

ModernGraham Valuation

Company Name:

S&P Global Inc

Company Ticker SPGI

Date of Analysis

5/17/2018



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	\$49,724,596,372	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.05	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	178.20%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	30.46	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	7,183.53	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	1.05	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	21.28	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		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$6.49
MG Growth Estimate	15.00%
MG Value	\$249.84
MG Value based on 3% Growth	\$94.10
MG Value based on 0% Growth	\$55.16
Market Implied Growth Rate	10.98%

MG Opinion

Current Price	\$197.66
% of Intrinsic Value	79.11%
Opinion	Fairly Valued
MG Grade	C-

Stage 3: Information for Further Research

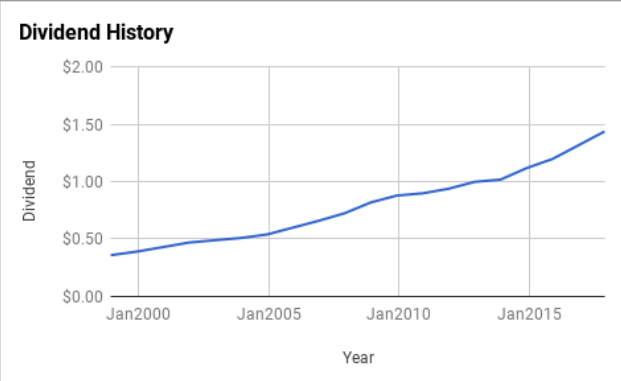
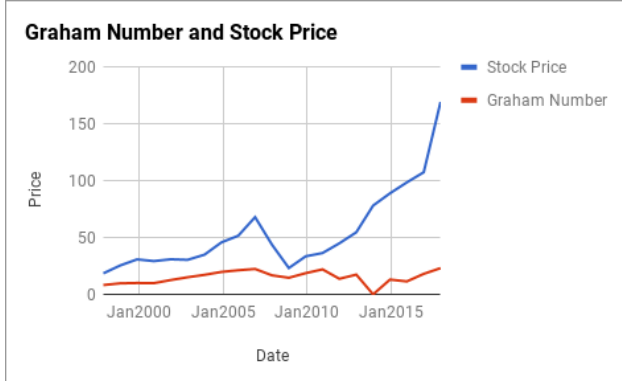
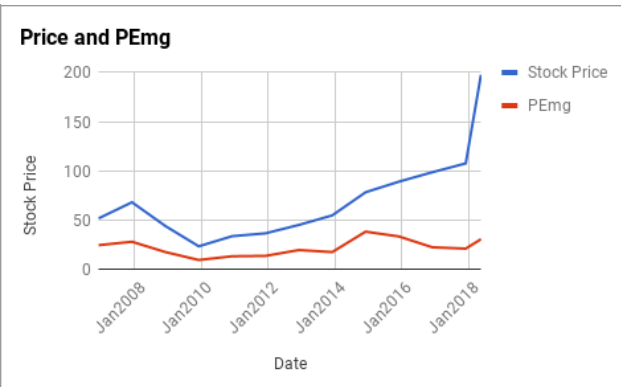
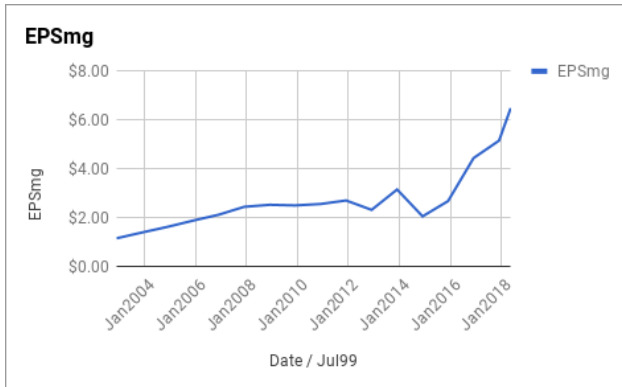
Net Current Asset Value (NCAV)	-\$20.46
Graham Number	\$23.11
PEmg	30.46
Current Ratio	1.05
PB Ratio	7,183.53
Current Dividend	\$1.64
Dividend Yield	0.83%
Number of Consecutive Years of Dividend Growth	20

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	\$8.48	Next Fiscal Year Estimate	\$6.49
Dec2017	\$5.78	Dec2017	\$5.16
Dec2016	\$7.94	Dec2016	\$4.44
Dec2015	\$4.21	Dec2015	\$2.68
Dec2014	-\$0.42	Dec2014	\$2.05
Dec2013	\$4.91	Dec2013	\$3.15
Dec2012	\$1.53	Dec2012	\$2.32
Dec2011	\$3.00	Dec2011	\$2.70
Dec2010	\$2.65	Dec2010	\$2.56
Dec2009	\$2.33	Dec2009	\$2.50
Dec2008	\$2.51	Dec2008	\$2.53
Dec2007	\$2.94	Dec2007	\$2.44
Dec2006	\$2.40	Dec2006	\$2.12
Dec2005	\$2.21	Dec2005	\$1.88
Dec2004	\$1.96	Dec2004	\$1.62
Dec2003	\$1.79	Dec2003	\$1.39
Dec2002	\$1.48	Dec2002	\$1.15
Dec2001	\$0.96	Balance Sheet Information	
Dec2000	\$1.03	3/1/2018	
Dec1999	\$1.07	Total Current Assets	\$3,284,000,000
Dec1998	\$0.83	Total Current Liabilities	\$3,135,000,000
		Long-Term Debt	\$3,170,000,000
		Total Assets	\$8,497,000,000
		Intangible Assets	\$4,435,000,000
		Total Liabilities	\$8,490,000,000
		Shares Outstanding (Diluted Average)	254,400,000





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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Other ModernGraham posts about related companies [Equifax Inc Valuation – May 2018 \\$EFX](#)
[CME Group Inc Valuation – May 2018 \\$CME](#)
[Discover Financial Services Valuation – May 2018 \\$DFS](#)
[Affiliated Managers Group Inc Valuation – May 2018 \\$AMG](#)
[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](#)