

ModernGraham Valuation

Broadridge Financial
Solutions, Inc.



Company Name:

Company Ticker BR

Date of Analysis

4/2/2019

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	\$12,145,347,942	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.02	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	185.25%	Pass
6. Moderate PEmg Ratio	PEmg < 20	31.08	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	11.13	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	1.02	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	78.56	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.37
MG Growth Estimate	11.73%
MG Value	\$107.83
MG Value based on 3% Growth	\$48.93
MG Value based on 0% Growth	\$28.68
Market Implied Growth Rate	11.29%

MG Opinion

Current Price	\$104.87
% of Intrinsic Value	97.25%
Opinion	Fairly Valued
MG Grade	D

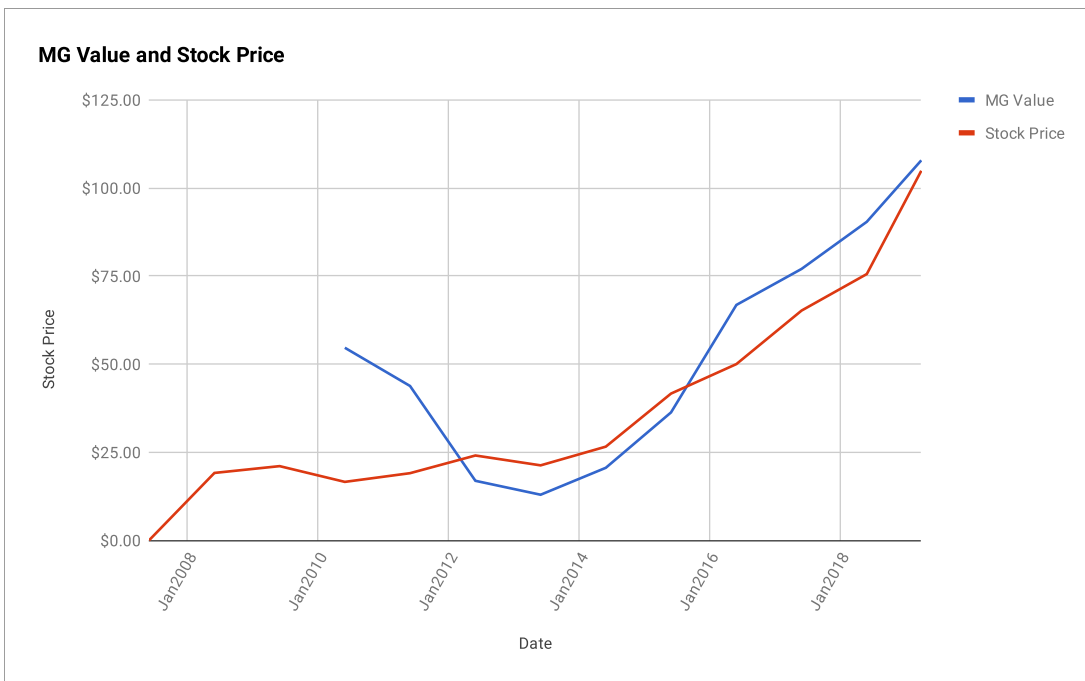
Stage 3: Information for Further Research

