

ModernGraham Valuation

Company Name:

Hasbro, Inc.

Company Ticker HAS

Date of Analysis

3/23/2018



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	\$10,458,242,003	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.90	Pass
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	52.74%	Pass
5. Earnings Growth	PEmg < 20	21.08	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	5.82	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	2.90	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.71	Pass
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	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.00
MG Growth Estimate	7.09%
MG Value	\$90.59
MG Value based on 3% Growth	\$57.94
MG Value based on 0% Growth	\$33.97
Market Implied Growth Rate	6.29%

MG Opinion

Current Price	\$84.22
% of Intrinsic Value	92.97%
Opinion	Fairly Valued
MG Grade	B-

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$1.38
Graham Number	\$39.93
PEmg	21.08
Current Ratio	2.90
PB Ratio	5.82
Current Dividend	\$2.22
Dividend Yield	2.64%
Number of Consecutive Years of Dividend Growth	4

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	\$4.82	Dec2017	\$4.00
Dec2016	\$3.12	Dec2016	\$3.48
Dec2015	\$4.34	Dec2015	\$3.50
Dec2014	\$3.57	Dec2014	\$3.01
Dec2013	\$3.20	Dec2013	\$2.71
Dec2012	\$2.17	Dec2012	\$2.50
Dec2011	\$2.55	Dec2011	\$2.61
Dec2010	\$2.82	Dec2010	\$2.56
Dec2009	\$2.74	Dec2009	\$2.32
Dec2008	\$2.48	Dec2008	\$2.00
Dec2007	\$2.00	Dec2007	\$1.66
Dec2006	\$1.97	Dec2006	\$1.40
Dec2005	\$1.29	Dec2005	\$0.96
Dec2004	\$1.09	Dec2004	\$0.68
Dec2003	\$0.96	Dec2003	\$0.34
Dec2002	\$0.85	Dec2002	\$0.04
Dec2001	-\$0.99	Dec2001	-\$0.21
Dec2000	\$0.35	Balance Sheet Information 12/1/2017	
Dec1999	-\$0.82	Total Current Assets	\$3,633,926,000
Dec1998	\$0.93	Total Current Liabilities	\$1,251,697,000
	\$1.00	Long-Term Debt	\$1,693,609,000
		Total Assets	\$5,289,983,000
		Intangible Assets	\$790,445,000
		Total Liabilities	\$3,460,026,000
		Shares Outstanding (Diluted Average)	126,380,000





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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[28 Companies in the Spotlight This Week – 2/28/15](#)
[Hasbro Inc. Quarterly Valuation – February 2015 \\$HAS](#)
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[Hasbro Inc Valuation – July 2016 \\$HAS](#)
[Electronic Arts Inc Valuation – May 2016 \\$EA](#)
[Mattel Inc Valuation – January 2016 Update \\$MAT](#)
[Hasbro Inc Valuation – January 2016 Update \\$HAS](#)
[Mattel Inc. Analysis – September 2015 Update \\$MAT](#)
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