ModernGraham Valuation

Company Name:

Company Ticker MU Date of Analysis Micron Technology, Inc.



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

2/24/2017

Defensive Investor; must pass 6 out of the following 7 tests.

	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$25,145,813,202	Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.71	Fail
	3. Earnings Stability	Positive EPS for 10 years prior		Fail
	4. Dividend Record	Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at		Fail
	5. Earnings Growth	beginning and end	-265.38%	Fail
	6. Moderate PEmg Ratio	PEmg < 20	15.02	Pass
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.04	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	1.71	Pass
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.91	Fail
	3. Earnings Stability	Positive EPS for 5 years prior		Fail
	4. Dividend Record	Currently Pays Dividend		Fail
	5. Earnings Growth	EPSmg greater than 5 years ago		Pass
		Score		
Suitability				

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

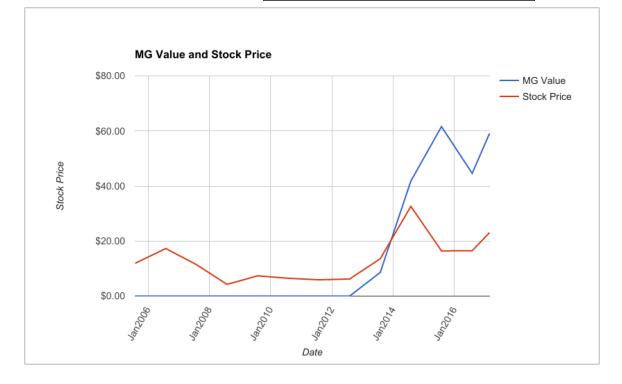
	EPSmg		\$1.54
	MG Growth Estimate		15.00%
	MG Value		\$59.14
	MG Value based on 3% Growth		\$22.27
	MG Value based on 0% Growth		\$13.06
	Market Implied Growth Rate		3.26%
MG Opinion			
	Current Price		\$23.07
	% of Intrinsic Value		39.01%
	Opinion	Undervalued	
	MG Grade	C+	

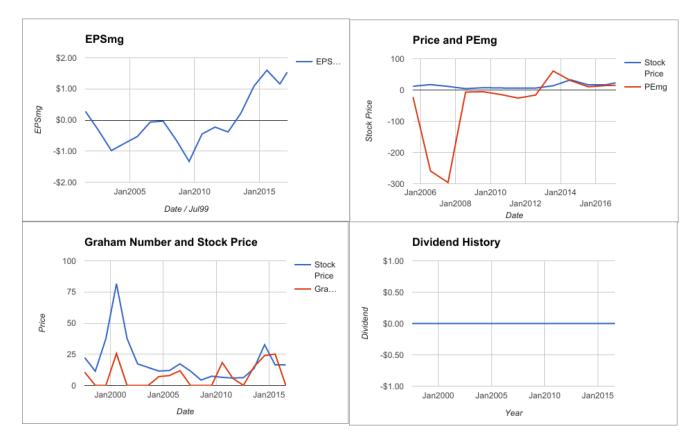
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$5.51
Graham Number	\$23.61
PEmg	15.02
Current Ratio	1.71
PB Ratio	2.04
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

Useful Links:	ModernGraham tagged articles	<u>Morningstar</u>
	Google Finance	MSN Money
	Yahoo Finance	Seeking Alpha
	GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$2.10	Next Fiscal Year Estimate	\$1.54
Aug2016	-\$0.27	Aug2016	\$1.16
Aug2015	\$2.47	Aug2015	\$1.60
Aug2014	\$2.54	Aug2014	\$1.09
Aug2013	\$1.13	Aug2013	\$0.22
Aug2012	-\$1.04	Aug2012	-\$0.38
Aug2011	\$0.17	Aug2011	-\$0.23
Aug2010	\$1.85	Aug2010	-\$0.4
Aug2009	-\$2.35	Aug2009	-\$1.3
Aug2008	-\$2.10	Aug2008	-\$0.64
Aug2007	-\$0.42	Aug2007	-\$0.0
Aug2006	\$0.57	Aug2006	-\$0.0
Aug2005	\$0.29	Aug2005	-\$0.5
Aug2004	\$0.24	Aug2004	-\$0.7
Aug2003	-\$2.11	Aug2003	-\$0.9
Aug2002	-\$1.51	Aug2002	-\$0.3
Aug2001	-\$1.05	Aug2001	\$0.2
Aug2000	\$2.56	Balance Sheet Information	11/1/201
Aug1999	-\$0.13	Total Current Assets	\$9,504,000,000
Aug1998	-\$0.58	Total Current Liabilities	\$5,546,000,00
Aug1997	\$0.72	Long-Term Debt	\$7,565,000,000
		Total Assets	\$27,836,000,000
		Intangible Assets	\$445,000,000
		Total Liabilities	\$15,516,000,000
		Shares Outstanding (Diluted Average)	1,091,000,000





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:

Other	Micron Technology Inc. Valuation – November 2015 Update \$MU
ModernGraham	30 Companies in the Spotlight This Week – 11/15/14
posts about the	
company	Micron Technology Inc. Annual Valuation – 2014 \$MU

Other ModernGraham posts about related companies	Amphenol Corp Valuation – February 2017 \$APH
	Kopin Corporation Valuation – Initial Coverage \$KOPN
	Xilinx Inc Valuation – February 2017 \$XLNX
	Western Digital Corporation Valuation – February 2017 \$WDC
	Texas Instruments Inc Valuation – February 2017 \$TXN
	Knowles Corp Valuation – Initial Coverage \$KN
	Cree Inc Valuation – Initial Coverage \$CREE
	Cray Inc Valuation – Initial Coverage \$CRAY
	Kulicke and Soffa Industries Inc Valuation - Initial Coverage \$KLIC
	Keysight Technologies Inc Valuation – Initial Coverage \$KEYS