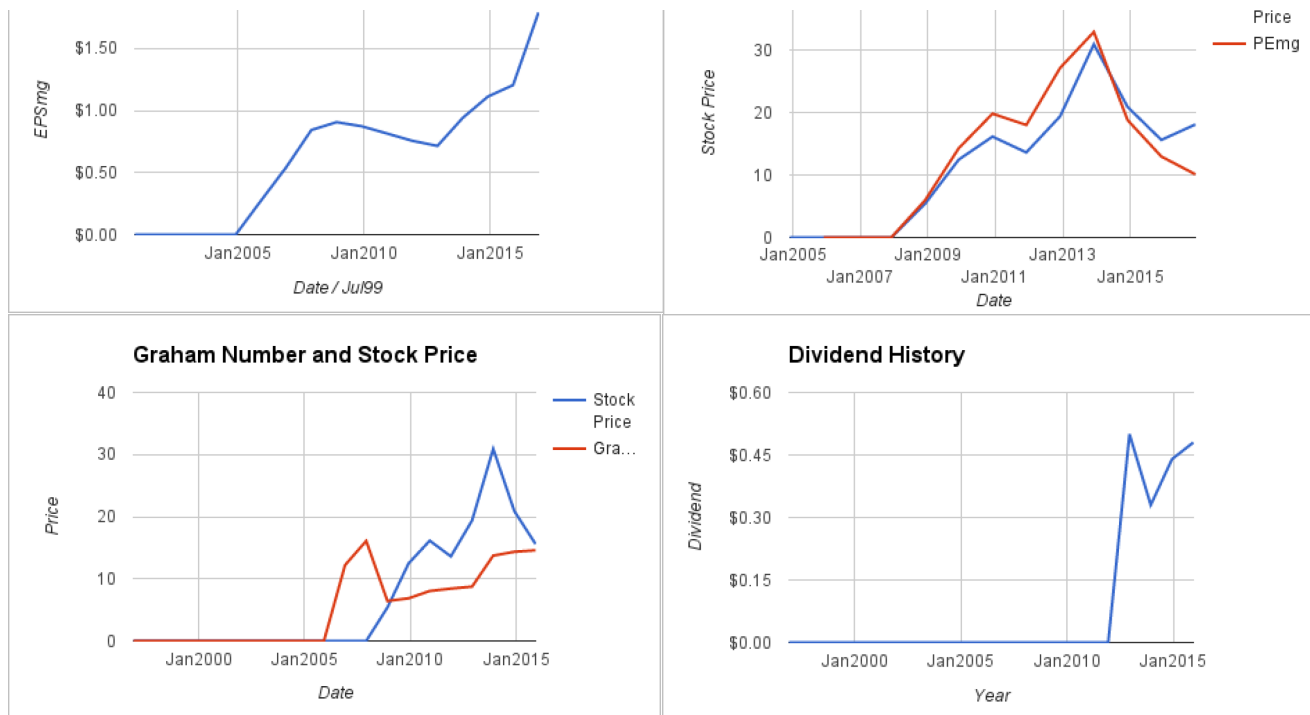
### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	\$1.79
Dec2015	\$1.26	Dec2015	\$1.20
Dec2014	\$1.36	Dec2014	\$1.11
Dec2013	\$1.40	Dec2013	\$0.94
Dec2012	\$0.71	Dec2012	\$0.71
Dec2011	\$0.71	Dec2011	\$0.76
Dec2010	\$0.73	Dec2010	\$0.81
Dec2009	\$0.67	Dec2009	\$0.87
Dec2008	\$0.80	Dec2008	\$0.91
Dec2007	\$1.26	Dec2007	\$0.84
Dec2006	\$0.97	Dec2006	\$0.54
Dec2005	\$0.82	Dec2005	\$0.27
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	<b>Balance Sheet Information 9/16/2016</b>	
Dec1998	\$0.00	Total Current Assets	\$854,000,000
Dec1997	\$0.00	Total Current Liabilities	\$623,000,000
Dec1996	\$0.00	Long-Term Debt	\$759,000,000
		Total Assets	\$3,232,000,000
		Intangible Assets	\$1,025,000,000
		Total Liabilities	\$1,674,000,000
		Shares Outstanding (Diluted Average)	125,763,000



EPSmg	Price and PEmg
\$2.00	40
— EPS...	— Stock



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

#N/A

Other  
ModernGraham  
posts about related  
companies

[Carnival Corp Valuation – July 2016 \\$CCL](#)  
[Marriott International Inc Valuation – July 2016 \\$MAR](#)  
[Starwood Hotels & Resorts Worldwide Inc. Analysis – July 2015 Update \\$HOT](#)  
[Carnival Corporation Annual Valuation – 2015 \\$CCL](#)  
[Marriott International Inc. Annual Valuation – 2015 \\$MAR](#)  
[Wyndham Worldwide Corporation Annual Valuation – 2014 \\$WYN](#)  
[Starwood Hotels & Resorts Annual Valuation – 2014 \\$HOT](#)  
[Carnival Corporation \(CCL\) Annual Valuation – 2014](#)