ModernGraham Valuation

Company Name:

Entergy Corporation



Company Ticker ETR

Date of Analysis 4/9/2017

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	\$13,695,411,982 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.15 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Fail
Dividend Record	Dividend Payments for 10 years prior	Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at	
Earnings Growth	beginning and end	-100.73% Fail
Moderate PEmg Ratio	PEmg < 20	60.06 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.68 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	1.15 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	29.88 Fail
3. Earnings Stability	Positive EPS for 5 years prior	Fail
4. Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Fail

\$75.95

Score

Suitability

Defensive No Enterprising No

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.26
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$18.34
MG Value based on 0% Growth	\$10.75
Market Implied Growth Rate	25.78%

MG Opinion

Current Price % of Intrinsic Value N/A

Opinion Overvalued MG Grade

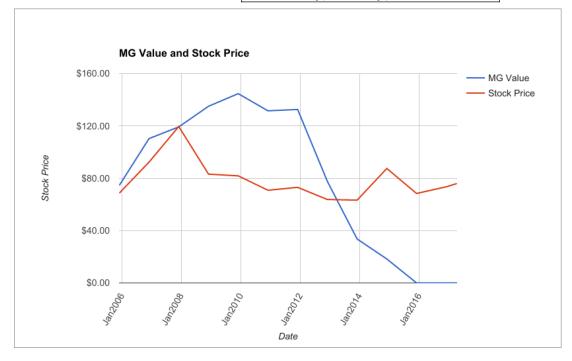
Stage 3: Information for Further Research

Net Current As:	set Value (NCAV)	-\$190.84
Graham Numbe	er	\$64.59
PEmg		60.06
Current Ratio		1.15
PB Ratio		1.68
Current Divider	nd	\$3.42
Dividend Yield		4.50%
	secutive Years of Dividend	
Growth		વ

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	·	Next Fiscal Year Estimate	\$1.26
Dec2016	-\$3.26	Dec2016	\$0.54
Dec2015	-\$0.99	Dec2015	\$3.00
Dec2014	\$5.22	Dec2014	\$5.21
Dec2013	\$3.99	Dec2013	\$5.42
Dec2012	\$4.76	Dec2012	\$6.19
Dec2011	\$7.55	Dec2011	\$6.75
Dec2010	\$6.66	Dec2010	\$6.24
Dec2009	\$6.30	Dec2009	\$5.87
Dec2008	\$6.20	Dec2008	\$5.45
Dec2007	\$5.60	Dec2007	\$4.93
Dec2006	\$5.36	Dec2006	\$4.40
Dec2005	\$4.19	Dec2005	\$3.81
Dec2004	\$3.93	Dec2004	\$3.54
Dec2003	\$4.01	Dec2003	\$3.23
Dec2002	\$2.64	Dec2002	\$2.84
Dec2001	\$3.23	Dec2001	\$2.79
Dec2000	\$2.97	Balance Sheet Information	12/1/2016
Dec1999	\$2.25	Total Current Assets	\$3,684,268,000
Dec1998	\$3.00	Total Current Liabilities	\$3,200,096,000
Dec1997	\$1.03	Long-Term Debt	\$14,467,655,000
		Total Assets	\$45,904,434,000
		Intangible Assets	\$377,172,000
		Total Liabilities	\$37,822,625,000
		Shares Outstanding (Diluted Average)	178,886,000





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 Entergy Corp Valuation – January 2016 Update \$ETR

<u>5 Speculative and Overvalued Companies to Avoid – December 2014</u>

32 Companies in the Spotlight This Week – 12/6/14
Entergy Corporation Annual Valuation – 2014 \$ETR
10 Companies in the Spotlight This Week – 11/30/2013

Other ModernGraham posts about related companies <u>California Water Service Group Valuation – Initial Coverage \$CWT</u>

<u>TransAlta Corporation – Initial Coverage \$TSE:TA</u>

<u>Pinnacle West Corp Valuation – March 2017 \$PNW</u>

NiSource Inc Valuation - March 2017 \$NI

Canadian Utilities Ltd Valuation - Initial Coverage \$TSE:CU

American Electric Power Company Inc Valuation – March 2017 \$AEP

American Water Works Company Inc Valuation - Initial Coverage \$AWK

Alliant Energy Corp Valuation – Initial Coverage \$LNT
Consolidated Edison Inc Valuation – February 2017 \$ED
Duke Energy Corp Valuation – February 2017 \$DUK