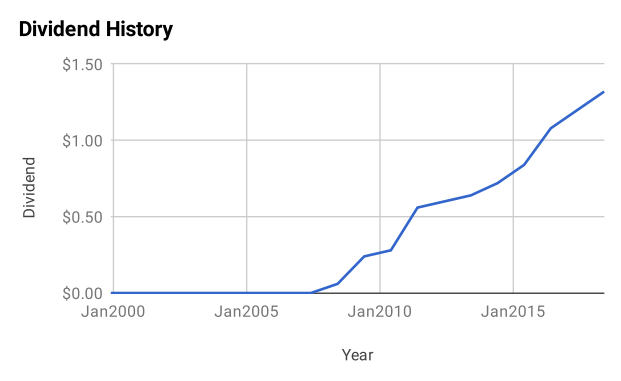
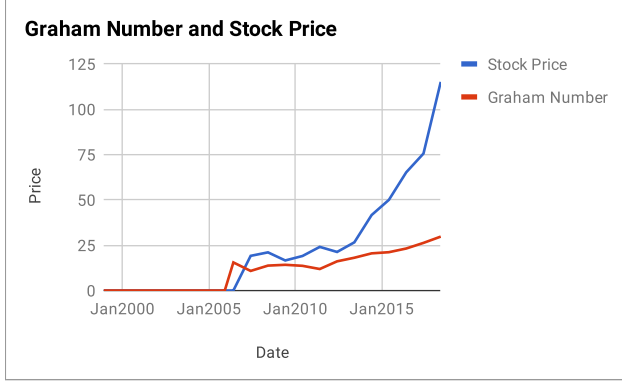
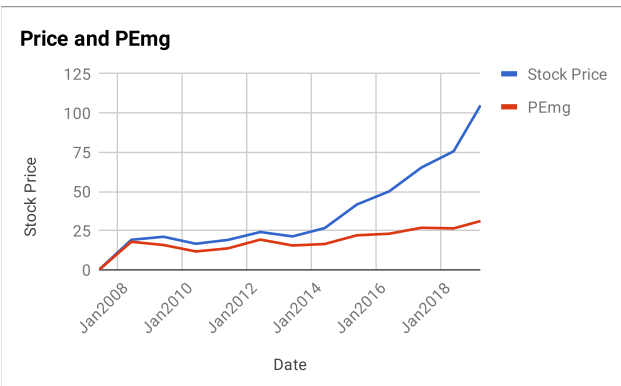
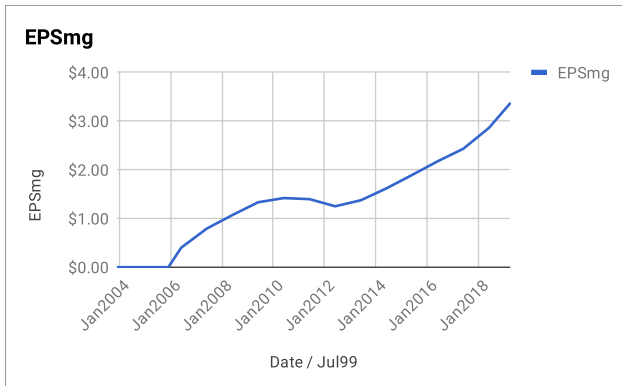
Net Current Asset Value (NCAV)	-\$10.65
Graham Number	\$29.75
PEmg	31.08
Current Ratio	1.02
PB Ratio	11.13
Current Dividend	\$1.46
Dividend Yield	1.39%
Number of Consecutive Years of Dividend Growth	12

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$4.18	Next Fiscal Year Estimate	\$3.37
Jun2018	\$3.56	Jun2018	\$2.86
Jun2017	\$2.70	Jun2017	\$2.43
Jun2016	\$2.53	Jun2016	\$2.18
Jun2015	\$2.32	Jun2015	\$1.89
Jun2014	\$2.12	Jun2014	\$1.62
Jun2013	\$1.69	Jun2013	\$1.37
Jun2012	\$0.97	Jun2012	\$1.25
Jun2011	\$1.32	Jun2011	\$1.40
Jun2010	\$1.37	Jun2010	\$1.42
Jun2009	\$1.58	Jun2009	\$1.33
Jun2008	\$1.36	Jun2008	\$1.07
Jun2007	\$1.42	Jun2007	\$0.79
Jun2006	\$1.20	Jun2006	\$0.40
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Balance Sheet Information 12/1/2018	
Dec2001	\$0.00	Total Current Assets	\$966,400,000
Dec2000	\$0.00	Total Current Liabilities	\$951,200,000
Dec1999	\$0.00	Long-Term Debt	\$1,194,100,000
		Total Assets	\$3,357,600,000
		Intangible Assets	\$1,699,700,000
		Total Liabilities	\$2,235,000,000
		Shares Outstanding (Diluted Average)	119,100,000





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 #N/A

- Other ModernGraham posts about related companies
- [T.Rowe Price Group Inc Valuation – March 2019 #TROW](#)
 - [Moody's Corp Valuation – March 2019 #MCO](#)
 - [Charles Schwab Corp Valuation – March 2019 #SCHW](#)
 - [Willis Towers Watson PLC Valuation – March 2019 #WLTW](#)
 - [Paypal Holdings Inc Valuation – March 2019 #PYPL](#)
 - [Synchrony Financial Valuation – March 2019 #SYF](#)
 - [CBRE Group Inc Valuation – March 2019 #CBRE](#)
 - [Franklin Resources Inc Valuation – March 2019 #BEN](#)
 - [S&P Global Inc Valuation – March 2019 #SPGI](#)
 - [Equifax Inc Valuation – March 2019 #EFX](#)