

Best Ideas

Interactive web-based models are available for our Best Ideas at [Trefis](#).

Company and Industry	Morningstar Rating	Fair Value Estimate	Current Price	Uncertainty Rating	Moat Rating	Price / Fair Value	Market Cap (B)	Analyst
Basic Materials								
Cameco (CCJ)	★★★★	\$17	\$10.33	High	Narrow	0.61	4.12	Inton
Compass Minerals International (CMP)	★★★★	\$83	\$65.4	High	Wide	0.79	2.21	Goldstein
Martin Marietta Materials (MLM)	★★★★	\$265	\$222.87	High	Narrow	0.84	14.03	Inton
Communication Services								
BT Group (BT.A)	★★★★★	GBX 360	GBX 204.9	High	Narrow	0.57	20.33	C. Nichols
China Mobile (941)	★★★★	HKD 102	HKD 70.55	Medium	Narrow	0.69	1444.55	Baker
Telefonica (TEF)	★★★★★	\$13	\$7.62	High	Narrow	0.59	39.59	C. Nichols
Telstra (TLS)	★★★★★	AUD 4.4	AUD 2.78	Medium	Narrow	0.63	33.06	Han
Consumer Cyclical								
Advance Auto Parts (AAP)	★★★★	\$157	\$128.62	Medium	Narrow	0.82	9.52	Akbari
Bayerische Motoren Werke (BMW)	★★★★	EUR 117	EUR 85.38	High	Narrow	0.73	55.57	Hilgert
Domino's Pizza Enterprises (DMP)	★★★	AUD 53	AUD 52.41	Medium	Narrow	0.99	4.59	Faul
Expedia (EXPE)	★★★★	\$180	\$121.03	High	Narrow	0.67	18.17	Wasiolek
General Motors (GM)	★★★★	\$56	\$42.7	High	None	0.76	60.18	Whiston
Great Wall Motor (2333)	★★★★★	HKD 13.5	HKD 7.72	High	None	0.57	104.46	Hu
Hanesbrands (HBI)	★★★★★	\$29	\$18.23	Medium	Narrow	0.63	6.57	Hottovy
InvoCare (IVC)	★★★★	AUD 15.5	AUD 13.33	Medium	Wide	0.86	1.47	Ragonese
Mattel (MAT)	★★★★	\$21.5	\$15.52	High	Narrow	0.72	5.34	Katz
Walt Disney (DIS)	★★★★	\$130	\$99.47	Medium	Wide	0.77	147.89	Macker
Williams-Sonoma (WSM)	★★★★	\$68	\$55.37	Medium	Narrow	0.81	4.61	Katz
WPP (WPP)	★★★★	GBX 1500	GBX 1232.5	Medium	Narrow	0.82	15.57	Mogharabi
Consumer Defensive								
G8 Education (GEM)	★★★★	AUD 4	AUD 2.44	High	None	0.61	1.11	James
General Mills (GIS)	★★★★★	\$59	\$42.29	Low	Wide	0.72	24.11	Vora
Imperial Brands (IMB)	★★★★★	GBX 3900	GBX 2710	Low	Wide	0.69	25.85	Gorham
Kao (4452)	★★★★	JPY 8800	JPY 8190	Low	Wide	0.93	4042.88	Wei
Mondelez International (MDLZ)	★★★★	\$51	\$39.27	Medium	Wide	0.77	57.93	Lash
PepsiCo (PEP)	★★★★	\$123	\$100.25	Low	Wide	0.82	142.14	Vora
Procter & Gamble (PG)	★★★★★	\$98	\$73.17	Low	Wide	0.75	183.99	Lash
Reckitt Benckiser Group (RB.)	★★★★★	GBX 7300	GBX 5761	Low	Wide	0.79	40.59	Gorham
Energy								
Cenovus Energy (CVE)	★★★★	\$21	\$13.68	Very High	None	0.65	16.81	Gemino
Enbridge (ENB)	★★★★★	\$64	\$40.29	Medium	Wide	0.63	68.68	Gemino
Enterprise Products Partners (EPD)	★★★★	\$31	\$28.9	Low	Wide	0.93	62.79	Ellis
Royal Dutch Shell (RDS.B)	★★★★	\$78	\$72.33	Low	None	0.93	301.71	Good
Total (TOT)	★★★★	\$74	\$60.65	Medium	None	0.82	158.97	Good
Financial Services								
American International Group (AIG)	★★★★	\$76	\$52.79	Medium	None	0.69	47.39	Horn
Capital One Financial (COF)	★★★★	\$126	\$94	Medium	Narrow	0.75	45.72	Plunkett
Credit Suisse Group (CSGN)	★★★★	CHF 22	CHF 15.39	High	Narrow	0.70	39.10	Scholtz
Invesco (IVZ)	★★★★	\$40	\$27.32	Medium	Narrow	0.68	11.22	Warren
Mitsubishi UFJ Financial Group (8306)	★★★★	JPY 880	JPY 666.2	Medium	None	0.76	8769.08	Wu
QBE Insurance Group (QBE)	★★★★	AUD 13	AUD 9.4	High	Narrow	0.72	12.75	Ellis
Westpac Banking (WBC)	★★★★	AUD 35	AUD 27.74	Medium	Wide	0.79	93.93	Ellis

Source: Morningstar. As of June 1, 2018

Best Ideas

Interactive web-based models are available for our Best Ideas at [Trefis](#).

