# **ModernGraham Valuation**

## **Company Name:**

Raven Industries, Inc.



Company Ticker Date of Analysis

9/8/2017

# 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.

RAVN

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$1,045,046,248	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	4.91	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at		
5. Earnings Growth	beginning and end	-37.68%	Fail
6. Moderate PEmg Ratio	PEmg < 20	40.49	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.86	Fail

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

Sufficiently Strong Financial Condition	Current Ratio > 1.5	4.91 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00 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	Fail

Score

Suitability

MG Opinion

Defensive No Enterprising Yes

#### Stage 2: Determination of Intrinsic Value

\$0.71
-4.25%
\$3.06
\$10.31
\$6.05
15.99%

**Current Price** 

\$28.80 % of Intrinsic Value 940.13%

Opinion Overvalued MG Grade

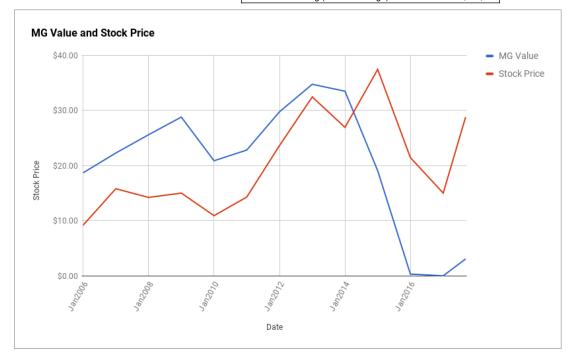
### Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$3.06
Graham Number	\$12.91
PEmg	40.49
Current Ratio	4.91
PB Ratio	3.86
Current Dividend	\$0.52
Dividend Yield	1.81%
Number of Consecutive Years of Dividend	
Growth	15

**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		Next Fiscal Year Estimate	\$0.71
Jan2017	\$0.56	Jan2017	\$0.65
Jan2016	\$0.13	Jan2016	\$0.79
Jan2015	\$0.86	Jan2015	\$1.15
Jan2014	\$1.17	Jan2014	\$1.25
Jan2013	\$1.44	Jan2013	\$1.24
Jan2012	\$1.39	Jan2012	\$1.08
Jan2011	\$1.12	Jan2011	\$0.90
Jan2010	\$0.79	Jan2010	\$0.78
Jan2009	\$0.85	Jan2009	\$0.75
Jan2008	\$0.77	Jan2008	\$0.66
Jan2007	\$0.70	Jan2007	\$0.58
Jan2006	\$0.67	Jan2006	\$0.49
Jan2005	\$0.49	Jan2005	\$0.37
Jan2004	\$0.39	Jan2004	\$0.28
Jan2003	\$0.30	Jan2003	\$0.22
Jan2002	\$0.23	Jan2002	\$0.17
Jan2001	\$0.16	Balance Sheet Information	7/1/2017
Jan2000	\$0.13	Total Current Assets	\$156,109,000
Jan1999	\$0.11	Total Current Liabilities	\$31,777,000
Jan1998	\$0.14	Long-Term Debt	\$0
		Total Assets	\$317,196,000
		Intangible Assets	\$52,069,000
		Total Liabilities	\$44,129,000
		Shares Outstanding (Diluted Average)	36,554,000





#### 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 Raven Industries Inc Valuation – January 2016 Update \$RAVN Raven Industries Inc. Analysis – October 2015 Update \$RAVN Raven Industries Inc. Analysis – Initial Coverage \$RAVN

E I du Pont de Nemours & Co Valuation - August 2016 \$DD

Other ModernGraham posts about related companies

3M Company Valuation – August 2016 \$MMM
General Electric Co Valuation – July 2016 \$GE
Illinois Tool Works Inc Valuation – July 2016 \$ITW
Raven Industries Inc Valuation – July 2016 \$RAVN
E.I. du Pont de Nemours Valuation – February 2016 \$DD
Honeywell International Inc Valuation – February 2016 \$HON
3M Company Valuation – February 2016 Update \$MMM
Raven Industries Inc Valuation – January 2016 Update \$RAVN

Illinois Tool Works Inc Valuation – January 2016 Update \$ITW