

# ModernGraham Valuation

Company Name:

DowDuPont Inc

Company Ticker DWDP

Date of Analysis

4/6/2019



## 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	\$85,135,304,027	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.01	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		
5. Earnings Growth		-8.50%	Fail
6. Moderate PEmg Ratio	PEmg < 20	18.84	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.90	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	2.01	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.51	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

<b>Defensive</b>	<b>Yes</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.01
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	\$29.16
MG Value based on 0% Growth	\$17.10
Market Implied Growth Rate	5.17%

### MG Opinion

Current Price	\$37.90
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>B-</b>

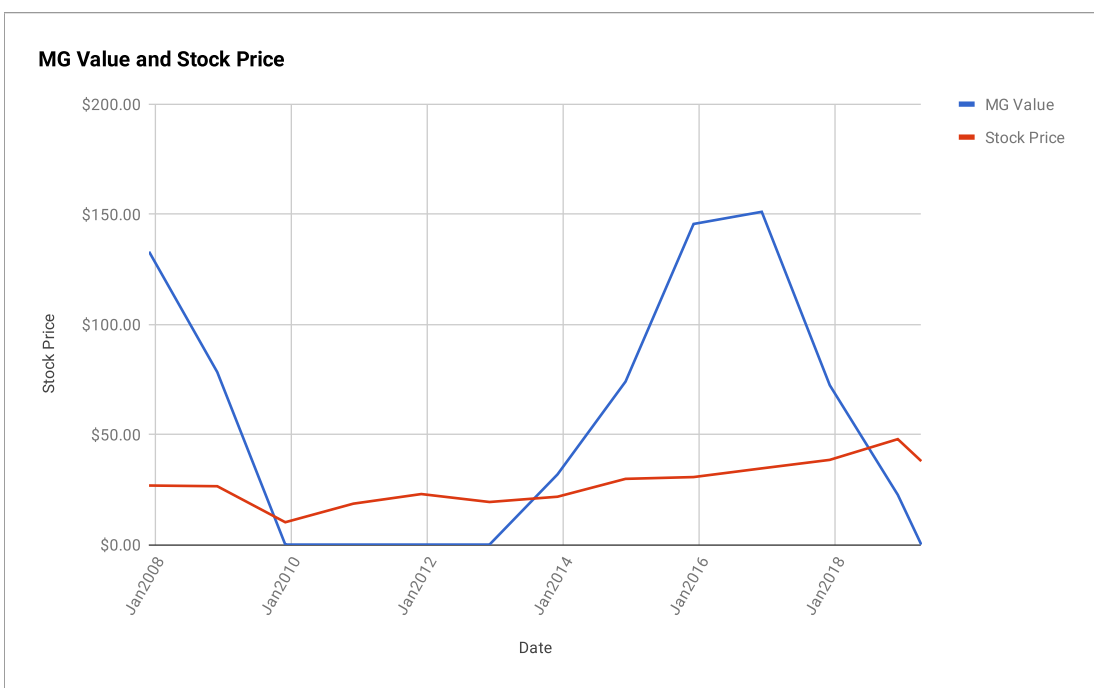
## Stage 3: Information for Further Research

