ModernGraham Valuation

Company Name:

Company Ticker WU Date of Analysis

The Western Union Company



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

4/29/2018

Defensive Investor; r	nust pass 6 out of the following 7 tests.			
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$9,018,657,069	Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.79	Fail
	3. Earnings Stability	Positive EPS for 10 years prior		Fail
	4. Dividend Record	Dividend Payments for 10 years prior		Pass
	5. Foreiros Orauth	Increase of 33% in EPS in past 10 years using 3 year averages at	-74.60%	F =11
	5. Earnings Growth	beginning and end		
	6. Moderate PEmg Ratio	PEmg < 20	27.37	
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	-18.10	Fall
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	-2.32	Fail
	3. Earnings Stability	Positive EPS for 5 years prior		Fail
	4. Dividend Record	Currently Pays Dividend		Pass
	5. Earnings Growth	EPSmg greater than 5 years ago		Fail
		Score		
Suitability				
	Defensive	No		
	Enterprising	No		
Stage 2: Dete	rmination of Intrinsic Value			
	EPSmg	\$0.71		
	MG Growth Estimate	-4.25%		
	MG Value	\$0.00		
	MG Value based on 3% Growth	\$10.25		
	MG Value based on 0% Growth	\$6.01		
	Market Implied Growth Rate	9.43%		
MG Opinion				
	Current Price	\$19.34		
	% of Intrinsic Value	N/A		
	Opinion	Overvalued		
	MG Grade	D		

Stage 3: Information for Further Research

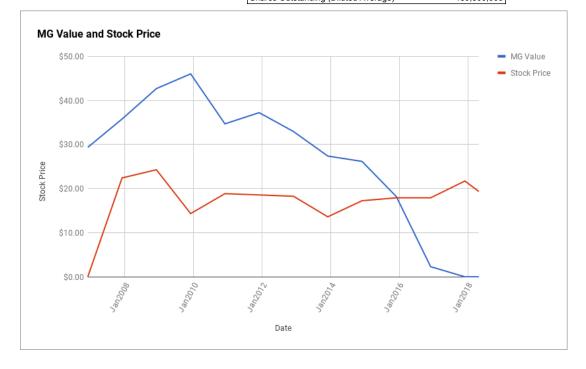
Net Current Asset Value (NCAV)	-\$10.21
Graham Number	\$0.00
PEmg	27.37
Current Ratio	0.79
PB Ratio	-18.10
Current Dividend	\$0.70
Dividend Yield	3.62%
Number of Consecutive Years of Dividend	
Growth	3

Useful Links:

ModernGraham tagged articles Google Finance Yahoo Finance GuruFocus

Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$1.80	Next Fiscal Year Estimate	\$0.71
Dec2017	-\$1.19	Dec2017	\$0.37
Dec2016	\$0.51	Dec2016	\$1.22
Dec2015	\$1.62	Dec2015	\$1.60
Dec2014	\$1.59	Dec2014	\$1.59
Dec2013	\$1.43	Dec2013	\$1.56
Dec2012	\$1.69	Dec2012	\$1.57
Dec2011	\$1.84	Dec2011	\$1.46
Dec2010	\$1.36	Dec2010	\$1.25
Dec2009	\$1.21	Dec2009	\$1.20
Dec2008	\$1.24	Dec2008	\$1.1 ⁻
Dec2007	\$1.11	Dec2007	\$0.93
Dec2006	\$1.19	Dec2006	\$0.76
Dec2005	\$1.21	Dec2005	\$0.49
Dec2004	\$0.00	Dec2004	\$0.13
Dec2003	\$0.00	Dec2003	\$0.17
Dec2002	\$0.65	Dec2002	\$0.22
Dec2001	\$0.00	Balance Sheet Information	12/1/2017
Dec2000	\$0.00	Total Current Assets	\$5,027,100,000
Dec1999	\$0.00	Total Current Liabilities	\$6,332,400,000
Dec1998	\$0.00	Long-Term Debt	\$3,033,600,000
		Total Assets	\$9,231,400,000
		Intangible Assets	\$3,314,200,000
		Total Liabilities	\$9,722,800,000
		Shares Outstanding (Diluted Average)	459,800,000





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	The Western Union Company Valuation – December 2016 \$WU
ModernGraham posts about the	Western Union Company Analysis – 2015 Update \$WU
company	19 Companies in the Spotlight This Week - 8/9/14
	The Western Union Company Annual Valuation – 2014 SWU

 Other ModernGraham posts about related companies
 Northern Trust Corp Valuation – April 2018 \$NTRS Nasdaq Inc Valuation – April 2018 \$NDAQ Leucadia National Corp Valuation – March 2018 \$LUK

 E*Trade Financial Corp Valuation – March 2018 \$ETFC Cboe Global Markets Inc Valuation – Initial Coverage \$CBOE Raymond James Financial Inc Valuation – March 2018 \$RJF Marsh & McLennan Companies Inc Valuation – March 2018 \$MMC Fidelity National Information Services Inc Valuation – March 2018 \$FIS Intercontinental Exchange Inc Valuation – March 2018 \$ICE H&R Block Inc Valuation – March 2018 \$HRB