

ModernGraham Valuation

Company Name:

Exelon Corporation

Company Ticker EXC

Date of Analysis

3/30/2018



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	\$37,644,142,265	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.10	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	-31.60%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	14.41	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.26	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	1.10	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	31.37	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.71
MG Growth Estimate	3.44%
MG Value	\$41.62
MG Value based on 3% Growth	\$39.25
MG Value based on 0% Growth	\$23.01
Market Implied Growth Rate	2.96%

MG Opinion

Current Price	\$39.01
% of Intrinsic Value	93.74%
Opinion	Fairly Valued
MG Grade	C+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$77.57
Graham Number	\$44.35
PEmg	14.41
Current Ratio	1.10
PB Ratio	1.26
Current Dividend	\$1.31
Dividend Yield	3.36%
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		Next Fiscal Year Estimate	
Dec2017	\$2.82	Dec2017	\$2.71
Dec2016	\$3.97	Dec2016	\$2.54
Dec2015	\$1.22	Dec2015	\$1.82
Dec2014	\$2.54	Dec2014	\$2.19
Dec2013	\$1.88	Dec2013	\$2.20
Dec2012	\$2.00	Dec2012	\$2.58
Dec2011	\$1.42	Dec2011	\$3.07
Dec2010	\$3.75	Dec2010	\$3.92
Dec2009	\$3.87	Dec2009	\$3.90
Dec2008	\$4.09	Dec2008	\$3.68
Dec2007	\$4.13	Dec2007	\$3.29
Dec2006	\$4.05	Dec2006	\$2.71
Dec2005	\$2.35	Dec2005	\$2.03
Dec2004	\$1.36	Dec2004	\$1.91
Dec2003	\$2.78	Dec2003	\$2.09
Dec2002	\$1.38	Dec2002	\$1.71
Dec2001	\$2.22	Dec2001	\$1.78
Dec2000	\$2.21	Balance Sheet Information 12/1/2017	
Dec1999	\$0.92	Total Current Assets	\$11,834,000,000
Dec1998	\$1.45	Total Current Liabilities	\$10,796,000,000
	\$1.12	Long-Term Debt	\$32,565,000,000
		Total Assets	\$116,700,000,000
		Intangible Assets	\$6,677,000,000
		Total Liabilities	\$86,843,000,000
		Shares Outstanding (Diluted Average)	967,000,000





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.

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