

# ModernGraham Valuation

Company Name:

PVH Corp

Company Ticker PVH

Date of Analysis

1/13/2017



## 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.*

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$7,135,924,892	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.01	Pass
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	312.20%	Pass
6. Moderate PEmg Ratio	PEmg < 20	11.89	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.59	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	2.01	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.60	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$7.51
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$289.21</b>
MG Value based on 3% Growth	\$108.92
MG Value based on 0% Growth	\$63.85
Market Implied Growth Rate	1.69%

### MG Opinion

Current Price	\$89.31
% of Intrinsic Value	30.88%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>C+</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$70.22
Graham Number	\$94.23
PEmg	11.89
Current Ratio	2.01
PB Ratio	1.59
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### 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	\$7.03	Next Fiscal Year Estimate	\$7.51
Dec2015	\$9.28	Dec2015	\$7.18
Dec2014	\$8.01	Dec2014	\$5.67
Dec2013	\$6.55	Dec2013	\$4.15
Dec2012	\$3.28	Dec2012	\$2.67
Dec2011	\$3.11	Dec2011	\$2.36
Dec2010	\$2.81	Dec2010	\$2.15
Dec2009	\$1.38	Dec2009	\$2.05
Dec2008	-\$0.03	Dec2008	\$2.46
Dec2007	\$4.55	Dec2007	\$3.45
Dec2006	\$3.74	Dec2006	\$2.72
Dec2005	\$2.81	Dec2005	\$2.11
Dec2004	\$2.02	Dec2004	\$1.73
Dec2003	\$1.57	Dec2003	\$1.62
Dec2002	\$1.65	Dec2002	\$1.62
Dec2001	\$1.47	Dec2001	\$1.31
Dec2000	\$1.66	Dec2000	\$0.95
Dec1999	\$2.12	<b>Balance Sheet Information</b>	<b>9/1/2016</b>
Dec1998	\$0.89	Total Current Assets	\$1,166,300,000
Dec1997	-\$2.46	Total Current Liabilities	\$579,400,000
Dec1996	-\$0.24	Long-Term Debt	\$2,113,300,000
		Total Assets	\$8,323,400,000
		Intangible Assets	\$4,190,600,000
		Total Liabilities	\$5,140,700,000
		Shares Outstanding (Diluted Average)	56,600,000





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**

- [27 Companies in the Spotlight This Week – 4/4/15](#)
- [PVH Corporation Quarterly Valuation – April 2015 \\$PVH](#)
- [5 Undervalued Companies for the Defensive Investor Near 52 Week Lows – March 2015](#)
- [5 Undervalued Companies for the Defensive Investor Near 52 Week Lows – February 2015](#)
- [PVH Corporation Quarterly Valuation – January 2015 \\$PVH](#)

**Other ModernGraham posts about related companies**

- [American Eagle Outfitters Valuation – January 2017 \\$AEO](#)
- [Chico's FAS Inc Valuation – Initial Coverage \\$CHS](#)
- [Hanesbrands Inc Valuation – December 2016 \\$HBI](#)
- [Nike Inc Valuation – November 2016 \\$NKE](#)
- [Wolverine World Wide Inc Valuation – September 2016 \\$WWW](#)
- [Ralph Lauren Corp Valuation – August 2016 \\$RL](#)
- [Gap Inc Valuation – August 2016 \\$GPS](#)
- [PVH Corp Valuation – August 2016 \\$PVH](#)
- [American Eagle Outfitters Valuation – August 2016 \\$AEO](#)
- [Hanesbrands Inc Valuation – August 2016 \\$HBI](#)