

ModernGraham Valuation

Company Name:

Littelfuse, Inc.

Company Ticker LFUS

Date of Analysis

3/10/2017



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	\$3,552,164,004	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.26	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	242.82%	Pass
6. Moderate PEmg Ratio	PEmg < 20	31.60	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	4.40	Fail

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	3.26	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.06	Pass
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		Pass
	Score		

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.99
MG Growth Estimate	6.42%
MG Value	\$106.52
MG Value based on 3% Growth	\$72.41
MG Value based on 0% Growth	\$42.45
Market Implied Growth Rate	11.55%

MG Opinion

Current Price	\$157.83
% of Intrinsic Value	148.17%
Opinion	Overvalued
MG Grade	C-

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$2.83
Graham Number	\$73.38
PEmg	31.60
Current Ratio	3.26
PB Ratio	4.40
Current Dividend	\$1.24
Dividend Yield	0.79%
Number of Consecutive Years of Dividend Growth	8

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$6.65	Next Fiscal Year Estimate	\$4.99
Dec2016	\$4.60	Dec2016	\$4.10
Dec2015	\$3.56	Dec2015	\$3.84
Dec2014	\$4.32	Dec2014	\$3.93
Dec2013	\$3.94	Dec2013	\$3.50
Dec2012	\$3.40	Dec2012	\$2.96
Dec2011	\$3.90	Dec2011	\$2.48
Dec2010	\$3.52	Dec2010	\$1.65
Dec2009	\$0.43	Dec2009	\$0.76
Dec2008	\$0.37	Dec2008	\$0.98
Dec2007	\$1.64	Dec2007	\$1.24
Dec2006	\$1.06	Dec2006	\$1.00
Dec2005	\$0.78	Dec2005	\$0.90
Dec2004	\$1.59	Dec2004	\$0.94
Dec2003	\$0.70	Dec2003	\$0.69
Dec2002	\$0.44	Dec2002	\$0.75
Dec2001	\$0.19	Dec2001	\$0.93
Dec2000	\$1.69	Balance Sheet Information	12/1/2016
Dec1999	\$1.16	Total Current Assets	\$612,081,000
Dec1998	\$0.86	Total Current Liabilities	\$187,541,000
Dec1997	\$1.07	Long-Term Debt	\$447,892,000
		Total Assets	\$1,491,194,000
		Intangible Assets	\$616,570,000
		Total Liabilities	\$676,406,000
		Shares Outstanding (Diluted Average)	22,727,000





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

#N/A

Other
ModernGraham
posts about related
companies

- [CTS Corporation Valuation – Initial Coverage \\$CTS](#)
- [IT Hardware Industry Review – March 2017](#)
- [Garmin Ltd Valuation – March 2017 \\$GRMN](#)
- [Hewlett Packard Enterprise Co Valuation – Initial Valuation \\$HPE](#)
- [Fortive Corp Valuation – Initial Coverage \\$FTV](#)
- [Analog Devices Inc Valuation – February 2017 \\$ADI](#)
- [Micron Technology Inc Valuation – February 2017 \\$MU](#)
- [Amphenol Corp Valuation – February 2017 \\$APH](#)
- [Kopin Corporation Valuation – Initial Coverage \\$KOPN](#)
- [Xilinx Inc Valuation – February 2017 \\$XLNX](#)