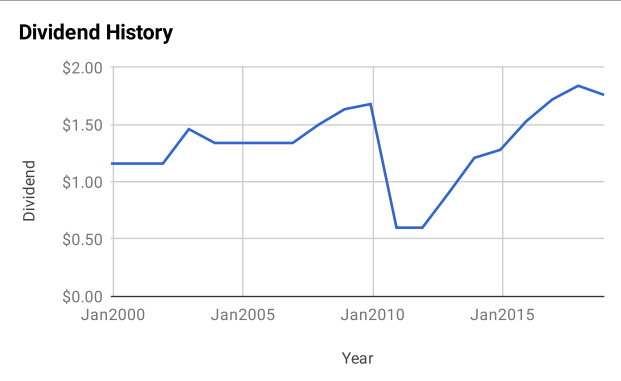
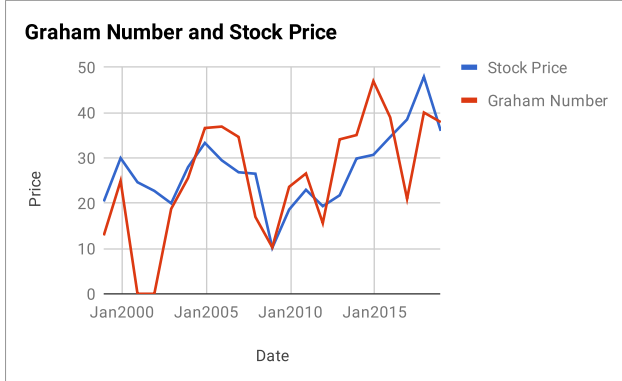
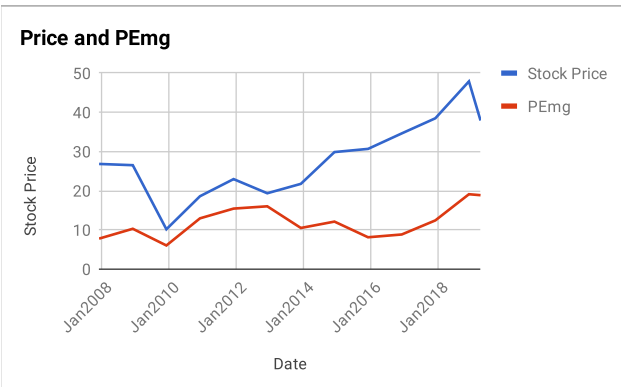
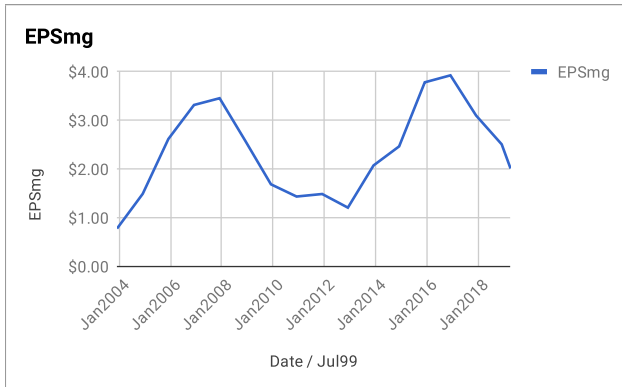
Net Current Asset Value (NCAV)	-\$18.43
Graham Number	\$37.88
PEmg	18.84
Current Ratio	2.01
PB Ratio	0.90
Current Dividend	\$1.52
Dividend Yield	4.01%
Number of Consecutive Years of Dividend Growth	0

### 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	\$1.53	Next Fiscal Year Estimate	\$2.01
Dec2018	\$1.65	Dec2018	\$2.51
Dec2017	\$0.91	Dec2017	\$3.10
Dec2016	\$3.52	Dec2016	\$3.92
Dec2015	\$6.15	Dec2015	\$3.78
Dec2014	\$2.87	Dec2014	\$2.47
Dec2013	\$3.68	Dec2013	\$2.07
Dec2012	\$0.70	Dec2012	\$1.21
Dec2011	\$2.05	Dec2011	\$1.49
Dec2010	\$1.72	Dec2010	\$1.44
Dec2009	\$0.32	Dec2009	\$1.69
Dec2008	\$0.62	Dec2008	\$2.58
Dec2007	\$2.99	Dec2007	\$3.45
Dec2006	\$3.82	Dec2006	\$3.32
Dec2005	\$4.62	Dec2005	\$2.62
Dec2004	\$2.93	Dec2004	\$1.49
Dec2003	\$1.87	Dec2003	\$0.78
Dec2002	-\$0.37	<b>Balance Sheet Information</b>	
Dec2001	-\$0.43	<b>12/1/2018</b>	
Dec2000	\$2.22	Total Current Assets	\$49,603,000,000
Dec1999	\$0.66	Total Current Liabilities	\$24,715,000,000
		Long-Term Debt	\$37,662,000,000
		Total Assets	\$188,030,000,000
		Intangible Assets	\$89,997,000,000
		Total Liabilities	\$91,851,000,000
		Shares Outstanding (Diluted Average)	2,292,700,000





**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**  
[DowDuPont Inc Valuation – November 2018 \\$DWDP](#)  
[DowDuPont Inc Valuation – February 2018 \\$DWDP](#)

**Other ModernGraham posts about related companies**  
[Linde PLC Valuation – April 2019 #LIN](#)  
[PPG Industries Inc Valuation – February 2019 \\$PPG](#)  
[Celanese Corporation Valuation – February 2019 \\$CE](#)  
[Ecolab Inc Valuation – January 2019 \\$ECL](#)  
[FMC Corp Valuation – January 2019 \\$FMC](#)  
[Air Products & Chemicals Inc Valuation – January 2019 \\$APD](#)  
[Albemarle Corp Valuation – January 2019 \\$ALB](#)  
[LyondellBasell Industries NV Valuation – January 2019 \\$LYB](#)  
[Eastman Chemical Co Valuation – January 2019 \\$EMN](#)  
[DowDuPont Inc Valuation – November 2018 \\$DWDP](#)