

ModernGraham Valuation

Company Name:

IHS Markit Ltd

Company Ticker INFO

Date of Analysis

4/25/2018



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	\$19,475,645,726	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.79	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	110.05%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	37.77	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.46	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	0.79	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-13.31	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.29
MG Growth Estimate	14.36%
MG Value	\$48.06
MG Value based on 3% Growth	\$18.72
MG Value based on 0% Growth	\$10.98
Market Implied Growth Rate	14.63%

MG Opinion

Current Price	\$48.77
% of Intrinsic Value	101.48%
Opinion	Fairly Valued
MG Grade	D

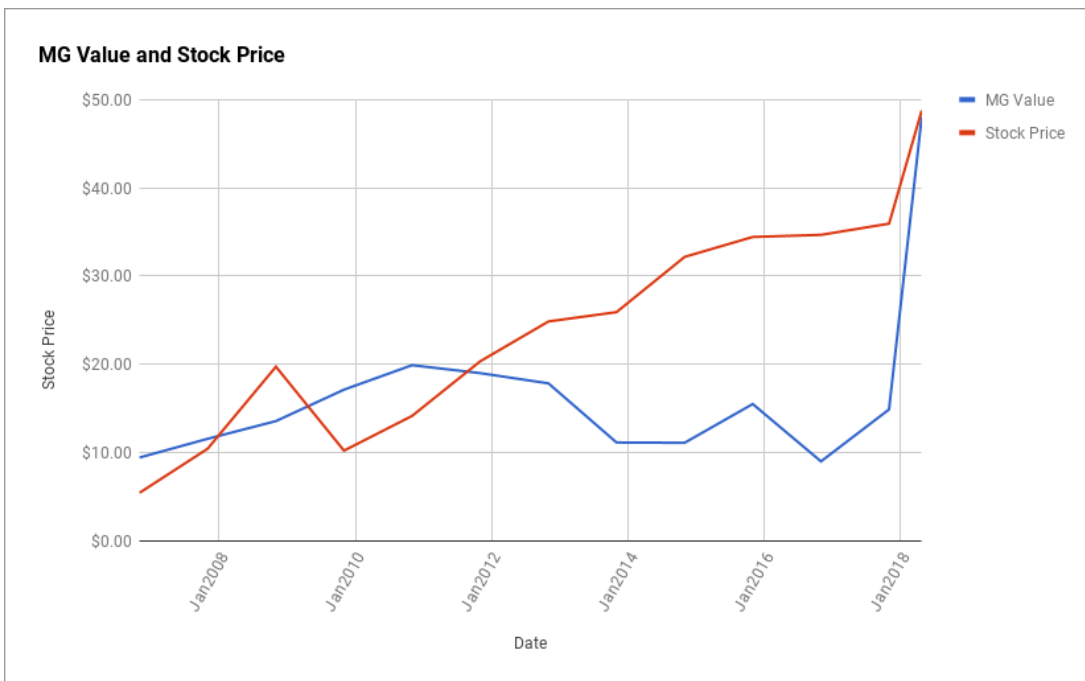
Stage 3: Information for Further Research

