

ModernGraham Valuation

Company Name:

Company Ticker DLPH

Date of Analysis

2/25/2017

Delphi Automotive
PLC



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	\$20,629,258,113	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.31	Fail
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	1628.26%	Pass
6. Moderate PEmg Ratio	PEmg < 20	14.82	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	8.74	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	1.31	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.11	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$5.18
MG Growth Estimate	12.23%
MG Value	\$170.59
MG Value based on 3% Growth	\$75.05
MG Value based on 0% Growth	\$44.00
Market Implied Growth Rate	3.16%

MG Opinion

Current Price	\$76.69
% of Intrinsic Value	44.95%
Opinion	Undervalued
MG Grade	C-

Stage 3: Information for Further Research

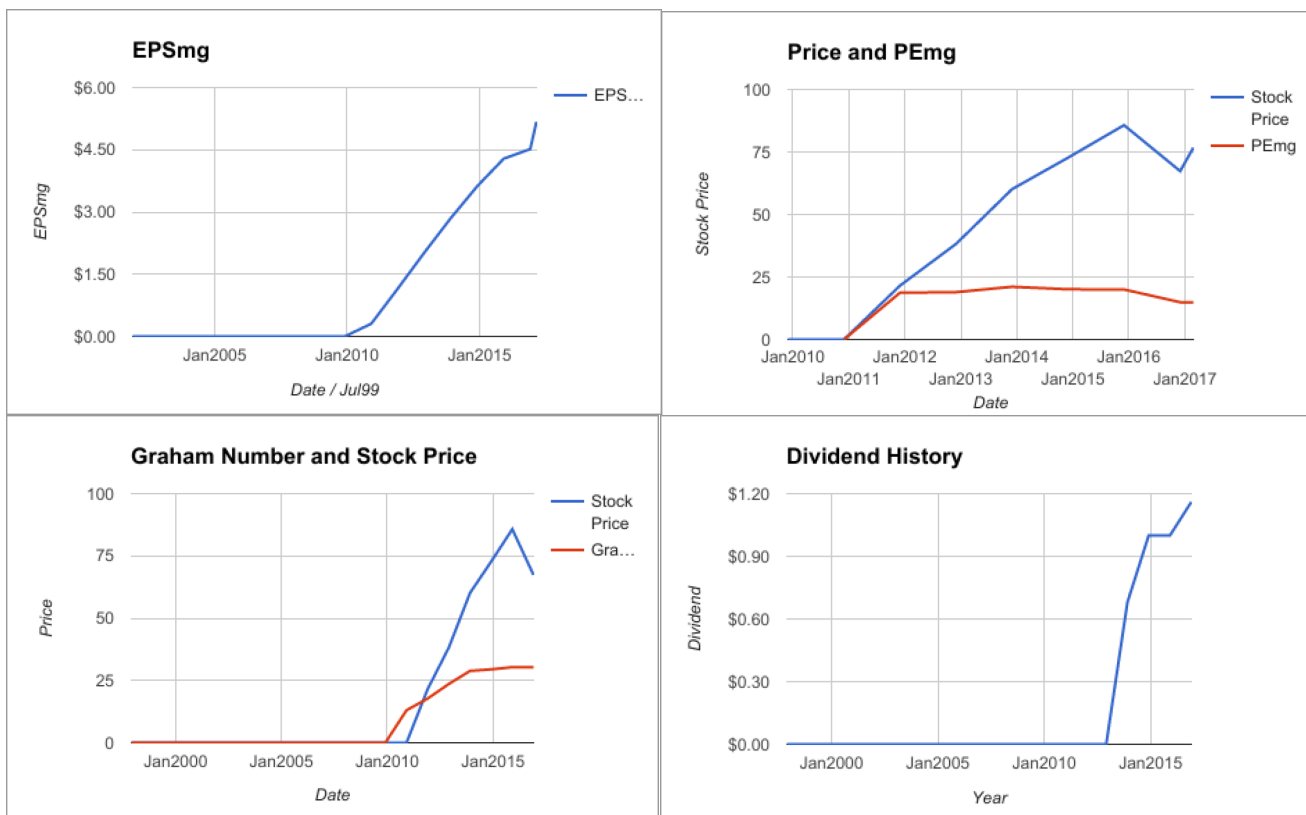
Net Current Asset Value (NCAV)	-\$16.34
Graham Number	\$35.31
PEmg	14.82
Current Ratio	1.31
PB Ratio	8.74
Current Dividend	\$1.16
Dividend Yield	1.51%
Number of Consecutive Years of Dividend Growth	2

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	\$6.25	Next Fiscal Year Estimate	\$5.18
Dec2016	\$4.59	Dec2016	\$4.52
Dec2015	\$5.06	Dec2015	\$4.28
Dec2014	\$4.48	Dec2014	\$3.62
Dec2013	\$3.89	Dec2013	\$2.85
Dec2012	\$3.33	Dec2012	\$2.02
Dec2011	\$2.72	Dec2011	\$1.15
Dec2010	\$0.92	Dec2010	\$0.31
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
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	Balance Sheet Information 12/1/2016	
Dec1999	\$0.00	Total Current Assets	\$5,419,000,000
Dec1998	\$0.00	Total Current Liabilities	\$4,148,000,000
Dec1997	\$0.00	Long-Term Debt	\$3,959,000,000
		Total Assets	\$12,292,000,000
		Intangible Assets	\$2,748,000,000
		Total Liabilities	\$9,891,000,000
		Shares Outstanding (Diluted Average)	273,700,000





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

- [Delphi Automotive Analysis – 2015 Update \\$DLPH](#)
- [17 Companies in the Spotlight This Week – June 21, 2014](#)
- [Delphi Automotive Annual Valuation – 2014 \\$DLPH](#)

Other
ModernGraham
posts about related
companies

- [Cooper-Standard Holdings Inc Valuation – Initial Coverage \\$CPS](#)
- [Copart Inc Valuation – Initial Coverage \\$CPRT](#)
- [Standard Motor Products Inc Valuation – Initial Coverage \\$SMP](#)
- [Harman International Industries Inc Valuation – January 2017 \\$HAR](#)
- [BorgWarner Inc Valuation – December 2016 \\$BWA](#)
- [Ford Motor Company Valuation – November 2016 \\$F](#)
- [CarMax Inc Valuation – November 2016 \\$KMX](#)
- [Advance Auto Parts Inc Valuation – November 2016 \\$AAP](#)
- [General Motors Company Valuation – November 2016 \\$GM](#)
- [Delphi Automotive PLC Valuation – August 2016 \\$DLPH](#)