ModernGraham Valuation

Company Name:

Dun & Bradstreet Corp



-4.23 Fail

Company Ticker Date of Analysis

1/16/2017

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.

7. Moderate Price to Assets

DNB

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$4,597,150,400 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.83 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at	
5. Earnings Growth	beginning and end	-2.66% Fail
Moderate PEmg Ratio	PEmg < 20	23.30 Fail

PB Ratio < 2.5 OR PB*PEmg < 50

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	0.83 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-10.46 Fail
3. Earnings Stability	Positive EPS for 5 years prior	Pass
Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Fail

Score

Suitability

Defensive No Enterprising No

Stage 2: Determination of Intrinsic Value

EPSmg	\$5.30
MG Growth Estimate	-1.10%
MG Value	\$33.40
MG Value based on 3% Growth	\$76.84
MG Value based on 0% Growth	\$45.04
Market Implied Growth Rate	7.40%

MG Opinion

Current Price\$123.48% of Intrinsic Value369.66%

Opinion Overvalued MG Grade F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$63.37
Graham Number	\$0.00
PEmg	23.30
Current Ratio	0.83
PB Ratio	-4.23
Current Dividend	\$1.91
Dividend Yield	1.55%
Number of Consecutive Years of Dividend Growth	10

Morningstar

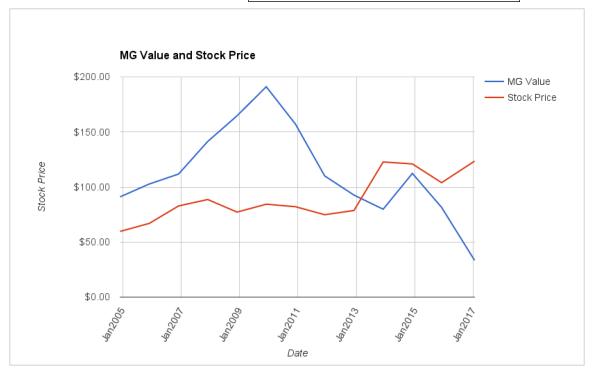
Useful Links: ModernGraham tagged articles

 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	*	Next Fiscal Year Estimate	\$5.30
Dec2015	\$4.64	Dec2015	\$6.19
Dec2014	\$7.99	Dec2014	\$6.73
Dec2013	\$6.54	Dec2013	\$6.01
Dec2012	\$6.43	Dec2012	\$5.72
Dec2011	\$5.28	Dec2011	\$5.36
Dec2010	\$4.98	Dec2010	\$5.29
Dec2009	\$5.99	Dec2009	\$5.19
Dec2008	\$5.58	Dec2008	\$4.55
Dec2007	\$4.99	Dec2007	\$3.83
Dec2006	\$3.70	Dec2006	\$3.10
Dec2005	\$3.19	Dec2005	\$2.67
Dec2004	\$2.90	Dec2004	\$2.37
Dec2003	\$2.30	Dec2003	\$1.97
Dec2002	\$1.87	Dec2002	\$1.61
Dec2001	\$1.84	Dec2001	\$1.28
Dec2000	\$2.49	Dec2000	\$0.83
Dec1999	\$0.00	Balance Sheet Information	9/1/2016
Dec1998	\$0.00	Total Current Assets	\$764,800,000
Dec1997	\$0.00	Total Current Liabilities	\$916,500,000
Dec1996	\$0.00	Long-Term Debt	\$1,586,400,000
		Total Assets	\$2,016,900,000
		Intangible Assets	\$1,076,800,000
		Total Liabilities	\$3,084,300,000
		Shares Outstanding (Diluted Average)	36,600,000





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 Dun & Bradstreet Corp. Analysis – September 2015 Update \$DNB

10 Companies in the Spotlight This Week - 7/12/14

Other ModernGraham posts about related companies Accenture PLC Valuation – December 2016 \$ACN

<u>Automatic Data Processing Valuation – November 2016 \$ADP</u>

<u>United Rentals Inc Valuation – August 2016 \$URI</u>

Robert Half International Inc Valuation - August 2016 \$RHI

Accenture PLC Valuation - August 2016 \$ACN

<u>Fiserv Inc Valuation – August 2016 \$FISV</u>

Cintas Corporation Valuation – July 2016 \$CTAS

Pitney Bowes Inc Valuation – July 2016 \$PBI

Xerox Corp Valuation – June 2016 \$XRX

Avery Dennison Corp Valuation - June 2016 \$AVY