

ModernGraham Valuation

MONDELEZ
INTERNATIONAL
INC Common Stock



Company Name:

Company Ticker MDLZ

Date of Analysis

3/27/2019

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	\$71,479,143,112	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.45	Fail
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	7.34%	Fail
5. Earnings Growth	PEmg < 20	22.20	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.83	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	0.45	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-1.37	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		Fail
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.23
MG Growth Estimate	-2.26%
MG Value	\$8.89
MG Value based on 3% Growth	\$32.33
MG Value based on 0% Growth	\$18.95
Market Implied Growth Rate	6.85%

MG Opinion

Current Price	\$49.50
% of Intrinsic Value	556.80%
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

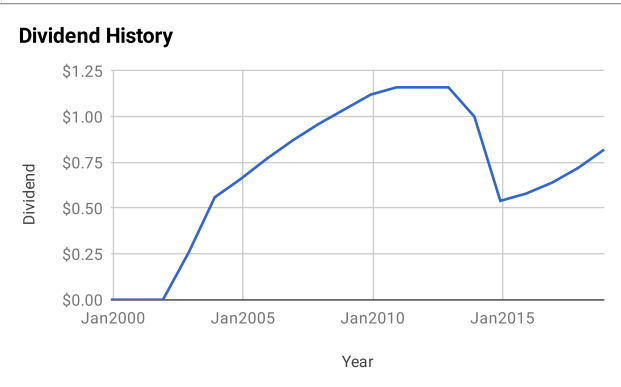
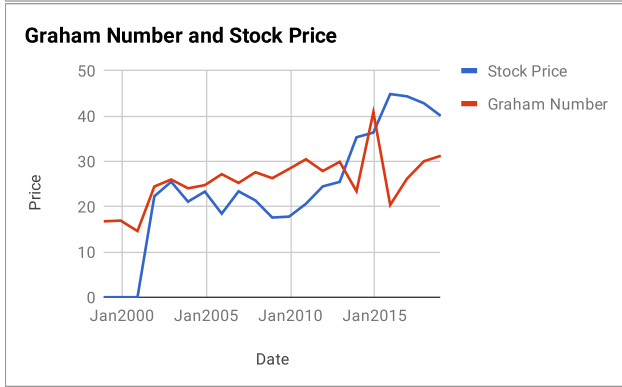
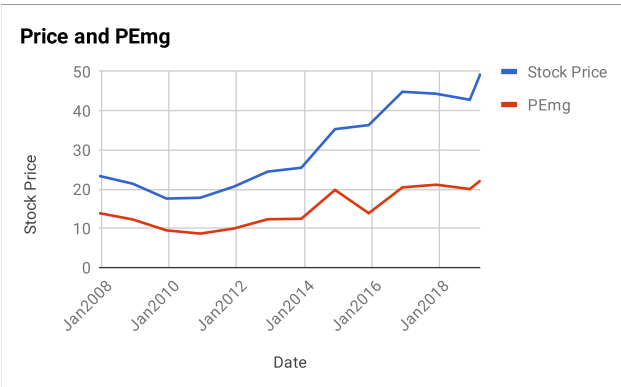
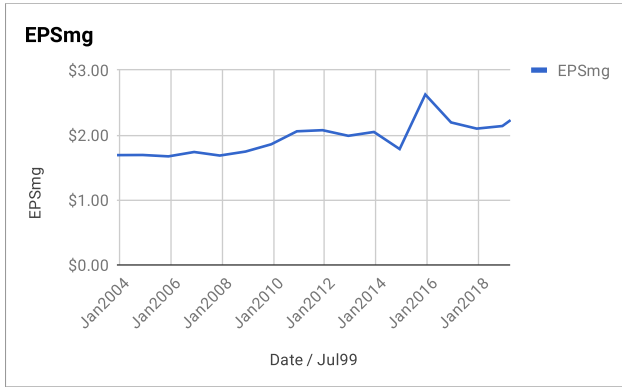
Net Current Asset Value (NCAV)	-\$19.99
Graham Number	\$31.21
PEmg	22.20
Current Ratio	0.45
PB Ratio	2.83
Current Dividend	\$0.96
Dividend Yield	1.94%
Number of Consecutive Years of Dividend Growth	5

Useful Links:

[ModernGraham tagged articles](#) [Morningstar](#)
[Google Finance](#) [MSN Money](#)
[Yahoo Finance](#) [Seeking Alpha](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.45	Next Fiscal Year Estimate	\$2.23
Dec2018	\$2.28	Dec2018	\$2.14
Dec2017	\$1.85	Dec2017	\$2.10
Dec2016	\$1.04	Dec2016	\$2.19
Dec2015	\$4.44	Dec2015	\$2.62
Dec2014	\$1.28	Dec2014	\$1.78
Dec2013	\$2.19	Dec2013	\$2.05
Dec2012	\$1.73	Dec2012	\$1.99
Dec2011	\$2.01	Dec2011	\$2.07
Dec2010	\$2.39	Dec2010	\$2.06
Dec2009	\$2.03	Dec2009	\$1.86
Dec2008	\$1.90	Dec2008	\$1.75
Dec2007	\$1.62	Dec2007	\$1.68
Dec2006	\$1.85	Dec2006	\$1.74
Dec2005	\$1.55	Dec2005	\$1.67
Dec2004	\$1.55	Dec2004	\$1.69
Dec2003	\$2.01	Dec2003	\$1.69
Dec2002	\$1.96	Balance Sheet Information	
Dec2001	\$1.17	12/1/2018	
Dec2000	\$1.38	Total Current Assets	\$7,604,000,000
Dec1999	\$1.20	Total Current Liabilities	\$16,737,000,000
		Long-Term Debt	\$12,532,000,000
		Total Assets	\$62,729,000,000
		Intangible Assets	\$38,727,000,000
		Total Liabilities	\$37,016,000,000
		Shares Outstanding (Diluted Average)	1,471,000,000





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**
- [Mondelez International Inc Valuation – June 2018 \\$MDLZ](#)
 - [Mondelez International Inc Valuation – March 2017 \\$MDLZ](#)
 - [Mondelez International Inc Valuation – August 2016 \\$MDLZ](#)
 - [5 Speculative and Overvalued Companies to Avoid – July 2015](#)
 - [Mondelez International Inc. Analysis – 2015 Update \\$MDLZ](#)

- Other ModernGraham posts about related companies**
- [JM Smucker Co Valuation – March 2019 #SJM](#)
 - [Lamb Weston Holdings Inc Valuation – March 2019 #LW](#)
 - [Kraft Heinz Co Valuation – March 2019 #KHC](#)
 - [Sysco Corp Valuation – March 2019 \\$SY](#)
 - [General Mills Inc Valuation – February 2019 \\$GIS](#)
 - [McCormick & Co Valuation – February 2019 \\$MKC](#)
 - [Archer-Daniels Midland Co Valuation – February 2019 \\$ADM](#)
 - [Conagra Brands Inc Valuation – February 2019 \\$CAG](#)
 - [Monster Beverage Corp Valuation – February 2019 \\$MNST](#)
 - [Campbell Soup Co Valuation – January 2019 \\$CPB](#)