

ModernGraham Valuation

Company Name:

Intuit Inc.

Company Ticker INTU

Date of Analysis

4/7/2018



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	\$41,907,507,351	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.63	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	134.38%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	46.08	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	37.10	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	0.63	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-0.37	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		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.64
MG Growth Estimate	5.22%
MG Value	\$68.91
MG Value based on 3% Growth	\$52.76
MG Value based on 0% Growth	\$30.93
Market Implied Growth Rate	18.79%

MG Opinion

Current Price	\$167.68
% of Intrinsic Value	243.31%
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

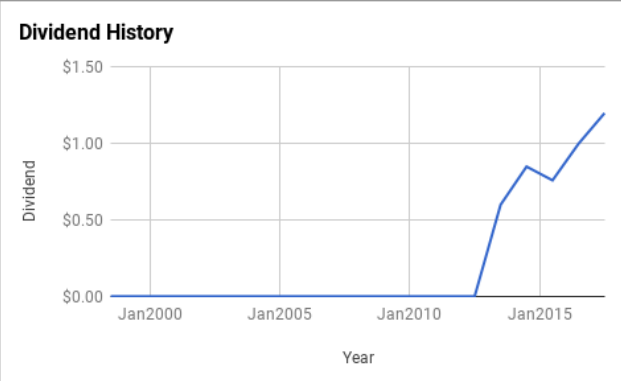
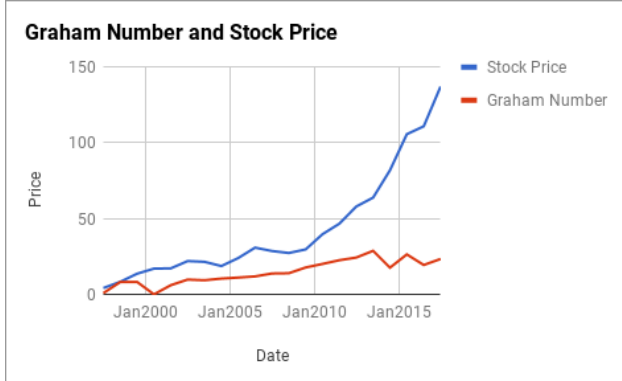
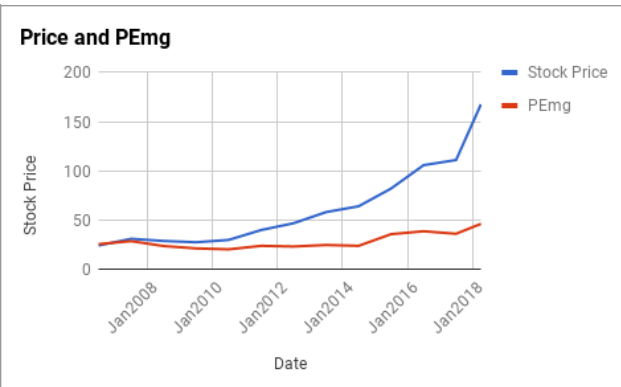
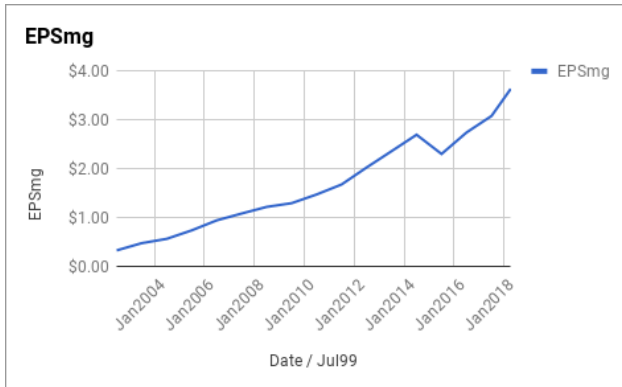
Net Current Asset Value (NCAV)	-\$7.18
Graham Number	\$23.39
PEmg	46.08
Current Ratio	0.63
PB Ratio	37.10
Current Dividend	\$1.36
Dividend Yield	0.81%
Number of Consecutive Years of Dividend Growth	3

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	\$4.59	Next Fiscal Year Estimate	\$3.64
Jul2017	\$3.72	Jul2017	\$3.08
Jul2016	\$3.69	Jul2016	\$2.75
Jul2015	\$1.28	Jul2015	\$2.30
Jul2014	\$3.12	Jul2014	\$2.70
Jul2013	\$2.83	Jul2013	\$2.36
Jul2012	\$2.60	Jul2012	\$2.03
Jul2011	\$2.00	Jul2011	\$1.68
Jul2010	\$1.77	Jul2010	\$1.47
Jul2009	\$1.35	Jul2009	\$1.30
Jul2008	\$1.41	Jul2008	\$1.22
Jul2007	\$1.24	Jul2007	\$1.08
Jul2006	\$1.16	Jul2006	\$0.94
Jul2005	\$1.01	Jul2005	\$0.74
Jul2004	\$0.79	Jul2004	\$0.57
Jul2003	\$0.81	Jul2003	\$0.48
Jul2002	\$0.32	Jul2002	\$0.33
Jul2001	-\$0.20	Balance Sheet Information 1/1/2018	
Jul2000	\$0.73	Total Current Assets	\$1,902,000,000
Jul1999	\$0.97	Total Current Liabilities	\$3,032,000,000
Jul1998	\$0.02	Long-Term Debt	\$413,000,000
		Total Assets	\$4,898,000,000
		Intangible Assets	\$1,690,000,000
		Total Liabilities	\$3,741,000,000
		Shares Outstanding (Diluted Average)	256,000,000





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 ModernGraham posts about the company

- [Intuit Inc Valuation – March 2017 \\$INTU](#)
- [Intuit Inc Valuation – January 2016 Update \\$INTU](#)
- [Intuit Inc. Analysis – October 2015 Update \\$INTU](#)
- [Intuit Inc. Analysis – July 2015 Update \\$INTU](#)
- [Intuit Inc. Quarterly Valuation – April 2015 \\$INTU](#)

Other ModernGraham posts about related companies

- [F5 Networks Inc Valuation – April 2018 \\$FFIV](#)
- [Cadence Design Systems Inc Valuation – Initial Coverage \\$CDNS](#)
- [Oracle Corporation Valuation – March 2018 \\$ORCL](#)
- [CA Inc Valuation – March 2018 \\$CA](#)
- [Red Hat Inc Valuation – March 2018 \\$RHT](#)
- [Alphabet Inc Valuation – March 2018 \\$GOOGL](#)
- [Ansys Inc Valuation – March 2018 \\$ANSS](#)
- [Citrix Systems Inc Valuation – February 2018 \\$CTXS](#)
- [Microsoft Corp Valuation – February 2018 \\$MSFT](#)
- [Cisco Systems Inc Valuation – February 2018 \\$CSCO](#)