

# ModernGraham Valuation

Company Name:

American Tower Corp

Company Ticker AMT

Date of Analysis

2/28/2017



## 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	\$48,226,761,654	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.90	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	242.41%	Pass
5. Earnings Growth	PEmg < 20	66.23	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	7.36	Fail
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	0.90	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-123.90	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
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$1.73
MG Growth Estimate	8.24%
<b>MG Value</b>	<b>\$43.31</b>
MG Value based on 3% Growth	\$25.13
MG Value based on 0% Growth	\$14.73
Market Implied Growth Rate	28.86%

### MG Opinion

Current Price	\$114.79
% of Intrinsic Value	265.07%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$52.51
Graham Number	\$26.63
PEmg	66.23
Current Ratio	0.90
PB Ratio	7.36
Current Dividend	\$2.08
Dividend Yield	1.81%
Number of Consecutive Years of Dividend Growth	5

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<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.00	Next Fiscal Year Estimate	\$1.73
Dec2015	\$1.41	Dec2015	\$1.56
Dec2014	\$2.00	Dec2014	\$1.55
Dec2013	\$1.38	Dec2013	\$1.25
Dec2012	\$1.60	Dec2012	\$1.12
Dec2011	\$0.99	Dec2011	\$0.82
Dec2010	\$0.92	Dec2010	\$0.66
Dec2009	\$0.61	Dec2009	\$0.42
Dec2008	\$0.84	Dec2008	\$0.17
Dec2007	\$0.13	Dec2007	-\$0.31
Dec2006	\$0.06	Dec2006	-\$0.96
Dec2005	-\$0.60	Dec2005	-\$1.76
Dec2004	-\$1.10	Dec2004	-\$2.36
Dec2003	-\$1.56	Dec2003	-\$2.75
Dec2002	-\$5.95	Dec2002	-\$2.93
Dec2001	-\$2.35	Dec2001	-\$1.24
Dec2000	-\$1.15	Dec2000	-\$0.60
Dec1999	-\$0.34	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	-\$0.59	Total Current Assets	\$1,370,756,000
Dec1997	-\$0.04	Total Current Liabilities	\$1,519,553,000
Dec1996	\$0.00	Long-Term Debt	\$18,436,144,000
		Total Assets	\$30,655,527,000
		Intangible Assets	\$16,555,188,000
		Total Liabilities	\$23,948,131,000
		Shares Outstanding (Diluted Average)	429,925,000





**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.

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posts about the  
company**

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