

ModernGraham Valuation

Company Name:

Company Ticker A
Date of Analysis

Agilent Technologies
Inc

2/10/2017



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	\$16,381,220,857	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.85	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	24.73%	Fail
6. Moderate PEmg Ratio	PEmg < 20	30.51	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.90	Fail

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	3.85	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.71	Pass
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
	Score		

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.65
MG Growth Estimate	-4.25%
MG Value	\$0.23
MG Value based on 3% Growth	\$23.92
MG Value based on 0% Growth	\$14.02
Market Implied Growth Rate	11.00%

MG Opinion

Current Price	\$50.32
% of Intrinsic Value	21783.26%
Opinion	Overvalued
MG Grade	C

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$0.23
Graham Number	\$24.52
PEmg	30.51
Current Ratio	3.85
PB Ratio	3.90
Current Dividend	\$0.46
Dividend Yield	0.91%
Number of Consecutive Years of Dividend Growth	2

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	\$2.04	Next Fiscal Year Estimate	\$1.65
Oct2016	\$1.40	Oct2016	\$1.61
Oct2015	\$1.20	Oct2015	\$1.88
Oct2014	\$1.62	Oct2014	\$2.26
Oct2013	\$2.10	Oct2013	\$2.39
Oct2012	\$3.27	Oct2012	\$2.35
Oct2011	\$2.85	Oct2011	\$1.80
Oct2010	\$1.94	Oct2010	\$1.71
Oct2009	-\$0.09	Oct2009	\$1.83
Oct2008	\$1.87	Oct2008	\$2.68
Oct2007	\$1.57	Oct2007	\$2.46
Oct2006	\$7.50	Oct2006	\$2.10
Oct2005	\$0.65	Oct2005	-\$0.72
Oct2004	\$0.75	Oct2004	-\$1.19
Oct2003	-\$4.35	Oct2003	-\$1.65
Oct2002	-\$2.22	Oct2002	-\$0.09
Oct2001	\$0.38	Oct2001	\$0.91
Oct2000	\$1.66	Balance Sheet Information 10/1/2016	
Oct1999	\$1.35	Total Current Assets	\$3,635,000,000
Oct1998	\$0.56	Total Current Liabilities	\$945,000,000
Dec1997	\$0.00	Long-Term Debt	\$1,912,000,000
		Total Assets	\$7,802,000,000
		Intangible Assets	\$2,925,000,000
		Total Liabilities	\$3,559,000,000
		Shares Outstanding (Diluted Average)	329,000,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author 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:

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ModernGraham
posts about the
company

- [Agilent Technologies Inc Valuation – February 2016](#)
- [Agilent Technologies Inc. Valuation – October 2015 Update \\$A](#)
- [Agilent Technologies Inc. Analysis – July 2015 Update \\$A](#)
- [27 Companies in the Spotlight This Week – 4/4/15](#)
- [Agilent Technologies Inc. Quarterly Valuation – April 2015 \\$A](#)

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- [Cooper Companies Inc Valuation – Initial Coverage \\$COO](#)
- [Edwards Lifesciences Corp Valuation – January 2017 \\$EW](#)
- [Baxter International Inc Valuation – January 2017 \\$BAX](#)
- [CONMED Corporation Valuation – Initial Coverage \\$CNMD](#)
- [Boston Scientific Corp Valuation – January 2017 \\$BSX](#)
- [Centene Corp Valuation – Initial Coverage \\$CNC](#)
- [Invacare Corporation Valuation – Initial Coverage \\$IVC](#)
- [Becton Dickinson and Co Valuation – January 2017 \\$BDX](#)
- [Select Medical Holdings Corp Valuation – Initial Coverage \\$SEM](#)
- [Chemed Corporation Valuation – Initial Coverage \\$CHE](#)