

# ModernGraham Valuation

Company Name:

Boeing Co

Company Ticker BA

Date of Analysis

4/5/2019



## 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	\$221,333,395,645	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.08	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	236.24%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	25.79	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	552.14	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	1.08	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.71	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		Pass
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$15.20
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$585.33</b>
MG Value based on 3% Growth	\$220.45
MG Value based on 0% Growth	\$129.23
Market Implied Growth Rate	8.64%

### MG Opinion

Current Price	\$392.06
% of Intrinsic Value	66.98%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>D+</b>

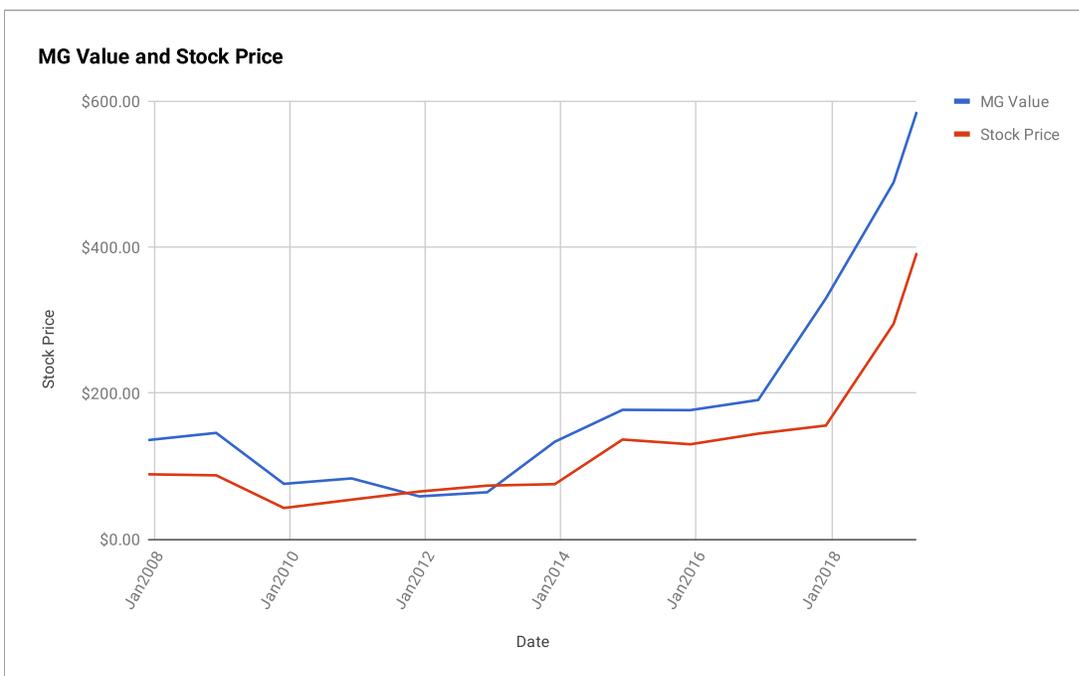
## Stage 3: Information for Further Research

