

ModernGraham Valuation

Company Name:

Tiffany & Co.

Company Ticker

TIF

Date of Analysis

2/8/2019



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	\$10,741,563,974	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	5.86	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	33.17%	Fail
5. Earnings Growth	PEmg < 20	23.33	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.59	Fail
7. Moderate Price to Assets			

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	5.86	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.29	Pass
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	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.78
MG Growth Estimate	4.44%
MG Value	\$65.64
MG Value based on 3% Growth	\$54.76
MG Value based on 0% Growth	\$32.10
Market Implied Growth Rate	7.42%

MG Opinion

Current Price	\$88.12
% of Intrinsic Value	134.24%
Opinion	Overvalued
MG Grade	C+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$12.43
Graham Number	\$52.13
PEmg	23.33
Current Ratio	5.86
PB Ratio	3.59
Current Dividend	\$1.95
Dividend Yield	2.21%
Number of Consecutive Years of Dividend Growth	15

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	
Jan2018	\$4.65	Jan2018	\$3.78
Jan2017	\$2.96	Jan2017	\$3.24
Jan2016	\$3.55	Jan2016	\$3.29
Jan2015	\$3.59	Jan2015	\$3.13
Jan2014	\$3.73	Jan2014	\$2.91
Jan2013	\$1.41	Jan2013	\$2.54
Jan2012	\$3.25	Jan2012	\$2.96
Jan2011	\$3.40	Jan2011	\$2.71
Jan2010	\$2.87	Jan2010	\$2.30
Jan2009	\$2.11	Jan2009	\$1.99
Jan2008	\$1.74	Jan2008	\$1.93
Jan2007	\$2.34	Jan2007	\$1.98
Jan2006	\$1.80	Jan2006	\$1.76
Jan2005	\$1.75	Jan2006	\$1.67
Jan2005	\$2.05	Jan2005	\$1.56
Jan2004	\$1.45	Jan2004	\$1.29
Jan2003	\$1.28	Jan2003	\$1.16
Jan2002	\$1.15	Balance Sheet Information	
Jan2001	\$1.26	10/1/2018	
Jan2000	\$0.97	Total Current Assets	\$3,608,500,000
Jan1999	\$0.63	Total Current Liabilities	\$615,500,000
		Long-Term Debt	\$880,000,000
		Total Assets	\$5,100,700,000
		Intangible Assets	\$0
		Total Liabilities	\$2,078,300,000
		Shares Outstanding (Diluted Average)	123,100,000





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

[Tiffany & Co. Valuation – April 2018 \\$TIF](#)
[Tiffany & Co Valuation – August 2016 \\$TIF](#)
[Tiffany & Company Valuation – February 2016 Update \\$TIF](#)
[Tiffany and Company Valuation – October 2015 Update \\$TIF](#)
[Tiffany & Company Analysis – July 2015 Update \\$TIF](#)

Other
ModernGraham
posts about related
companies

[Best Buy Co Inc Valuation – February 2019 \\$BBY](#)
[Macy's Inc Valuation – January 2019 \\$M](#)
[Ross Stores Inc Valuation – January 2019 \\$ROST](#)
[Walgreens Boots Alliance Inc Valuation – December 2018 \\$WBA](#)
[Nordstrom Inc Valuation – December 2018 \\$JWN](#)
[Walmart Inc Valuation – November 2018 \\$WMT](#)
[Canadian Tire Corp Ltd Valuation – August 2018 \\$TSE:CTC.A](#)
[McKesson Corp Valuation – June 2018 \\$MCK](#)
[Big 5 Sporting Goods Corp Valuation – June 2018 \\$BGFV](#)
[Amazon.com Inc Valuation – June 2018 \\$AMZN](#)