

# ModernGraham Valuation

Company Name:

Pfizer Inc.

Company Ticker PFE

Date of Analysis

2/25/2018



## 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	\$216,135,289,995	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.43	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	115.63%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	15.22	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.60	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	1.43	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.86	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 Score		Pass

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.38
MG Growth Estimate	3.33%
<b>MG Value</b>	<b>\$36.11</b>
MG Value based on 3% Growth	\$34.54
MG Value based on 0% Growth	\$20.25
Market Implied Growth Rate	3.36%

### MG Opinion

Current Price	\$36.26
% of Intrinsic Value	100.42%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>C-</b>

## Stage 3: Information for Further Research

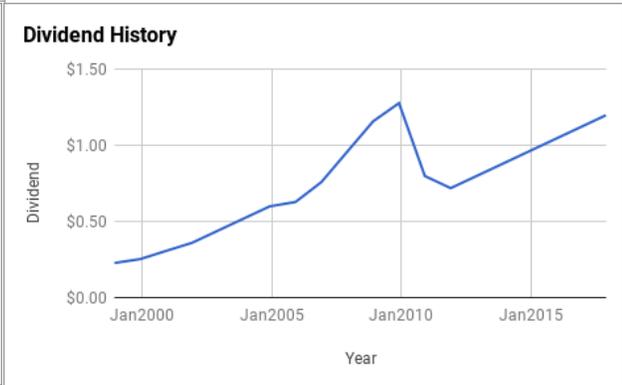
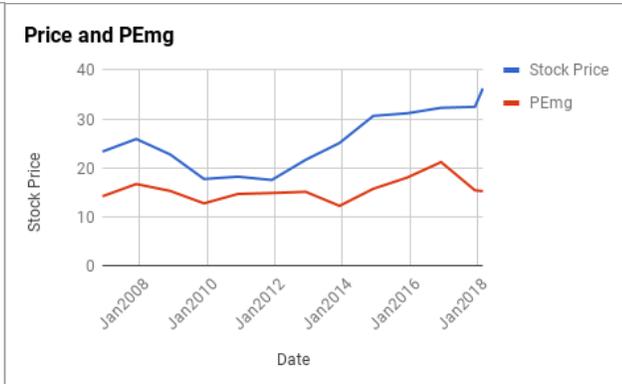
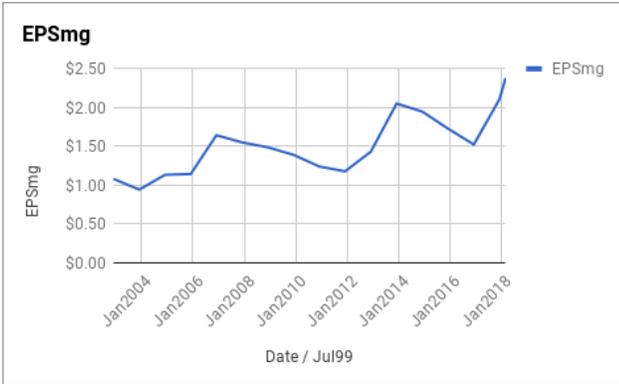
Net Current Asset Value (NCAV)	-\$11.77
Graham Number	\$0.00
PEmg	15.22
Current Ratio	1.43
PB Ratio	3.60
Current Dividend	\$1.28
Dividend Yield	3.53%
Number of Consecutive Years of Dividend Growth	7

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.90	Next Fiscal Year Estimate	\$2.38
Dec2017	\$3.52	Dec2017	\$2.11
Dec2016	\$1.17	Dec2016	\$1.52
Dec2015	\$1.11	Dec2015	\$1.73
Dec2014	\$1.42	Dec2014	\$1.95
Dec2013	\$3.19	Dec2013	\$2.05
Dec2012	\$1.94	Dec2012	\$1.43
Dec2011	\$1.27	Dec2011	\$1.18
Dec2010	\$1.02	Dec2010	\$1.24
Dec2009	\$1.23	Dec2009	\$1.39
Dec2008	\$1.20	Dec2008	\$1.49
Dec2007	\$1.17	Dec2007	\$1.55
Dec2006	\$2.66	Dec2006	\$1.64
Dec2005	\$1.09	Dec2005	\$1.14
Dec2004	\$1.49	Dec2004	\$1.13
Dec2003	\$0.54	Dec2003	\$0.94
Dec2002	\$1.46	Dec2002	\$1.08
Dec2001	\$1.22	<b>Balance Sheet Information 9/1/2017</b>	
Dec2000	\$0.59	Total Current Assets	\$40,291,000,000
Dec1999	\$0.78	Total Current Liabilities	\$28,217,000,000
Dec1998	\$0.73	Long-Term Debt	\$34,503,000,000
		Total Assets	\$172,151,000,000
		Intangible Assets	\$105,799,000,000
		Total Liabilities	\$111,381,000,000
		Shares Outstanding (Diluted Average)	6,041,000,000





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 ModernGraham posts about the company**

- [Pfizer Inc Valuation – March 2017 \\$PFE](#)
- [Pfizer Inc Valuation – August 2016 \\$PFE](#)
- [Dividend Investors Should Research These 10 Stocks – July 2016](#)
- [10 Companies for Enterprising Dividend Investors – June 2016](#)
- [10 Companies Benjamin Graham Would Invest In Today – June 2016](#)

**Other ModernGraham posts about related companies**

- [Bristol-Myers Squibb Co Valuation – September 2017 \\$BMY](#)
- [Momenta Pharmaceuticals Inc Valuation – Initial Coverage \\$MNTA](#)
- [Depomed Inc Valuation – Initial Coverage \\$DEPO](#)
- [Endo International PLC Valuation – July 2017 \\$ENDP](#)
- [Biogen Inc Valuation – July 2017 \\$BIIB](#)
- [Mylan NV Valuation – March 2017 \\$MYL](#)
- [Amgen Inc Valuation – March 2017 \\$AMGN](#)
- [Celgene Corporation Valuation – March 2017 \\$CELG](#)
- [Ligand Pharmaceuticals Inc Valuation – Initial Coverage \\$LGND](#)
- [Pfizer Inc Valuation – March 2017 \\$PFE](#)