# **ModernGraham Valuation**

## **Company Name:**

Tiffany & Co.

Company Ticker TIF Date of Analysis 4/8/2018



### 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.

	3			
1. Adequate Size of the	Enterprise	Market Cap > \$2Bil	\$11,890,010,196	Pass
2. Sufficiently Strong Fi	nancial Condition	Current Ratio > 2	5.50	Pass
3. Earnings Stability		Positive EPS for 10 years prior		Pass
4. Dividend Record		Dividend Payments for 10 years price	or	Pass
		Increase of 33% in EPS in past 10 years using 3 year averages at		
<ol><li>Earnings Growth</li></ol>		beginning and end	26.73%	Fail
<ol><li>Moderate PEmg Rati</li></ol>	0	PEmg < 20	26.57	Fail
7. Moderate Price to As	sets	PB Ratio < 2.5 OR PB*PEmg < 50	3.70	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	5.50	Pass
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.27	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

MG Opinion

Defensive No Enterprising Yes

#### Stage 2: Determination of Intrinsic Value

EPSing	\$3.00
MG Growth Estimate	3.51%
MG Value	\$55.85
MG Value based on 3% Growth	\$52.15
MG Value based on 0% Growth	\$30.57
Market Implied Growth Rate	9.04%

**Current Price** \$95.58 % of Intrinsic Value 171.14%

Opinion Overvalued MG Grade

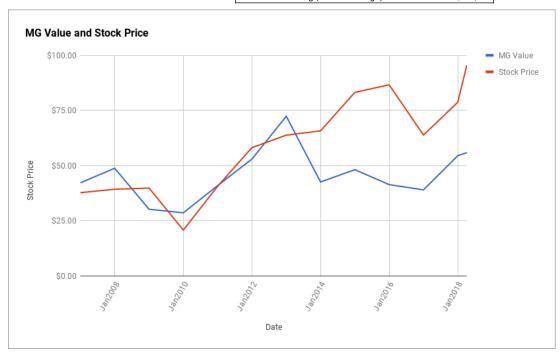
### Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$13.98
Graham Number	\$49.01
PEmg	26.57
Current Ratio	5.50
PB Ratio	3.70
Current Dividend	\$1.95
Dividend Yield	2.04%
Number of Consecutive Years of Dividend	
Growth	15

**Useful Links:** ModernGraham tagged articles

Morningstar Google Finance MSN Money Yahoo Finance Seeking Alpha <u>GuruFocus</u> SEC Filings

EPS History		EPSmg History	
Next Fiscal Year	¢4.44	Nort Finant Van Fatimete	<b>60.0</b>
Estimate	•	Next Fiscal Year Estimate	\$3.6
Jan2018	\$2.96	Jan2018	\$3.2
Jan2017	\$3.55	Jan2017	\$3.2
Jan2016	\$3.59	Jan2016	\$3.1
Jan2015	\$3.73	Jan2015	\$2.9
Jan2014	\$1.41	Jan2014	\$2.5
Jan2013	\$3.25	Jan2013	\$2.9
Jan2012	\$3.40	Jan2012	\$2.7
Jan2011	\$2.87	Jan2011	\$2.3
Jan2010	\$2.11	Jan2010	\$1.9
Jan2009	\$1.74	Jan2009	\$1.9
Jan2008	\$2.34	Jan2008	\$1.9
Jan2007	\$1.80	Jan2007	\$1.7
Jan2006	\$1.75	Jan2006	\$1.6
Jan2005	\$2.05	Jan2005	\$1.5
Jan2004	\$1.45	Jan2004	\$1.2
Jan2003	\$1.28	Jan2003	\$1.1
Jan2002	\$1.15	Balance Sheet Information	1/1/201
Jan2001	\$1.26	Total Current Assets	\$3,983,300,00
Jan2000	\$0.97	Total Current Liabilities	\$724,800,00
Jan1999	\$0.63	Long-Term Debt	\$882,900,00
		Total Assets	\$5,468,100,00
		Intangible Assets	\$66,700,00
		Total Liabilities	\$2,234,700,00
		Shares Outstanding (Diluted Average)	125,100,00





#### 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 Tiffany & Company Valuation – February 2016 Update \$TIF Tiffany and Company Valuation – October 2015 Update \$TIF Tiffany & Company Analysis – July 2015 Update \$TIF 27 Companies in the Spotlight This Week – 4/4/15 Tiffany & Company Quarterly Valuation – March 2015 \$TIF

Other ModernGraham posts about related companies Best Buy Co Inc Valuation - April 2018 \$BBY

Macy's Inc Valuation - April 2018 \$M

Walgreens Boots Alliance Inc Valuation - March 2018 \$WBA

Bed Bath & Beyond Inc Valuation - March 2018 \$BBBY

Ross Stores Inc Valuation - March 2018 \$ROST

Nordstrom Inc Valuation - February 2018 \$JWN

Walmart Inc Valuation - February 2018 \$WMT

Costco Wholesale Corp Valuation – September 2017 \$COST

McKesson Corp Valuation - August 2017 \$MCK

Big 5 Sporting Goods Corp Valuation – Initial Coverage \$BGFV