



Company Name: DEERE & COMPANY



Assumptions	
Date	Sunday, June 12, 2022
Discount Rate	9.95%
Tax Rate	21%
EBITDA Growth Rate	8.00%
52-Week Low	307.64
52-Week High	446.76
Current Price	335.23
Price Target	424.35
Upside	26.58%

In Millions of USD

Year	TTM	2022	2023	2024	2025	2026
EBITDA	8,957	9,674	10,447	11,283	12,186	13,161
Depreciation & Amortization	(604)	(604)	(604)	(604)	(604)	(604)
EBIT	8,353	9,070	9,843	10,679	11,582	12,557
Check	8,353					
Variance						
Tax	(1,532)	(1,905)	(2,067)	(2,243)	(2,432)	(2,637)
EBIT (1-t)	6,821	7,165	7,776	8,437	9,150	9,920
Add Back Depreciation	604	604	604	604	604	604
NWC	-	-	-	-	-	-
Capital Expenditures	(3,064)	(3,064)	(3,064)	(3,064)	(3,064)	(3,064)
Unlevered Free Cash Flow	4,361	4,705	5,316	5,977	6,690	7,460
PV Unlevered Free Cash Flow		4,279	4,398	4,496	4,577	4,643
	22,393					

Terminal value - Growing perpetuity

Long term growth rate	5%
2025 FCF x (1+g)	7,833
Terminal value in 2025	158,238
PV Terminal Value	98,477
Enterprise Value	120,870

Terminal value - EBITDA Multiple

EBITDA multiple	14.21
Terminal value in 2025	187,015
PV Terminal Value	116,385
Enterprise Value	138,779
Total Shares Outstanding	306

Net Debt

Total Debt	4,006
Cash and Short Term Investments	3,878
Net Debt	128

Share Price Target

Growing Perpetuity	395.05
EBITDA Multiple	453.65

Enterprise Value

Market Cap	102,458
Total Debt	4,006
Less Cash	(3,878)
Enterprise Value	102,586

Ratios

PE Ratio (TTM)	18.02
Price / Sales (TTM)	2.24
EV / Sales (TTM)	2.24
EV / EBITDA (TTM)	11.45
EV / EBITDA (2022)	10.60