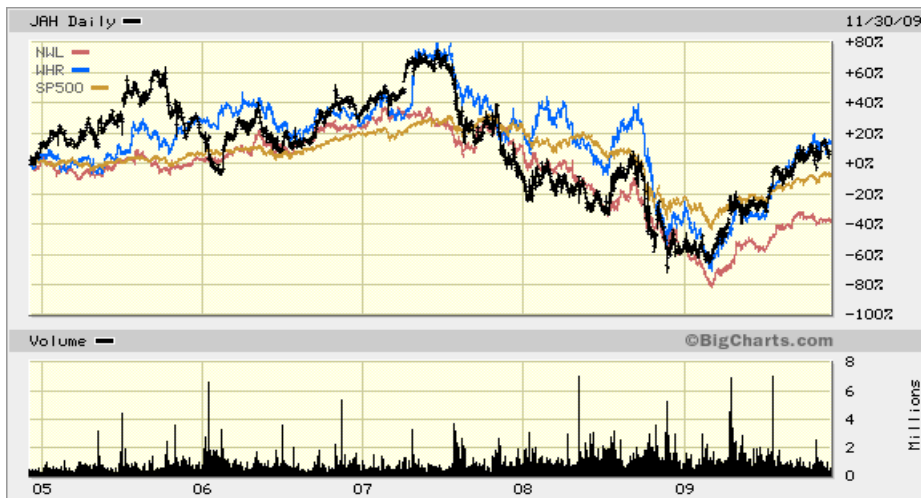


## Jarden Corp. (JAH) 11/30/09

JAH operates as a designer, manufacturer, and marketer of a broad range of consumer products. JAH brand names include; Oster, Mr. Coffee, Sunbeam, Coleman, Rawling's, K2, Pine Mountain, Diamond, and several more. The company operates in four different segments with recent quarter revenue percentages; Outdoor Solutions 44%, Consumer Solutions 35%, Branded Consumables 16%, and Process Solutions 5%. JAH operates worldwide with approximately 30% of revenues made outside of the U.S. JAH was founded in 1991 and headquartered in Rye, New York.

Current Price	\$27.45
52 Week High	\$29.92
52 Week Low	\$8.77
One Yr Target	\$35.00
Market Cap (in billions)	\$2.45
P/E (Trailing)	10.56
P/E(1 Yr Forward)	9.84
P/E/G	1.07
ROA	-0.71%
ROE	-2.52%
EPS	\$2.60
Beta	1.59
Annualized Dividend	\$0.00
Dividend Yield	0.00%
Analyst Consensus	1.80
Debt to Equity	2.45



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**Annual EPS**

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2005	\$0.89	
2006	\$1.48	66.09%
2007	\$0.37	-75.29%
2008	-\$0.78	-312.94%
2009E	\$2.60	433.65%

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**Annual Revenue (in millions)**

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2005	\$3,189.10	
2006	\$3,846.30	20.61%
2007	\$4,660.10	21.16%
2008	\$5,383.30	15.52%

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**Annual Net Income (in millions)**

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2005	\$60.70	
2006	\$106.00	74.63%
2007	\$28.10	-73.49%
2008	-\$58.90	-309.61%

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**Free Cash Flows (in millions)**

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2005	\$182.40	
2006	\$167.20	-8.33%
2007	\$223.60	33.73%
2008	\$147.70	-33.94%

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**Required Rate of Return**

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13.84%

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**Dividend Growth Model**

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Present Value of 2014 Price	n/a
Holding Period Return (5 years)	n/a

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**Expected Annualized Return Model**

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Present Value of 2014 Price	\$31.57
Holding Period Return (5 years)	2.79%

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**Residual Income Model**

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Intrinsic Stock Price	\$36.93
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# Analysis

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## Positives

High expectations from analysts from their Consensus and expected One Yr Target price

## Negatives

Doesn't have great profit margins as recent Revenue and Net Income show

Fails to clear the Required Rate of Return based on the EAR valuation model

## Financial Statements

Company has great Revenue growth but is bogged down by COGS and Admin. Expenses

Balance Sheet is weak, Inventory has rapidly increased as has Debt

Cash Flows are ok but company has huge Capital Expenditures

## Industry Analysis

Industry is small and concentrated, and many believe it will see quick appreciation

JAH has only average financial ratios compared with the industry

## Summary

JAH produces some of the best products in its industry, but it does not seem like a greatly run company. Its financial ratios are average and its financial statements have been hurt in the last couple years by Debt and Interest Expenses. The applicable valuation models say that JAH is about fairly valued at its current stock price, which is also supported by the PEG ratio. JAH produces a diverse line of products and is well positioned to expand their sales geographically, and also benefit from an increasing cyclical business cycle. JAH's management says it expects a 3-5% organic growth for the next several years while maintaining a leverage ratio of 3. Analysts believe that JAH's earnings should grow at around 9%, so the only way for that to happen is to acquire more brands and products which would most likely be done with more debt. JAH should see some stock price appreciation within the next year because of the industry in which it operates, but for a longer outlook of 3-5 years it is less appealing. Thus JAH earns a **hold** rating.