

ModernGraham Valuation

Company Name:

Equifax Inc.

Company Ticker EFX

Date of Analysis

5/14/2018



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	\$13,662,980,946	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.60	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	153.78%	Pass
5. Earnings Growth	PEmg < 20	23.97	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	4.20	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	0.60	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-2.80	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 Score		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.73
MG Growth Estimate	12.49%
MG Value	\$158.54
MG Value based on 3% Growth	\$68.64
MG Value based on 0% Growth	\$40.24
Market Implied Growth Rate	7.74%

MG Opinion

Current Price	\$113.49
% of Intrinsic Value	71.58%
Opinion	Undervalued
MG Grade	D+

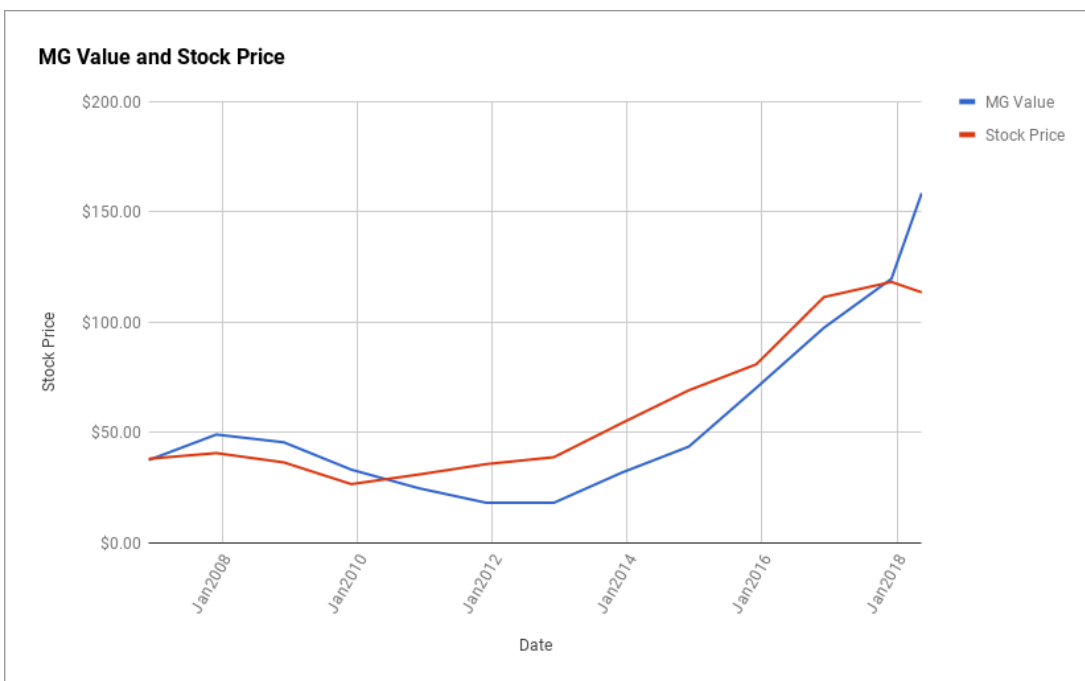
Stage 3: Information for Further Research

