

ModernGraham Valuation

Company Name:

Equifax Inc.

Company Ticker EFX

Date of Analysis

2/4/2017



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	\$14,799,394,422	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.51	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 beginning and end	83.16%	Pass
5. Earnings Growth	PEmg < 20	34.18	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	5.32	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	0.51	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-3.36	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	\$3.52
MG Growth Estimate	10.80%
MG Value	\$105.99
MG Value based on 3% Growth	\$51.05
MG Value based on 0% Growth	\$29.93
Market Implied Growth Rate	12.84%

MG Opinion

Current Price	\$120.35
% of Intrinsic Value	113.55%
Opinion	Overvalued
MG Grade	F

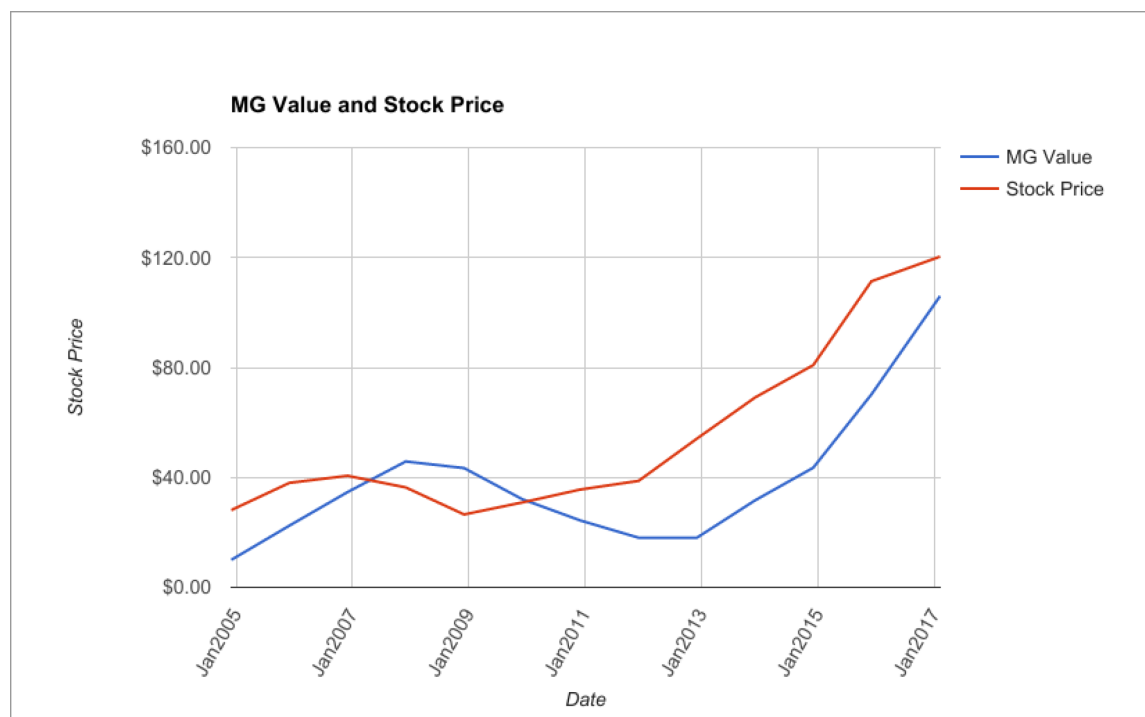
Stage 3: Information for Further Research

