ModernGraham Valuation

Company Name:

Company Ticker DIS Date of Analysis Walt Disney Co





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	\$168,668,171,474	Pass
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	0.94	Fail
3.	Earnings Stability	Positive EPS for 10 years prior		Pass
4.	Dividend Record	Dividend Payments for 10 years prior		Pass
5.	Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	178.13%	Pass
6.	Moderate PEmg Ratio	PEmg < 20	16.44	Pass
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.21	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	0.94	Fail
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-16.51	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	No

Stage 2: Determination of Intrinsic Value

	EPSmg		\$6.89
	MG Growth Estimate		10.66%
	MG Value		\$205.58
	MG Value based on 3% Growth		\$99.97
	MG Value based on 0% Growth		\$58.60
	Market Implied Growth Rate		3.97%
MG Opinion			
	Current Price		\$113.37
	% of Intrinsic Value		55.15%
	Opinion	Undervalued	
	MG Grade	C-	

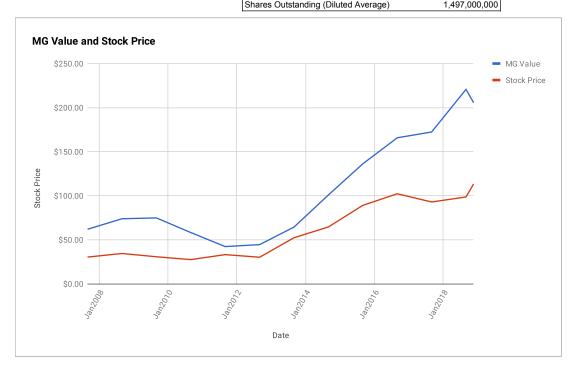
Stage 3: Information for Further Research

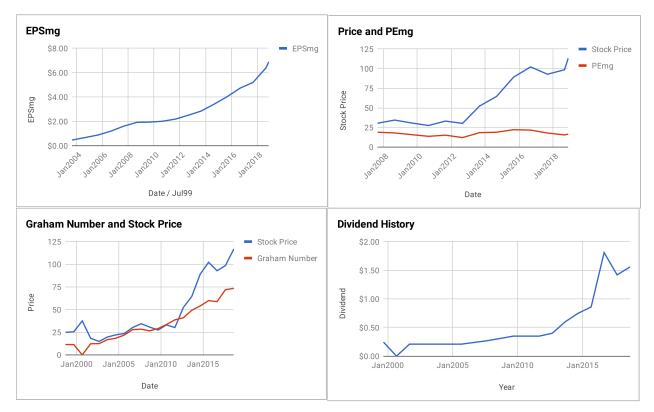
Net Current Asset Value (NCAV)	-\$19.33
Graham Number	\$73.44
PEmg	16.44
Current Ratio	0.94
PB Ratio	3.21
Current Dividend	\$1.68
Dividend Yield	1.48%
Number of Consecutive Years of Dividend Growth	2

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		Next Fiscal Year Estimate	\$6.89
Sep2018	\$8.36	Sep2018	\$6.39
Sep2017	\$5.69	Sep2017	\$5.20
Sep2016	\$5.73	Sep2016	\$4.73
Sep2015	\$4.90	Sep2015	\$4.03
Sep2014	\$4.26	Sep2014	\$3.42
Sep2013	\$3.38	Sep2013	\$2.85
Sep2012	\$3.13	Sep2012	\$2.51
Sep2011	\$2.52	Sep2011	\$2.19
Sep2010	\$2.03	Sep2010	\$2.01
Sep2009	\$1.76	Sep2009	\$1.94
Sep2008	\$2.28	Sep2008	\$1.92
Sep2007	\$2.25	Sep2007	\$1.61
Sep2006	\$1.64	Sep2006	\$1.20
Sep2005	\$1.19	Sep2005	\$0.88
Sep2004	\$1.07	Sep2004	\$0.67
Sep2003	\$0.59	Sep2003	\$0.47
Sep2002	\$0.60	Balance Sheet Information	9/1/2018
Sep2001	-\$0.02	Total Current Assets	\$16,825,000,000
Sep2000	\$0.57	Total Current Liabilities	\$17,860,000,000
Sep1999	\$0.62	Long-Term Debt	\$17,084,000,000
		Total Assets	\$98,598,000,000
		Intangible Assets	\$38,081,000,000
		Total Liabilities	\$45,766,000,000
		Shares Outstanding (Diluted Average)	1,497,000,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in DIS at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other	Walt Disney Co Valuation – February 2018 \$DIS	
ModernGraham posts about the	Walt Disney Co Valuation – March 2017 \$DIS	
company	Walt Disney Co Valuation – December 2015 Update \$DIS	
	26 Companies in the Spotlight This Week - 11/22/14	
	The Walt Disney Company Annual Valuation – 2014 \$DIS	

News Corp Valuation – June 2018 \$NWS Netflix Inc Valuation – June 2018 \$NFLX

 Other ModernGraham posts about related companies
 Tegna Inc Valuation – August 2018 \$TGNA

 E.W. Scripps Co Valuation – August 2018 \$SSP
 Cinemark Holdings Inc Valuation – August 2018 \$CNK

 Corus Entertainment Inc Valuation – July 2018 \$TSE:CJR.B
 AMC Networks Inc Valuation – July 2018 \$AMCX

 International Speedway Corp Valuation – July 2018 \$ISCA
 Cineplex Inc Valuation – July 2018 \$TSE-CGX

 Graham Holdings Co Valuation – July 2018 \$GHC
 Schuber Corus