

# ModernGraham Valuation

Company Name:

Entergy Corporation

Company Ticker ETR

Date of Analysis

3/28/2019



## 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	\$18,067,984,316	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.54	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-35.85%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	32.23	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.99	Pass

*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	0.54	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-6.24	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago Score		Fail

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.94
MG Growth Estimate	-0.27%
<b>MG Value</b>	<b>\$23.41</b>
MG Value based on 3% Growth	\$42.68
MG Value based on 0% Growth	\$25.02
Market Implied Growth Rate	11.86%

### MG Opinion

Current Price	\$94.86
% of Intrinsic Value	405.24%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

## Stage 3: Information for Further Research

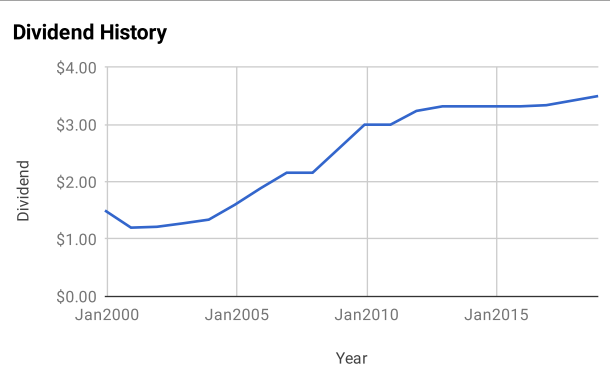
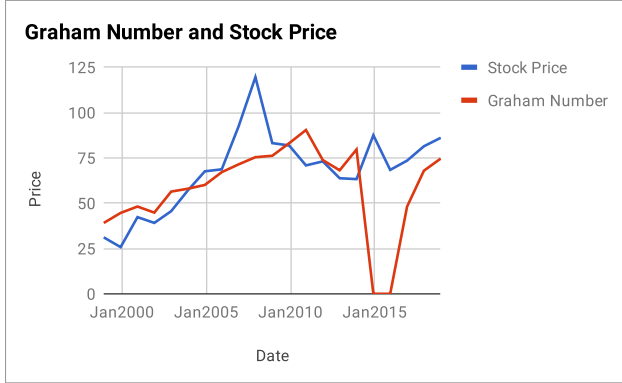
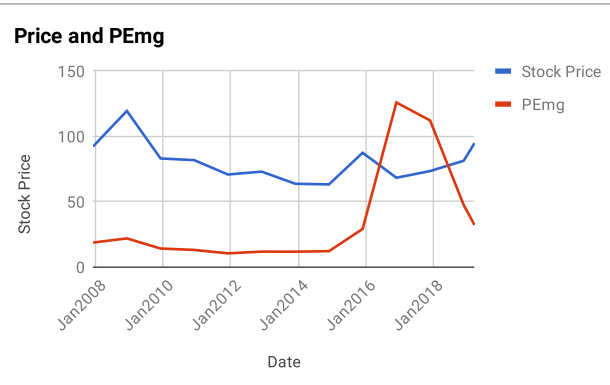
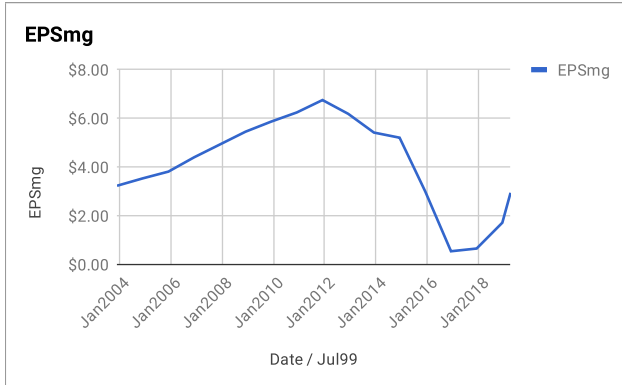
Net Current Asset Value (NCAV)	-\$196.69
Graham Number	\$74.62
PEmg	32.23
Current Ratio	0.54
PB Ratio	1.99
Current Dividend	\$3.58
Dividend Yield	3.77%
Number of Consecutive Years of Dividend Growth	4

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<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		Next Fiscal Year Estimate	\$2.94
Dec2018	\$5.26	Dec2018	\$1.72
Dec2017	\$4.63	Dec2017	\$0.65
Dec2016	\$2.28	Dec2016	\$0.54
Dec2015	-\$3.26	Dec2015	\$3.00
Dec2014	-\$0.99	Dec2014	\$5.21
Dec2013	\$5.22	Dec2013	\$5.42
Dec2012	\$3.99	Dec2012	\$6.19
Dec2011	\$4.76	Dec2011	\$6.75
Dec2010	\$7.55	Dec2010	\$6.24
Dec2009	\$6.66	Dec2009	\$5.87
Dec2008	\$6.30	Dec2008	\$5.45
Dec2007	\$6.20	Dec2007	\$4.93
Dec2006	\$5.60	Dec2006	\$4.40
Dec2005	\$5.36	Dec2005	\$3.81
Dec2004	\$4.19	Dec2004	\$3.54
Dec2003	\$3.93	Dec2003	\$3.23
Dec2002	\$4.01	<b>Balance Sheet Information 12/1/2018</b>	
Dec2001	\$2.64	Total Current Assets	\$2,958,064,000
Dec2000	\$3.23	Total Current Liabilities	\$5,443,544,000
Dec2000	\$2.97	Long-Term Debt	\$15,518,303,000
Dec1999	\$2.25	Total Assets	\$48,275,066,000
		Intangible Assets	\$377,172,000
		Total Liabilities	\$39,430,761,000
		Shares Outstanding (Diluted Average)	185,437,000





**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**

[Entergy Corp Valuation – June 2018 \\$ETR](#)  
[Entergy Corp Valuation – April 2017 \\$ETR](#)  
[Entergy Corp Valuation – January 2016 Update \\$ETR](#)  
[5 Speculative and Overvalued Companies to Avoid – December 2014](#)  
[32 Companies in the Spotlight This Week – 12/6/14](#)

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[NiSource Inc Valuation – March 2019 #NI](#)  
[American Electric Power Company Inc Valuation – March 2019 #AEP](#)  
[American Water Works Co Inc Valuation – March 2019 #AWK](#)  
[Alliant Energy Corp Valuation – March 2019 #LNT](#)  
[Consolidated Edison Inc Valuation – March 2019 #ED](#)  
[Duke Energy Corp Valuation – March 2019 #DUK](#)  
[Semptra Energy Valuation – March 2019 #SRE](#)  
[Ameren Corp Valuation – March 2019 #AEE](#)  
[NextEra Energy Inc Valuation – February 2019 \\$NEE](#)