Company and Industry	Morningstar Rating	Fair Value Estimate	Current Price	Uncertainty Rating	Moat Rating	Price / Fair Value	Market Cap (B)	Analyst
Healthcare								
Allergan (AGN)	★★★★★	\$263	\$150.8	Medium	Wide	0.57	51.13	Waterhouse
McKesson (MCK)	★★★★	\$210	\$141.94	Medium	Wide	0.68	28.68	Lekraj
Medtronic (MDT)	★★★★	\$105	\$86.32	Medium	Wide	0.82	116.90	Wang
Ramsay Health Care (RHC)	★★★★	AUD 82	AUD 61.24	Medium	Narrow	0.75	12.38	Kallos
Roche Holding (ROG)	★★★★★	CHF 325	CHF 215.95	Low	Wide	0.66	184.94	Andersen
Shire (SHP)	★★★★	GBX 4890	GBX 4100	Medium	Narrow	0.84	37.47	Andersen
Industrials								
Allegion (ALLE)	★★★★	\$91	\$76.43	Medium	Wide	0.84	7.26	Bernard
Anixter International (AXE)	★★★★★	\$107	\$61.25	Medium	Narrow	0.57	2.05	Bernard
Beijing Enterprises Holdings (392)	★★★★	HKD 58	HKD 43.1	Medium	Narrow	0.74	54.39	Song
Brambles (BXB)	★★★★	AUD 11.2	AUD 9.05	Medium	Wide	0.81	14.40	Fleck
CK Hutchison Holdings (1)	★★★★	HKD 124	HKD 88.75	Medium	None	0.72	342.37	Tan
G4S (GFS)	★★★★	GBX 337	GBX 269.9	Medium	None	0.80	4.19	Field
GEA Group (G1A)	★★★★	EUR 47	EUR 31.5	Medium	Wide	0.67	5.69	Molina
Grupo Aeroportuario del Pacifico (GAP B)	★★★★	MXN 225	MXN 169.94	High	Wide	0.76	95.34	Higgins
Guangshen Railway (525)	★★★★	HKD 6.8	HKD 4.54	High	None	0.67	37.17	Song
Johnson Controls International (JCI)	★★★★	\$53	\$33.56	High	Narrow	0.63	31.08	Bernard
KION GROUP (KGX)	★★★★	EUR 86	EUR 69.54	Medium	Narrow	0.81	8.20	Molina
Royal Philips (PHIA)	★★★★	EUR 42	EUR 35.02	Medium	Narrow	0.83	32.04	Vonk
Sodexo (SW)	★★★★	EUR 110	EUR 83.02	Medium	Narrow	0.75	12.31	Field
Stericycle (SRCL)	★★★★	\$86	\$63.5	High	Narrow	0.74	5.43	Young
Real Estate								
AVEO Group (AOG)	★★★★	AUD 3.1	AUD 2.55	Medium	None	0.82	1.48	Sherlock
Sun Hung Kai Properties (16)	★★★★	HKD 153	HKD 125.8	Medium	Narrow	0.82	364.44	Zhong
Welltower (WELL)	★★★★	\$74	\$57.65	High	None	NA	21.44	Brown
Technology								
Intel (INTC)	★★★★	\$62	\$55.2	Medium	Wide	0.89	257.23	Davuluri
KLA-Tencor (KLAC)	★★★	\$125	\$113.23	High	Wide	0.91	17.65	Davuluri
Microchip Technology (MCHP)	★★★★	\$112	\$97.38	Medium	Wide	0.87	22.89	Colello
Microsoft (MSFT)	★★★★	\$122	\$98.84	Medium	Wide	0.81	759.41	Nelson
MYOB Group (MYO)	★★★★	AUD 3.82	AUD 2.87	Medium	Narrow	0.75	1.72	James
Qualcomm (QCOM)	★★★★	\$75	\$58.12	High	Narrow	0.77	86.18	Davuluri
Salesforce.com (CRM)	★★★★	\$158	\$129.33	Medium	Wide	0.82	96.08	Nelson
Synaptics (SYNA)	★★★★	\$64	\$42.04	Very High	None	0.66	1.46	Davuluri
TDK (6762)	★★★	JPY 11500	JPY 9940	High	None	0.86	1254.43	Ito
Tencent Holdings (700)	★★★★	HKD 641	HKD 404	High	Wide	0.63	3839.29	Tam
Utilities								
Dominion Energy (D)	★★★★★	\$84	\$64.19	Low	Wide	0.76	41.89	Fishman
FirstEnergy (FE)	★★★★	\$40	\$34.42	Low	Narrow	0.86	16.42	Fishman
Gas Natural SDG (GAS)	★★★★	EUR 23.5	EUR 20.96	Medium	Narrow	0.89	20.96	Fulop
SCANA (SCG)	★★★★★	\$57	\$36.3	Medium	Narrow	0.64	5.18	Miller