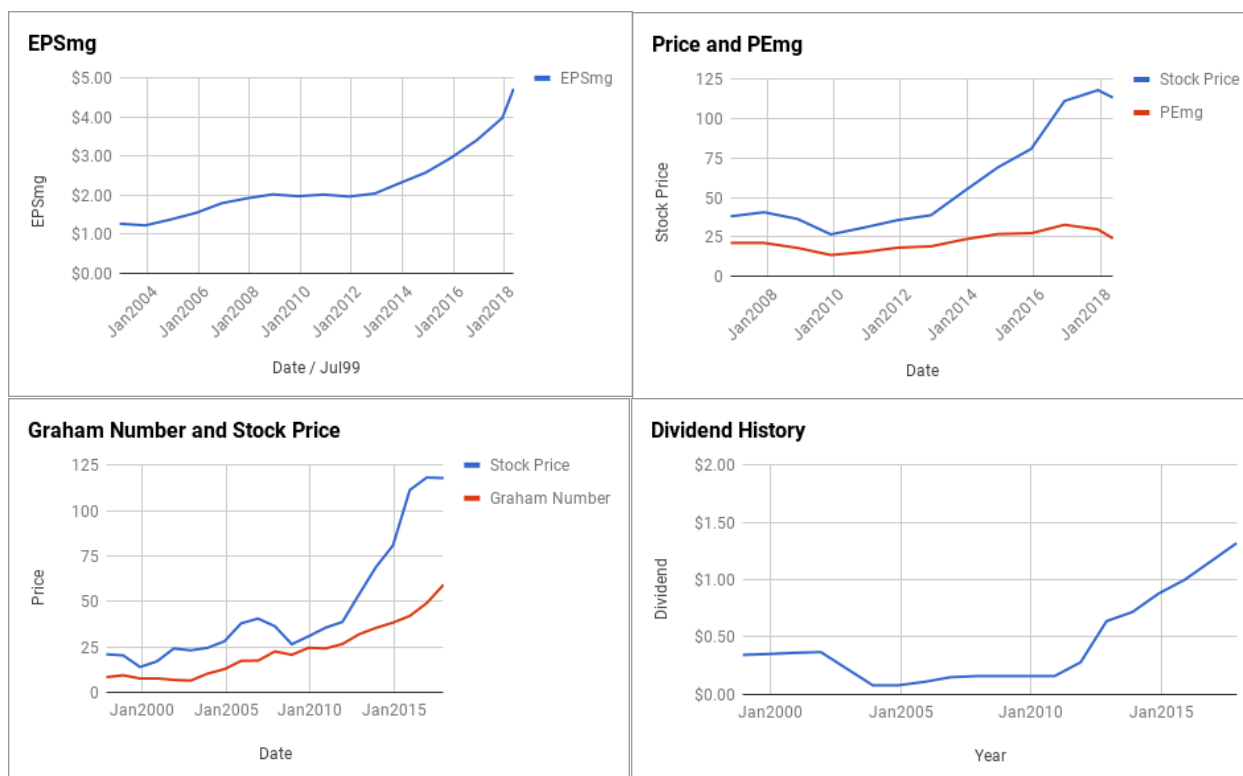
Net Current Asset Value (NCAV)	-\$24.77
Graham Number	\$59.23
PEmg	23.97
Current Ratio	0.60
PB Ratio	4.20
Current Dividend	\$1.56
Dividend Yield	1.37%
Number of Consecutive Years of Dividend Growth	8

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	
Dec2017	\$5.90	Dec2017	\$4.73
Dec2016	\$4.83	Dec2016	\$3.98
Dec2015	\$4.04	Dec2015	\$3.41
Dec2014	\$3.55	Dec2014	\$2.96
Dec2013	\$2.97	Dec2013	\$2.58
Dec2012	\$2.84	Dec2012	\$2.32
Dec2011	\$2.22	Dec2011	\$2.05
Dec2010	\$1.88	Dec2010	\$1.97
Dec2009	\$2.11	Dec2009	\$2.02
Dec2008	\$1.83	Dec2008	\$1.98
Dec2007	\$2.09	Dec2007	\$2.02
Dec2006	\$2.02	Dec2006	\$1.93
Dec2005	\$2.12	Dec2005	\$1.80
Dec2004	\$1.86	Dec2004	\$1.55
Dec2003	\$1.76	Dec2003	\$1.38
Dec2002	\$1.20	Dec2002	\$1.23
Dec2001	\$1.25	Dec2002	\$1.27
Dec2000	\$0.85	Balance Sheet Information	
Dec1999	\$1.68	3/1/2018	
Dec1998	\$1.55	Total Current Assets	\$917,400,000
	\$1.34	Total Current Liabilities	\$1,538,900,000
		Long-Term Debt	\$1,739,600,000
		Total Assets	\$7,196,100,000
		Intangible Assets	\$5,535,500,000
		Total Liabilities	\$3,921,400,000
		Shares Outstanding (Diluted Average)	121,300,000





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:

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ModernGraham
posts about the
company

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[Equifax Inc Valuation – August 2016 \\$EFX](#)
[27 Companies in the Spotlight This Week – 4/4/15](#)
[Equifax Inc. Annual Valuation – 2015 \\$EFX](#)
[14 Companies in the Spotlight This Week – 4/5/14](#)

Other
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posts about related
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[The Western Union Co Valuation – April 2018 \\$WU](#)
[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](#)