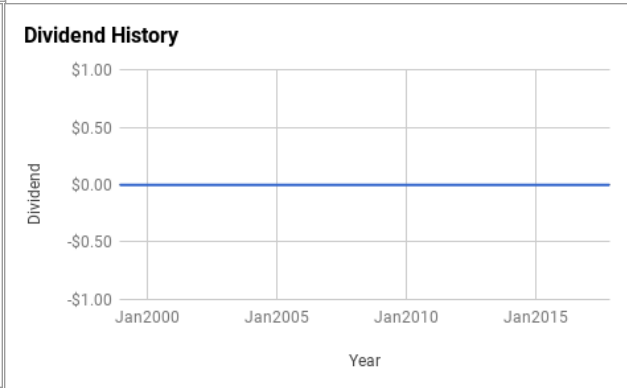
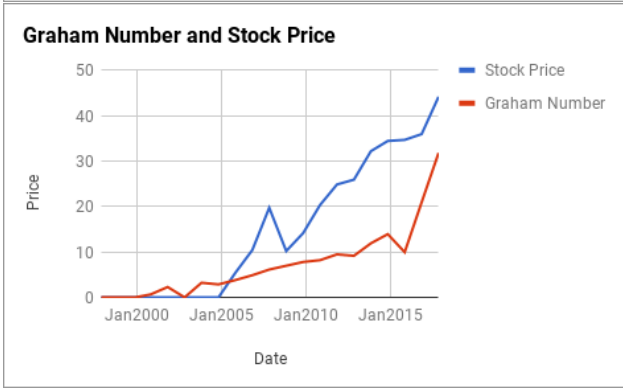
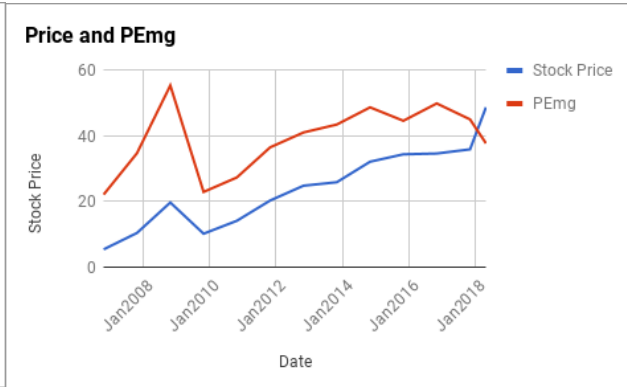
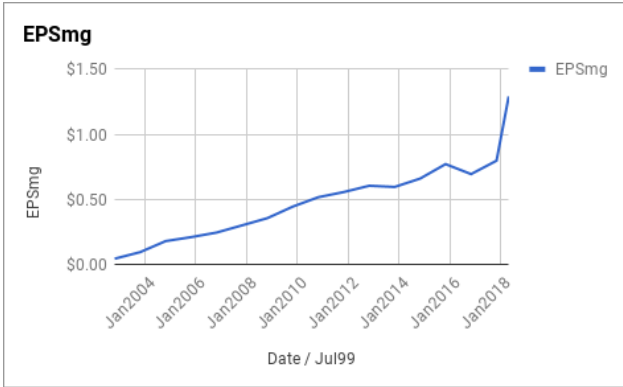
Net Current Asset Value (NCAV)	-\$13.03
Graham Number	\$31.79
PEmg	37.77
Current Ratio	0.79
PB Ratio	2.46
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$2.24	Next Fiscal Year Estimate	\$1.29
Nov2017	\$1.00	Nov2017	\$0.80
Nov2016	\$0.48	Nov2016	\$0.69
Nov2015	\$0.97	Nov2015	\$0.77
Nov2014	\$0.79	Nov2014	\$0.66
Nov2013	\$0.55	Nov2013	\$0.60
Nov2012	\$0.67	Nov2012	\$0.60
Nov2011	\$0.58	Nov2011	\$0.56
Nov2010	\$0.60	Nov2010	\$0.52
Nov2009	\$0.59	Nov2009	\$0.44
Nov2008	\$0.44	Nov2008	\$0.36
Nov2007	\$0.39	Nov2007	\$0.30
Nov2006	\$0.28	Nov2006	\$0.24
Nov2005	\$0.21	Nov2005	\$0.21
Nov2004	\$0.31	Nov2004	\$0.18
Nov2003	\$0.17	Nov2003	\$0.09
Nov2002	\$0.15	Nov2002	\$0.04
Nov2001	\$0.01	Balance Sheet Information 2/1/2018	
Nov2000	-\$0.05	Total Current Assets	\$1,165,800,000
Dec1999	\$0.00	Total Current Liabilities	\$1,480,400,000
Dec1998	\$0.00	Long-Term Debt	\$4,186,100,000
		Total Assets	\$14,696,700,000
		Intangible Assets	\$12,939,000,000
		Total Liabilities	\$6,534,400,000
		Shares Outstanding (Diluted Average)	412,100,000





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 #N/A

- Other ModernGraham posts about related companies
- [Automatic Data Processing Inc Valuation – April 2018 \\$ADP](#)
 - [Accenture PLC Valuation – April 2018 \\$ACN](#)
 - [Fiserv Inc Valuation – April 2018 \\$FISV](#)
 - [Iron Mountain Inc Valuation – April 2018 \\$IRM](#)
 - [Cintas Corp Valuation – April 2018 \\$CTAS](#)
 - [Xerox Corp Valuation – March 2018 \\$XRX](#)
 - [Avery Dennison Corp Valuation – March 2018 \\$AVY](#)
 - [Ecolab Inc Valuation – March 2018 \\$ECL](#)
 - [Paychex Inc Valuation – March 2018 \\$PAYX](#)
 - [United Rentals Inc Valuation – September 2017 \\$URI](#)