# **ModernGraham Valuation**

## **Company Name:**

Company Ticker тмо Date of Analysis

**Thermo Fisher** Scientific Inc.



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

4/25/2018

Defensive Inv f the following 7

Defensive Investor; m	ust pass 6 out of the following 7 tests.		
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$87,572,980,048 Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.34 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	
	5. Earnings Growth	years using 3 year averages at beginning and end	167.50% Pass
	6. Moderate PEmg Ratio	PEmg < 20	30.41 Fail
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.42 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	1.34 Fail
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	7.95 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	Νο	
Stage 2: Deter	mination of Intrinsic Value		
	EPSmg	\$7.05	
	MG Growth Estimate	13.06%	
	MG Value	\$244.12	
	MG Value based on 3% Growth	\$102.25	
	MG Value based on 0% Growth	\$59.94	
	Market Implied Growth Rate	10.96%	
MG Opinion			
	Current Price	\$214.47	
	% of Intrinsic Value	87.86%	

Fairly Valued

D+

#### Stage 3: Information for Further Research

Opinion MG Grade

Net Current Asset Value (NCAV)	-\$53.89
Graham Number	\$123.59
PEmg	30.41
Current Ratio	1.34
PB Ratio	3.42
Current Dividend	\$0.60
Dividend Yield	0.28%
Number of Consecutive Years of Dividend Growth	0

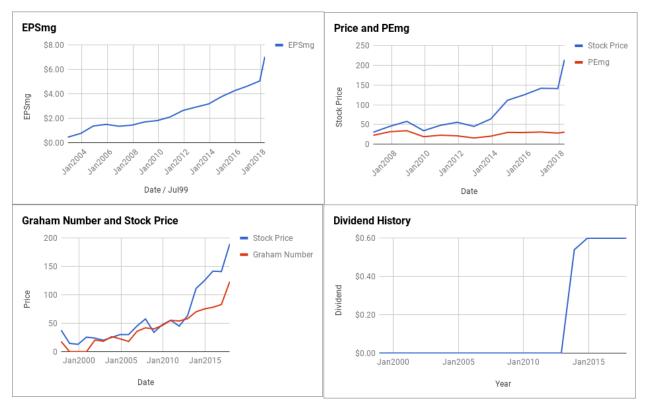
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EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$10.72	Next Fiscal Year Estimate	\$7.05
Dec2017	\$5.59	Dec2017	\$5.06
Dec2016	\$5.09	Dec2016	\$4.63
Dec2015	\$4.92	Dec2015	\$4.25
Dec2014	\$4.71	Dec2014	\$3.77
Dec2013	\$3.48	Dec2013	\$3.18
Dec2012	\$3.21	Dec2012	\$2.92
Dec2011	\$3.46	Dec2011	\$2.64
Dec2010	\$2.53	Dec2010	\$2.1
Dec2009	\$2.01	Dec2009	\$1.82
Dec2008	\$2.25	Dec2008	\$1.7
Dec2007	\$1.72	Dec2007	\$1.44
Dec2006	\$0.84	Dec2006	\$1.3
Dec2005	\$1.36	Dec2005	\$1.50
Dec2004	\$2.17	Dec2004	\$1.3
Dec2003	\$1.20	Dec2003	\$0.76
Dec2002	\$1.73	Dec2002	\$0.46
Dec2001	\$0.00	Balance Sheet Information	12/1/2017
Dec2000	-\$0.22	Total Current Assets	\$9,421,000,000
Dec1999	-\$1.12	Total Current Liabilities	\$7,048,000,000
Dec1998	\$1.08	Long-Term Debt	\$18,873,000,000
		Total Assets	\$56,669,000,000
		Intangible Assets	\$41,974,000,000
		Total Liabilities	\$31,256,000,000
		Shares Outstanding (Diluted Average)	405,200,000





#### 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.

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