

ModernGraham Valuation

Company Name:

Citrix Systems, Inc.

Company Ticker CTXS

Date of Analysis

1/1/2019



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	\$13,807,714,396	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.83	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	75.69%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	41.47	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	19.57	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	0.83	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-1.41	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	\$2.47
MG Growth Estimate	6.95%
MG Value	\$55.32
MG Value based on 3% Growth	\$35.82
MG Value based on 0% Growth	\$21.00
Market Implied Growth Rate	16.49%

MG Opinion

Current Price	\$102.46
% of Intrinsic Value	185.20%
Opinion	Overvalued
MG Grade	D

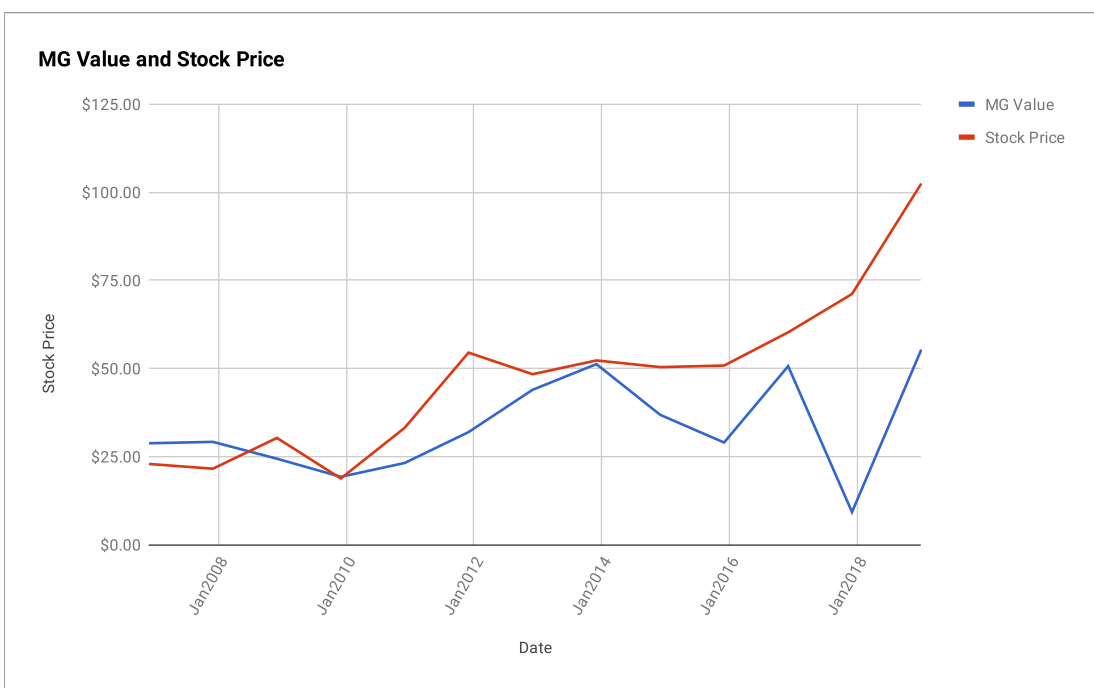
Stage 3: Information for Further Research

