

# Hold – Mead Johnson Nutrition (NYSE: MJN)

## Company Overview

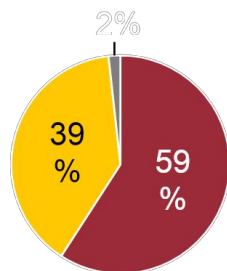
Leading infant formula manufacturer and distributor

### Market Statistics

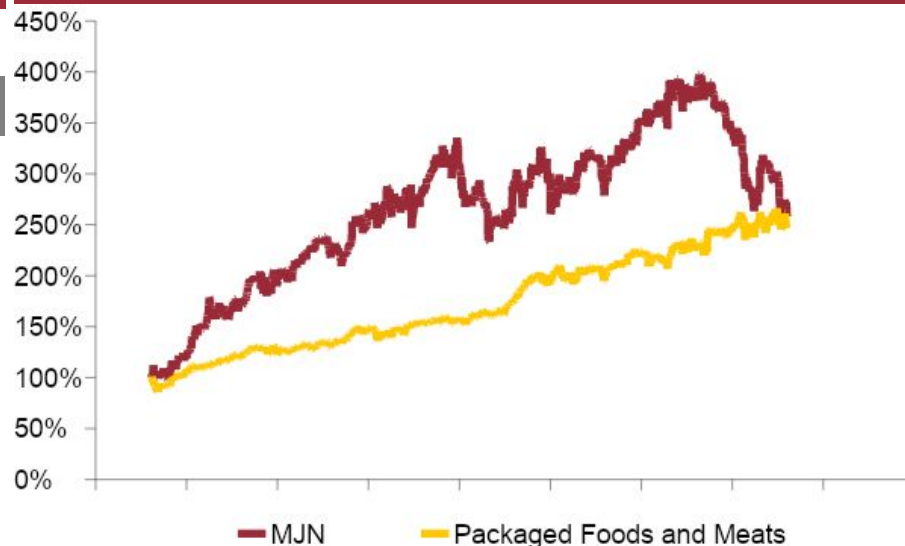
Share Price (C\$)	\$75.79
Market Cap (\$M)	\$13,410
Net Debt (\$M)	\$1322
P/E NTM	22.1x
EV/EBITDA NTM	14.9x
EV/REVENUE NTM	4.0x
ROC	26%
Dividend Yield	2.3%
Beta (5 Year)	0.98

### Revenue by Segment

- Infant Formula
- Children's Nutrition
- Other Nutritional Products

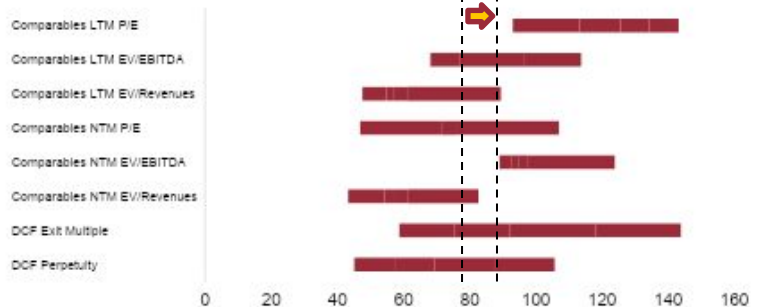


## Share Performance



## Valuation

**Bear** \$51.91      **Base** \$80.79      **Bull** \$124.74



## Investment Considerations

### Drivers

- China's two child policy enactment
- High barriers to entry within industry (oligopoly)
- Dairy prices projected to further decline

### Risks

- Changing consumer preferences
- Management is late reacting to ongoing trends
- Least diversified company among its competitors

**VaR Monthly (5%) – (8.24)%**  
2015 A

Quarterly EPS:				
Q1	Q2	Q3	Q4	
1.09	0.76	0.80	0.78	
2016 E	0.92e	0.87e		