ModernGraham Valuation

Company Name:

Company Ticker RAVN Date of Analysis

Raven Industries, Inc.





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	\$696,825,151	Fail
	2.	Sufficiently Strong Financial Condition	Current Ratio > 2	6.75	Pass
	3.	Earnings Stability	Positive EPS for 10 years prior		Pass
	4.	Dividend Record	Dividend Payments for 10 years prior		Pass
	5.	Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	12.12%	Fail
	6.	Moderate PEmg Ratio	PEmg < 20	19.99	Pass
	7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.40	Pass
Enterprising Investor;	ти	st pass 4 out of the following 5 tests, or be	suitable for the Defensive Investor.		
	1.	Sufficiently Strong Financial Condition	Current Ratio > 1.5	6.75	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

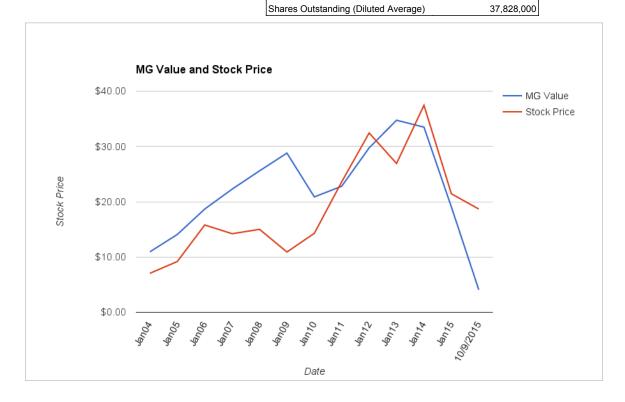
Suitability

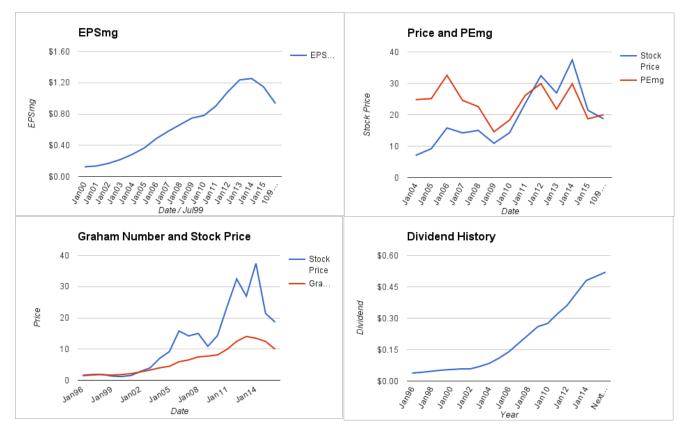
Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

Ū	EPSmg	\$0.93	3
	MG Growth Estimate	-2.07%	5
	MG Value	\$4.07	,
	MG Value based on 3% Growth	\$13.55	5
	MG Value based on 0% Growth	\$7.94	ł
	Market Implied Growth Rate	5.74%	5
MG Opinion			
	Current Price	\$18.68	3
	% of Intrinsic Value	458.47%	c
	Opinion	Overvalued	
Stage 3: Infor	mation for Further Research		
	Net Current Asset Value (NCAV)	\$2.71	1
	Graham Number	\$9.93	3
	PEmg	19.99)
	Current Ratio	6.75	5
	PB Ratio	2.40)
	Dividend Yield	2.78%	5
	Number of Consecutive Years of Dividend Growth	14	ļ
Useful Links:	Madern Crahom to good articles	Merningeter	
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	Google Finance	MSN Money	
	Yahoo Finance GuruFocus	Seeking Alpha SEC Filings	

EPS History		EPSmg History		
Next Fiscal Year Estimate	\$0.56	Next Fiscal Year Estimate		\$0.93
Jan15	\$0.86	Jan15		\$1.15
Jan14	\$1.17	Jan14		\$1.25
Jan13	\$1.44	Jan13		\$1.24
Jan12	\$1.39	Jan12		\$1.08
Jan11	\$1.12	Jan11		\$0.90
Jan10	\$0.79	Jan10		\$0.78
Jan09	\$0.85	Jan09		\$0.75
Jan08	\$0.77	Jan08		\$0.66
Jan07	\$0.70	Jan07		\$0.58
Jan06	\$0.67	Jan06		\$0.49
Jan05	\$0.49	Jan05		\$0.37
Jan04	\$0.39	Jan04		\$0.28
Jan03	\$0.30	Jan03		\$0.22
Jan02	\$0.23	Jan02		\$0.17
Jan01	\$0.16	Jan01		\$0.14
Jan00	\$0.13	Jan00		\$0.12
Jan99	\$0.11	Balance Sheet Information	Jul15	
Jan98	\$0.14	Total Current Assets		\$148,854,000
Jan97	\$0.13	Total Current Liabilities		\$22,050,000
Jan96	\$0.11	Long-Term Debt		\$0
		Total Assets		\$340,630,000
		Intangible Assets		\$69,346,000
		Total Liabilities		\$46,414,000





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 Ram ModernGraham posts about the company

Raven Industries Inc. Analysis – Initial Coverage \$RAVN

Other ModernGraham posts about related companies Illinois Tool Works Inc. Analysis – October 2015 Update \$ITW 3M Company Analysis – September 2015 Update \$MMM Honeywell International Inc. Analysis – July 2015 Update \$HON Raven Industries Inc. Analysis – Initial Coverage \$RAVN Illinois Tool Works Analysis – July 2015 Update \$ITW 3M Company Quarterly Valuation – May 2015 \$MMM Honeywell International Inc. Quarterly Valuation – May 2015 \$HON Illinois Tool Works Inc. Quarterly Valuation – March 2015 \$ITW General Electric Annual Valuation – 2015 \$GE 3M Company Quarterly Valuation – February 2015 \$MMM