

ModernGraham Valuation

Company Name:

Company Ticker AMD

Date of Analysis

5/2/2018

Advanced Micro
Devices, Inc.



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	\$10,631,372,090	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.62	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-113.71%	Fail
5. Earnings Growth	PEmg < 20	-73.13	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	15.94	Fail
7. Moderate Price to Assets			

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	1.62	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.11	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Fail
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	-\$0.15
MG Growth Estimate	9.31%
MG Value	\$0.00
MG Value based on 3% Growth	-\$2.18
MG Value based on 0% Growth	-\$1.28
Market Implied Growth Rate	-40.82%

MG Opinion

Current Price	\$10.97
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

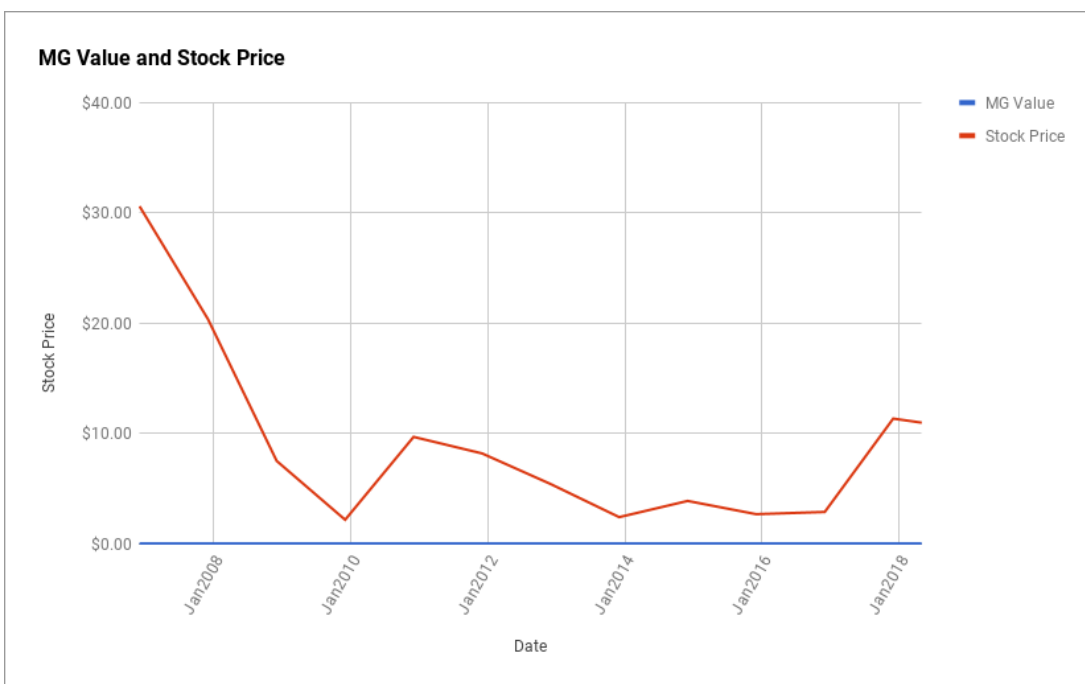
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$0.29
Graham Number	\$2.13
PEmg	-73.13
Current Ratio	1.62
PB Ratio	15.94
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		Next Fiscal Year Estimate	
	\$0.32		-\$0.15
Dec2017	\$0.04	Dec2017	-\$0.39
Dec2016	-\$0.60	Dec2016	-\$0.65
Dec2015	-\$0.84	Dec2015	-\$0.61
Dec2014	-\$0.53	Dec2014	-\$0.40
Dec2013	-\$0.11	Dec2013	-\$0.22
Dec2012	-\$1.60	Dec2012	-\$0.51
Dec2011	\$0.66	Dec2011	-\$0.61
Dec2010	\$0.64	Dec2010	-\$1.53
Dec2009	\$0.45	Dec2009	-\$2.45
Dec2008	-\$5.15	Dec2008	-\$3.33
Dec2007	-\$6.06	Dec2007	-\$2.05
Dec2006	-\$0.34	Dec2006	-\$0.32
Dec2005	\$0.40	Dec2005	-\$0.48
Dec2004	\$0.25	Dec2004	-\$0.72
Dec2003	-\$0.79	Dec2003	-\$0.95
Dec2002	-\$3.81	Dec2002	-\$0.80
Dec2001	-\$0.18	Balance Sheet Information 3/1/2018	
Dec2000	\$2.89	Total Current Assets	\$2,751,000,000
Dec1999	-\$0.30	Total Current Liabilities	\$1,697,000,000
Dec1998	-\$0.36	Long-Term Debt	\$1,165,000,000
		Total Assets	\$3,763,000,000
		Intangible Assets	\$289,000,000
		Total Liabilities	\$3,048,000,000
		Shares Outstanding (Diluted Average)	1,039,000,000





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.

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company

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[Advanced Micro Devices Inc. Analysis – Initial Coverage \\$AMD](#)
[Valuation: Advanced Micro Devices \(AMD\)](#)

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