ModernGraham Valuation

Company Name:

Marriott International Inc



Company Ticker MAR

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.

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$49,359,337,039 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.46 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	
5. Earnings Growth	beginning and end	1345.57% Pass
Moderate PEmg Ratio	PEmg < 20	35.75 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	13.49 Fail

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

 Sufficiently Strong Financial Condition 	Current Ratio > 1.5	0.46 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-2.40 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	

Score

Suitability

Defensive No Enterprising No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.80
MG Growth Estimate	15.00%
MG Value	\$146.43
MG Value based on 3% Growth	\$55.15
MG Value based on 0% Growth	\$32.33
Market Implied Growth Rate	13.63%

MG Opinion

Oninion	Egirly Valued
% of Intrinsic Value	92.86%
Current Price	\$135.98

Opinion Fairly Valued MG Grade D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$47.22
Graham Number	\$34.77
PEmg	35.75
Current Ratio	0.46
PB Ratio	13.49
Current Dividend	\$1.29
Dividend Yield	0.95%
Number of Consecutive Years of Dividend	
Growth	8

Morningstar

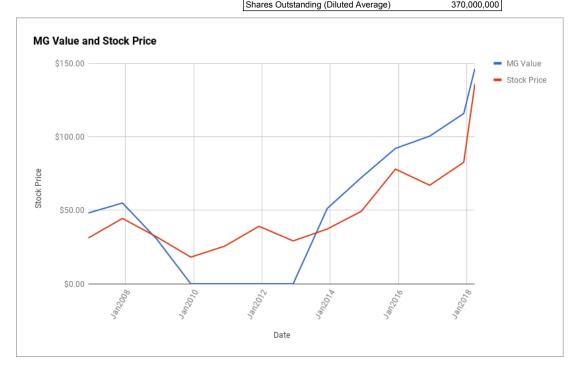
Useful Links: ModernGraham tagged articles

 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$5.17	Next Fiscal Year Estimate	\$3.80
Dec2017	\$3.61	Dec2017	\$3.00° \$3.00°
Dec2016	\$2.64		\$2.6
Dec2015	\$3.15		\$2.39
Dec2014	\$2.54		\$1.88
Dec2013	\$2.00	Dec2013	\$1.33
Dec2012	\$1.72	Dec2012	\$0.90
Dec2011	\$0.55	Dec2011	\$0.56
Dec2010	\$1.21	Dec2010	\$0.60
Dec2009	-\$0.97	Dec2009	\$0.5
Dec2008	\$0.98	Dec2008	\$1.34
Dec2007	\$1.73	Dec2007	\$1.4
Dec2006	\$1.40	Dec2006	\$1.26
Dec2005	\$1.43	Dec2005	\$1.1
Dec2004	\$1.23	Dec2004	\$0.9
Dec2003	\$1.01	Dec2003	\$0.7
Dec2002	\$0.54	Dec2002	\$0.64
Dec2001	\$0.46	Balance Sheet Information	12/1/2017
Dec2000	\$0.93	Total Current Assets	\$2,747,000,000
Dec1999	\$0.74	Total Current Liabilities	\$6,010,000,000
Dec1998	\$0.72	Long-Term Debt	\$7,840,000,000
		Total Assets	\$23,948,000,000
		Intangible Assets	\$18,012,000,000
		Total Liabilities	\$20,217,000,00
		Shares Outstanding (Diluted Average)	370,000,00





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

24 Companies in the Spotlight This Week – 3/28/15 Marriott International Inc. Annual Valuation - 2015 \$MAR 17 Companies in the Spotlight This Week – 3/22/14 Marriott International (MAR) Annual Valuation - 2014

Other ModernGraham posts about related companies

Wyndham Worldwide Corp Valuation - January 2017 \$WYN

ILG Inc Valuation - Initial Coverage \$ILG

Starwood Hotels & Resorts Worldwide Inc Valuation – August 2016 \$HOT

Carnival Corp Valuation - July 2016 \$CCL

Marriott International Inc Valuation - July 2016 \$MAR

Starwood Hotels & Resorts Worldwide Inc. Analysis – July 2015 Update \$HOT

Carnival Corporation Annual Valuation – 2015 \$CCL Marriott International Inc. Annual Valuation – 2015 \$MAR

Wyndham Worldwide Corporation Annual Valuation - 2014 \$WYN

Starwood Hotels & Resorts Annual Valuation - 2014 \$HOT