ModernGraham Valuation

Company Name:

Company Ticker ICE Date of Analysis



Intercontinental

Exchange Inc



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

Defensive Investor; r	nust pass 6 out of the following 7 tests.		
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$43,328,515,117 Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.99 Fail
	3. Earnings Stability	Positive EPS for 10 years prior	Pass
	4. Dividend Record	Dividend Payments for 10 years prior	Fail
	5 Earnings Crowth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and and	199.94% Pass
	5. Earnings Growth	beginning and end	23.82 Fail
	6. Moderate PEmg Ratio	PEmg < 20	
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.60 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	0.99 Fail
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-7.01 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	Pass
		Score	
Suitability			
	Defensive	No	
	Enterprising	No	
Stage 2: Dete	rmination of Intrinsic Value		
	EPSmg	\$3.12	
	MG Growth Estimate	15.00%	
	MG Value	\$120.25	
	MG Value based on 3% Growth	\$45.29	
	MG Value based on 0% Growth	\$26.55	
	Market Implied Growth Rate	7.66%	
MG Opinion			
	Current Price	\$74.41	
	% of Intrinsic Value	61.88%	
	Onlaten	Undervalued	
	Opinion	ondervalded	
	MG Grade	C-	
Stone 2: Infe	MG Grade		
Stage 3: Infor	MG Grade mation for Further Research	C-	
Stage 3: Infor	MG Grade mation for Further Research Net Current Asset Value (NCAV)	C- -\$13.16	
Stage 3: Infor	MG Grade mation for Further Research	C-	

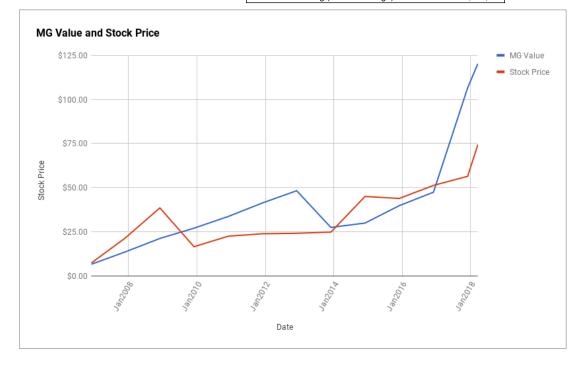
PEmg	23.82
Current Ratio	0.99
PB Ratio	2.60
Current Dividend	\$0.80
Dividend Yield	1.08%
Number of Consecutive Years of Dividend	
Growth	5

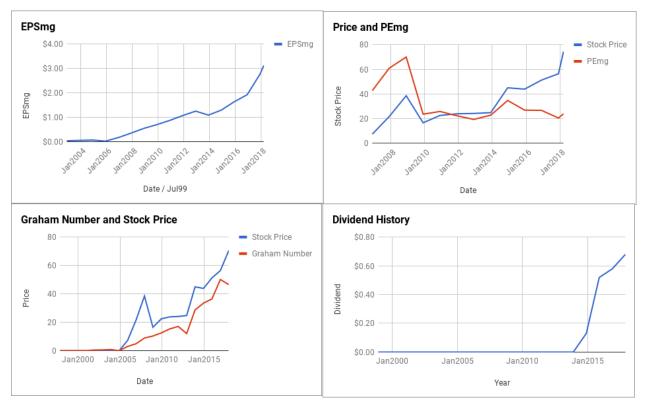
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Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$3.31	Next Fiscal Year Estimate	\$3.12
Dec2017	\$4.23	Dec2017	\$2.7
Dec2016	\$2.37	Dec2016	\$1.93
Dec2015	\$2.28	Dec2015	\$1.64
Dec2014	\$1.71	Dec2014	\$1.30
Dec2013	\$0.64	Dec2013	\$1.09
Dec2012	\$1.50	Dec2012	\$1.2
Dec2011	\$1.38	Dec2011	\$1.07
Dec2010	\$1.07	Dec2010	\$0.8
Dec2009	\$0.85	Dec2009	\$0.7
Dec2008	\$0.83	Dec2008	\$0.5
Dec2007	\$0.68	Dec2007	\$0.3
Dec2006	\$0.48	Dec2006	\$0.1
Dec2005	-\$0.08	Dec2005	\$0.0
Dec2004	\$0.08	Dec2004	\$0.0
Dec2003	\$0.07	Dec2003	\$0.0
Dec2002	\$0.07	Dec2002	\$0.04
Dec2001	\$0.05	Balance Sheet Information	12/1/201
Dec2000	\$0.00	Total Current Assets	\$53,562,000,000
Dec1999	\$0.00	Total Current Liabilities	\$54,171,000,00
Dec1998	\$0.00	Long-Term Debt	\$4,267,000,00
		Total Assets	\$78,264,000,000
		Intangible Assets	\$22,485,000,000
		Total Liabilities	\$61,340,000,00
		Shares Outstanding (Diluted Average)	591,000,000





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	Intercontinental Exchange Inc Valuation – July 2016 \$ICE
ModernGraham posts about the	21 Companies in the Spotlight This Week - 5/9/15
company	Intercontinental Exchange Inc. Annual Valuation – 2015 \$ICE
	18 Companies in the Spotlight This Week – 5/17/14
	Intercontinental Exchange Group Inc. (ICE) Annual Valuation – 2014

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