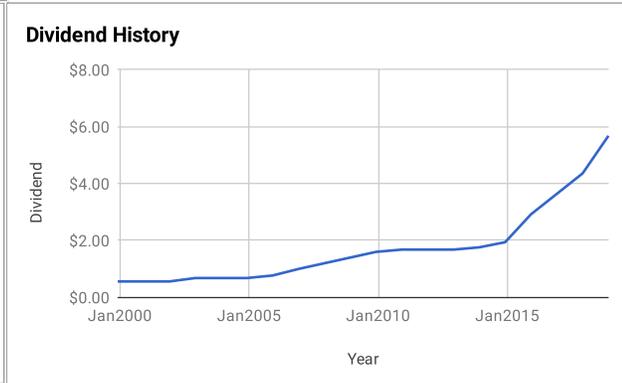
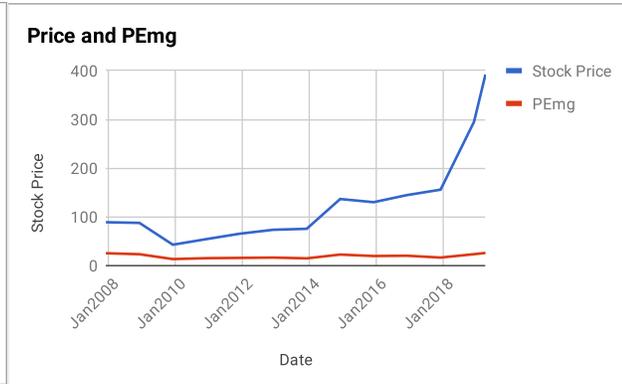
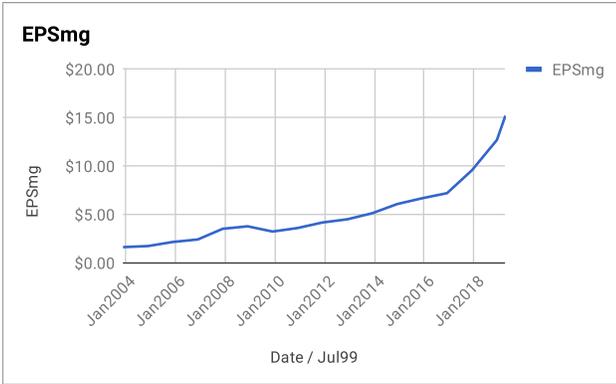
Net Current Asset Value (NCAV)	-\$50.43
Graham Number	\$15.72
PEmg	25.79
Current Ratio	1.08
PB Ratio	552.14
Current Dividend	\$6.84
Dividend Yield	1.74%
Number of Consecutive Years of Dividend Growth	7

### 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	\$18.40	Next Fiscal Year Estimate	\$15.20
Dec2018	\$17.85	Dec2018	\$12.69
Dec2017	\$13.85	Dec2017	\$9.57
Dec2016	\$7.83	Dec2016	\$7.21
Dec2015	\$7.44	Dec2015	\$6.68
Dec2014	\$7.38	Dec2014	\$6.08
Dec2013	\$5.96	Dec2013	\$5.13
Dec2012	\$5.11	Dec2012	\$4.51
Dec2011	\$5.34	Dec2011	\$4.18
Dec2010	\$4.45	Dec2010	\$3.60
Dec2009	\$1.84	Dec2009	\$3.24
Dec2008	\$3.67	Dec2008	\$3.78
Dec2007	\$5.28	Dec2007	\$3.53
Dec2006	\$2.85	Dec2006	\$2.42
Dec2005	\$3.20	Dec2005	\$2.17
Dec2004	\$2.30	Dec2004	\$1.74
Dec2003	\$0.89	Dec2003	\$1.63
Dec2002	\$0.61	<b>Balance Sheet Information 12/1/2018</b>	
Dec2001	\$3.41	Total Current Assets	\$87,830,000,000
Dec2000	\$2.44	Total Current Liabilities	\$81,590,000,000
Dec1999	\$2.49	Long-Term Debt	\$10,657,000,000
		Total Assets	\$117,359,000,000
		Intangible Assets	\$11,269,000,000
		Total Liabilities	\$116,949,000,000
		Shares Outstanding (Diluted Average)	577,400,000





**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**

- [Boeing Co Valuation – November 2018 \\$BA](#)
- [Boeing Co. Valuation – February 2018 \\$BA](#)
- [5 Undervalued Dow Components to Research – March 2017](#)
- [5 Undervalued Dow Components to Research – February 2017](#)
- [5 Undervalued Dow Components to Research – December 2016](#)

**Other ModernGraham posts about related companies**

- [Boeing Co. Valuation – February 2018 \\$BA](#)
- [AAR Corp Valuation – Initial Coverage \\$AIR](#)
- [TransDigm Group Inc Valuation – Initial Coverage \\$TDG](#)
- [Textron Inc Valuation – June 2016 \\$TXT](#)
- [Boeing Company Valuation – June 2016 \\$BA](#)
- [Textron Inc Valuation – December 2015 Update \\$TXT](#)
- [Boeing Company Valuation – November 2015 Update \\$BA](#)
- [Textron Inc. Analysis – August 2015 Update \\$TXT](#)
- [Boeing Company Analysis – August 2015 Update \\$BA](#)
- [Textron Inc. Quarterly Valuation – May 2015 \\$TXT](#)