

ModernGraham Valuation

Goldman Sachs
Group Inc



Company Name:

Company Ticker GS

Date of Analysis

11/17/2018

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

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$75,183,330.715	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
3. Dividend Record	Dividend Payments for 10 years prior		Pass
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	26.44%	Fail
5. Moderate PEmg Ratio	PEmg < 20	12.05	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.91	Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings Stability	Positive EPS for 5 years prior		Pass
2. Dividend Record	Currently Pays Dividend		Pass
3. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	16.77
MG Growth Estimate	2.81%
MG Value	\$236.89
MG Value based on 3% Growth	\$243.13
MG Value based on 0% Growth	\$142.52
Market Implied Growth Rate	1.78%

MG Opinion

Current Price	\$202.12
% of Intrinsic Value	85.32%
Opinion	Fairly Valued
MG Grade	B

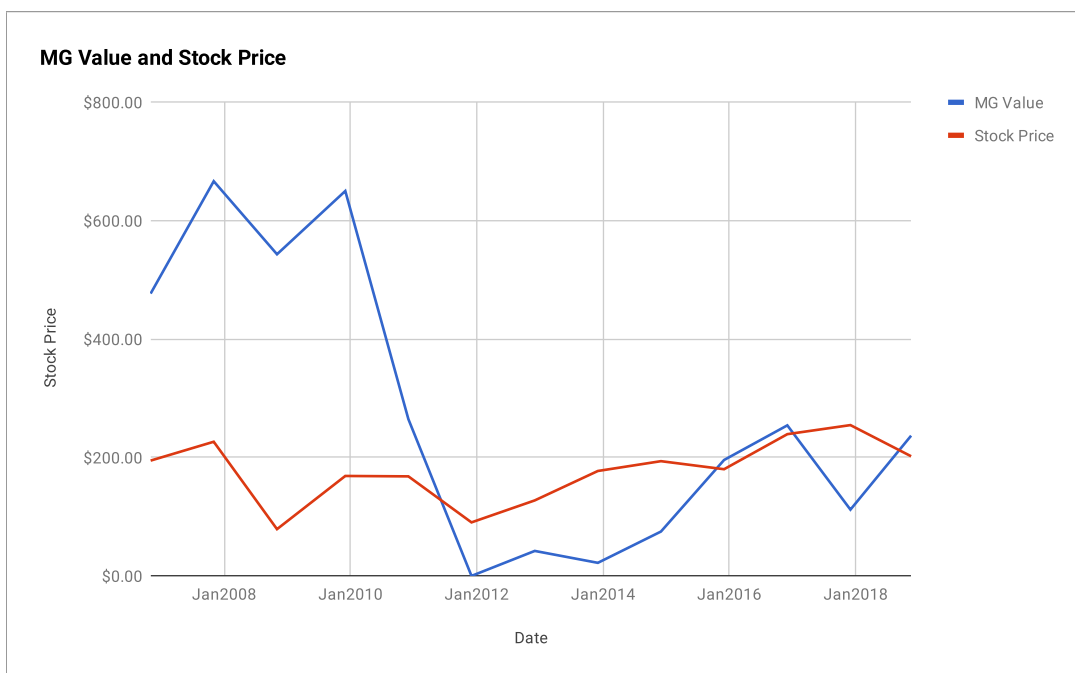
Stage 3: Information for Further Research

Graham Number	\$325.35
PEmg	12.05
PB Ratio	0.91
Dividend Yield	1.43%
Number of Consecutive Years of Dividend Growth	6

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	\$25.05	Next Fiscal Year Estimate	\$16.77
Dec2017	\$9.01	Dec2017	\$13.08
Dec2016	\$16.29	Dec2016	\$15.08
Dec2015	\$12.14	Dec2015	\$13.88
Dec2014	\$17.07	Dec2014	\$14.12
Dec2013	\$15.46	Dec2013	\$13.06
Dec2012	\$14.13	Dec2012	\$11.80
Dec2011	\$4.51	Dec2011	\$11.69
Dec2010	\$13.18	Dec2010	\$15.80
Dec2009	\$22.13	Dec2009	\$16.89
Nov2008	\$4.47	Nov2008	\$14.11
Nov2007	\$24.73	Nov2007	\$17.32
Nov2006	\$19.69	Nov2006	\$12.39
Nov2005	\$11.21	Nov2005	\$8.11
Nov2004	\$8.92	Nov2004	\$6.31
Nov2003	\$5.87	Nov2003	\$5.05
Nov2002	\$4.03	Nov2002	\$4.42
Nov2001	\$4.26		
Nov2000	\$6.00		
Nov1999	\$5.57		
Dec1998	\$0.00		
		Balance Sheet Information	9/1/2018
		Long-Term Debt & Capital Lease Obligation	\$255,886,000,000
		Total Assets	\$957,190,000,000
		Intangible Assets	\$4,101,000,000
		Total Liabilities	\$870,428,000,000
		Shares Outstanding (Diluted Average)	390,500,000





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 ModernGraham posts about the company**
- [Goldman Sachs Group Inc Valuation – February 2018 \\$GS](#)
 - [Goldman Sachs Group Inc Valuation – June 2016 \\$GS](#)
 - [10 Low PE Stocks for the Enterprising Investor – June 2016](#)
 - [Stocks Trading Below Their Graham Number – May 2016](#)
 - [Stocks Trading Below Their Graham Number – March 2016](#)

- Other ModernGraham posts about related companies**
- [KKR & Co Inc Valuation – September 2018 \\$KKR](#)
 - [CorVel Corp Valuation – August 2018 \\$CRVL](#)
 - [Jones Lang LaSalle Inc Valuation – August 2018 \\$JLL](#)
 - [Investment Technology Group Inc Valuation – July 2018 \\$ITG](#)
 - [Stifel Financial Corp Valuation – July 2018 \\$SFI](#)
 - [CI Financial Corp Valuation – July 2018 \\$TSE:CIX](#)
 - [INTL FCStone Inc Valuation – July 2018 \\$INTL](#)
 - [SEI Investments Co Valuation – July 2018 \\$SEIC](#)
 - [Canadian General Investments Ltd Valuation – July 2018 \\$TSE-CGI](#)
 - [SLM Corp Valuation – July 2018 \\$SLM](#)