

# ModernGraham Valuation



J B Hunt Transport  
Services Inc

Company Name:

Company Ticker JBHT

Date of Analysis

2/27/2019

## 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	\$11,650,296,393	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.11	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	159.27%	Pass
6. Moderate PEmg Ratio	PEmg < 20	21.25	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	5.61	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	1.11	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.96	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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$5.04
MG Growth Estimate	9.22%
<b>MG Value</b>	<b>\$135.88</b>
MG Value based on 3% Growth	\$73.12
MG Value based on 0% Growth	\$42.86
Market Implied Growth Rate	6.37%

### MG Opinion

Current Price	\$107.14
% of Intrinsic Value	78.85%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>D</b>

## Stage 3: Information for Further Research

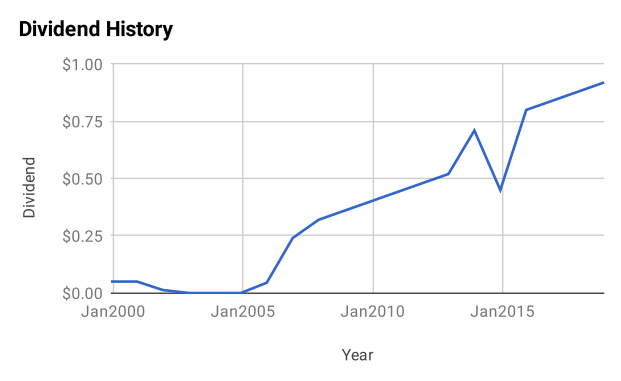
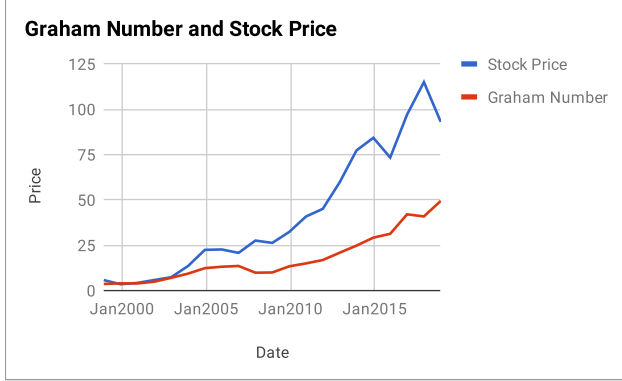
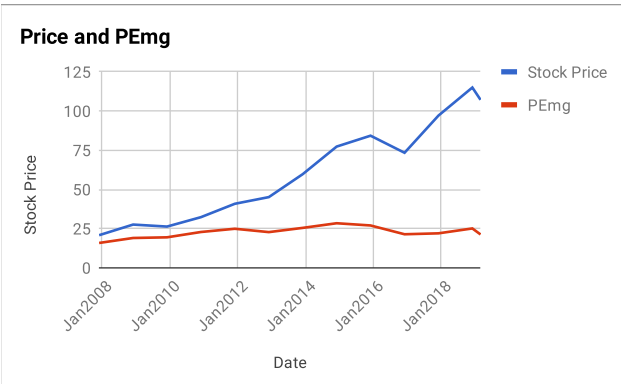
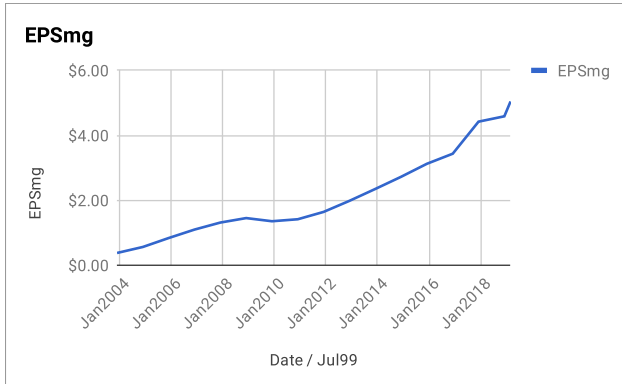
Net Current Asset Value (NCAV)	-\$13.53
Graham Number	\$49.44
PEmg	21.25
Current Ratio	1.11
PB Ratio	5.61
Current Dividend	\$0.96
Dividend Yield	0.90%
Number of Consecutive Years of Dividend Growth	5

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$5.62	Next Fiscal Year Estimate	\$5.04
Dec2018	\$4.43	Dec2018	\$4.59
Dec2017	\$6.18	Dec2017	\$4.42
Dec2016	\$3.81	Dec2016	\$3.43
Dec2015	\$3.66	Dec2015	\$3.12
Dec2014	\$3.16	Dec2014	\$2.72
Dec2013	\$2.87	Dec2013	\$2.35
Dec2012	\$2.59	Dec2012	\$1.98
Dec2011	\$2.11	Dec2011	\$1.64
Dec2010	\$1.56	Dec2010	\$1.41
Dec2009	\$1.05	Dec2009	\$1.35
Dec2008	\$1.56	Dec2008	\$1.45
Dec2007	\$1.55	Dec2007	\$1.31
Dec2006	\$1.44	Dec2006	\$1.10
Dec2005	\$1.28	Dec2005	\$0.84
Dec2004	\$0.88	Dec2004	\$0.56
Dec2003	\$0.58	Dec2003	\$0.38
Dec2002	\$0.33	<b>Balance Sheet Information 12/1/2018</b>	
Dec2001	\$0.23	Total Current Assets	\$1,502,981,000
Dec2000	\$0.26	Total Current Liabilities	\$1,352,348,000
Dec1999	\$0.23	Long-Term Debt	\$898,398,000
		Total Assets	\$5,091,647,000
		Intangible Assets	\$105,187,000
		Total Liabilities	\$2,990,263,000
		Shares Outstanding (Diluted Average)	109,939,000





**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** [JB Hunt Transport Services Inc Valuation – May 2018 \\$JBHT](#)  
[JB Hunt Transport Services Inc Valuation – Initial Coverage \\$JBHT](#)

**Other ModernGraham posts about related companies** [C.H. Robinson Worldwide Inc Valuation – February 2019 \\$CHRW](#)  
[FedEx Corporation Valuation – January 2019 \\$FDX](#)  
[Expeditors International of Washington Inc Valuation – January 2019 \\$EXPD](#)  
[Kirby Corp Valuation – September 2018 \\$KEX](#)  
[Knight-Swift Transportation Holdings Inc Valuation – August 2018 \\$KNX](#)  
[Saia Inc Valuation – July 2018 \\$SAIA](#)  
[Ryder System Inc Valuation – June 2018 \\$R](#)  
[United Parcel Service Inc Valuation – May 2018 \\$UPS](#)  
[JB Hunt Transport Services Inc Valuation – May 2018 \\$JBHT](#)  
[C.H. Robinson Worldwide Inc Valuation – April 2018 \\$CHRW](#)