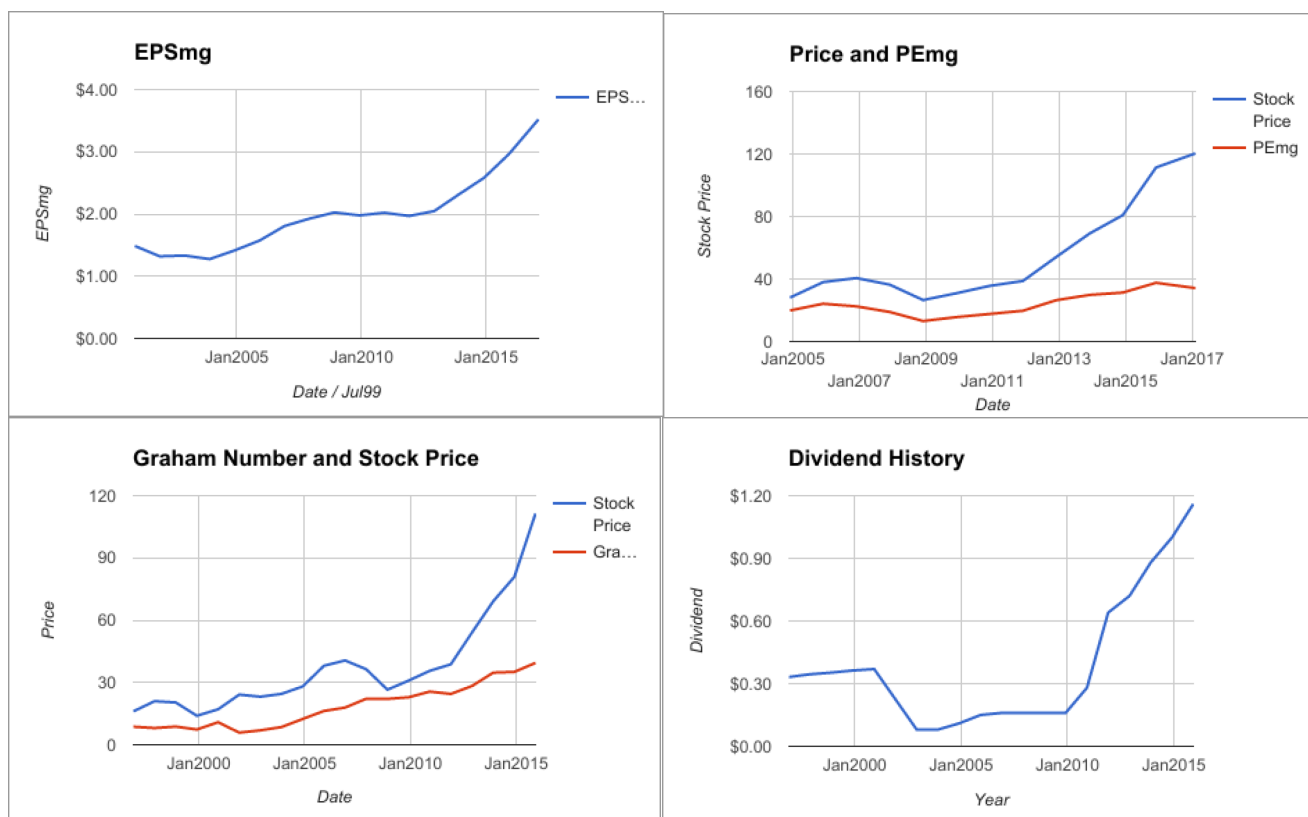
Net Current Asset Value (NCAV)	-\$28.02
Graham Number	\$47.46
PEmg	34.18
Current Ratio	0.51
PB Ratio	5.32
Current Dividend	\$1.28
Dividend Yield	1.06%
Number of Consecutive Years of Dividend Growth	7

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	\$4.36	Next Fiscal Year Estimate	\$3.52
Dec2015	\$3.55	Dec2015	\$2.96
Dec2014	\$2.97	Dec2014	\$2.58
Dec2013	\$2.84	Dec2013	\$2.32
Dec2012	\$2.22	Dec2012	\$2.05
Dec2011	\$1.88	Dec2011	\$1.97
Dec2010	\$2.11	Dec2010	\$2.02
Dec2009	\$1.83	Dec2009	\$1.98
Dec2008	\$2.09	Dec2008	\$2.02
Dec2007	\$2.02	Dec2007	\$1.93
Dec2006	\$2.12	Dec2006	\$1.81
Dec2005	\$1.86	Dec2005	\$1.57
Dec2004	\$1.76	Dec2004	\$1.41
Dec2003	\$1.20	Dec2003	\$1.28
Dec2002	\$1.38	Dec2002	\$1.33
Dec2001	\$0.90	Dec2001	\$1.32
Dec2000	\$1.68	Dec2000	\$1.49
Dec1999	\$1.55	Balance Sheet Information 9/1/2016	
Dec1998	\$1.34	Total Current Assets	\$661,800,000
Dec1997	\$1.24	Total Current Liabilities	\$1,297,700,000
Dec1996	\$1.19	Long-Term Debt	\$2,136,300,000
		Total Assets	\$6,806,600,000
		Intangible Assets	\$5,572,800,000
		Total Liabilities	\$4,060,500,000
		Shares Outstanding (Diluted Average)	121,300,000





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

[Equifax Inc Valuation – August 2016 \\$EFX](#)
[27 Companies in the Spotlight This Week – 4/4/15](#)
[Equifax Inc. Annual Valuation – 2015 \\$EFX](#)
[14 Companies in the Spotlight This Week – 4/5/14](#)
[Equifax Inc. \(EFX\) Annual Valuation – 2014](#)

Other
ModernGraham
posts about related
companies

[Janus Capital Group Inc Valuation – Initial Coverage \\$JNS](#)
[Jones Lang LaSalle Inc Valuation – Initial Coverage \\$JLL](#)
[Sun Life Financial Inc Valuation – Initial Coverage \\$TSE:SLF](#)
[Capstead Mortgage Corporation Valuation – Initial Coverage \\$CMO](#)
[Affiliated Managers Group Inc Valuation – January 2017 \\$AMG](#)
[Investment Technology Group Valuation – Initial Coverage \\$ITG](#)
[Calamos Asset Management Inc Valuation – Initial Coverage \\$CLMS](#)
[Corelogic Inc Valuation – Initial Coverage \\$CLGX](#)
[CI Financial Corp Valuation – Initial Coverage \\$TSE-CIX](#)
[Stifel Financial Corp Valuation – Initial Coverage \\$SF](#)