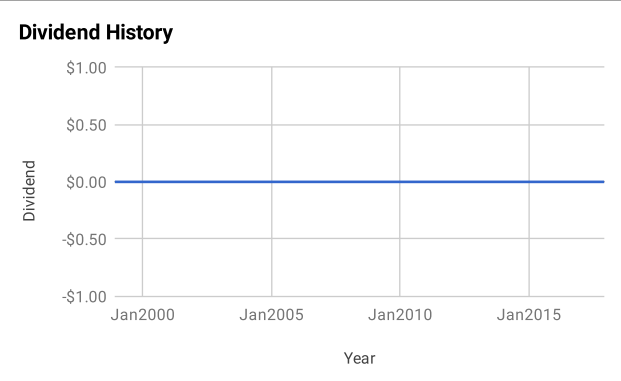
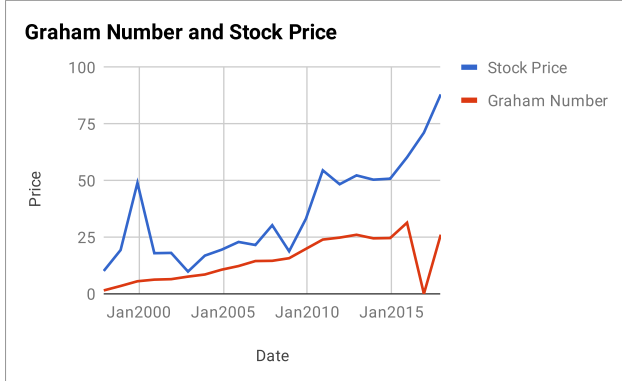
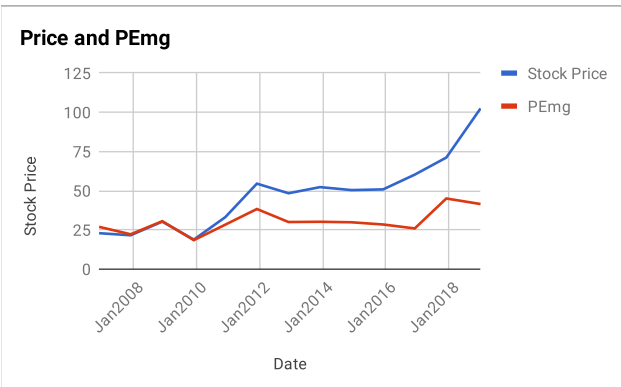
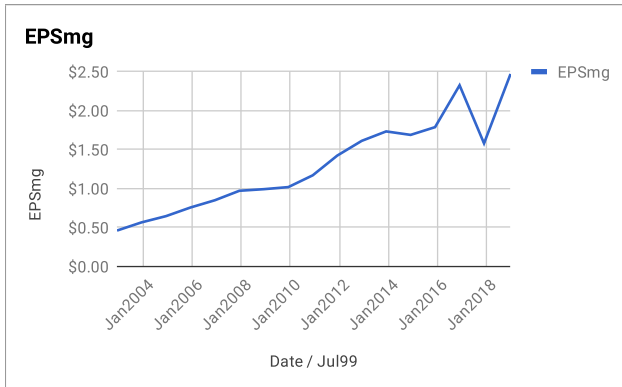
Net Current Asset Value (NCAV)	-\$14.68
Graham Number	\$26.09
PEmg	41.47
Current Ratio	0.83
PB Ratio	19.57
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$4.38	Next Fiscal Year Estimate	\$2.47
Dec2017	-\$0.13	Dec2017	\$1.58
Dec2016	\$3.41	Dec2016	\$2.33
Dec2015	\$1.99	Dec2015	\$1.79
Dec2014	\$1.47	Dec2014	\$1.69
Dec2013	\$1.80	Dec2013	\$1.73
Dec2012	\$1.86	Dec2012	\$1.61
Dec2011	\$1.87	Dec2011	\$1.42
Dec2010	\$1.46	Dec2010	\$1.17
Dec2009	\$1.03	Dec2009	\$1.02
Dec2008	\$0.96	Dec2008	\$0.99
Dec2007	\$1.14	Dec2007	\$0.97
Dec2006	\$0.97	Dec2006	\$0.85
Dec2005	\$0.93	Dec2005	\$0.76
Dec2004	\$0.75	Dec2004	\$0.65
Dec2003	\$0.70	Dec2003	\$0.57
Dec2002	\$0.53	Dec2002	\$0.46
Dec2001	\$0.54	Balance Sheet Information 9/1/2018	
Dec2000	\$0.47	Total Current Assets	\$2,497,961,000
Dec1999	\$0.31	Total Current Liabilities	\$3,023,161,000
Dec1998	\$0.08	Long-Term Debt	\$741,551,000
		Total Assets	\$5,436,527,000
		Intangible Assets	\$1,789,561,000
		Total Liabilities	\$4,664,021,000
		Shares Outstanding (Diluted Average)	147,568,000





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

- [Citrix Systems Inc Valuation – February 2018 \\$CTXS](#)
- [Citrix Systems Inc Valuation – May 2016 \\$CTXS](#)
- [Citrix Systems Inc. Annual Valuation – 2015 \\$CTXS](#)

Other ModernGraham posts about related companies

- [Microsoft Corporation Valuation – November 2018 \\$MSFT](#)
- [Cisco Systems Inc Valuation – November 2018 \\$CSCO](#)
- [Kinaxis Inc Valuation – August 2018 \\$TSE:KXS](#)
- [CSG Systems International Inc Valuation – August 2018 \\$CSGS](#)
- [SPS Commerce Inc Valuation – August 2018 \\$SPSC](#)
- [Synchronoss Technologies Inc Valuation – August 2018 \\$SNCR](#)
- [ACI Worldwide Inc Valuation – July 2018 \\$ACIW](#)
- [Akamai Technologies Inc Valuation – May 2018 \\$AKAM](#)
- [Symantec Corp Valuation – April 2018 \\$SYMC](#)
- [Intuit Inc Valuation – April 2018 \\$INTU](#)