ModernGraham Valuation

Company Name: Roper Technologies Inc

Company Ticker ROP

Date of Analysis 7/30/2016

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	$17,403,167,941	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.11	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	137.26%	Pass
6. Moderate PEmg Ratio	PEmg < 20	27.00	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.14	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	2.11	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.78	Fail
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

Suitability

Defensive	**No**
Enterprising	**Yes**

Stage 2: Determination of Intrinsic Value

EPSmg		$6.31
MG Growth Estimate		8.70%
MG Value		**$163.45**
MG Value based on 3% Growth		$91.50
MG Value based on 0% Growth		$53.64
Market Implied Growth Rate		9.25%

MG Opinion

Current Price		$170.36
% of Intrinsic Value		104.22%
Opinion	**Fairly Valued**	
MG Grade	**C**	

Stage 3: Information for Further Research

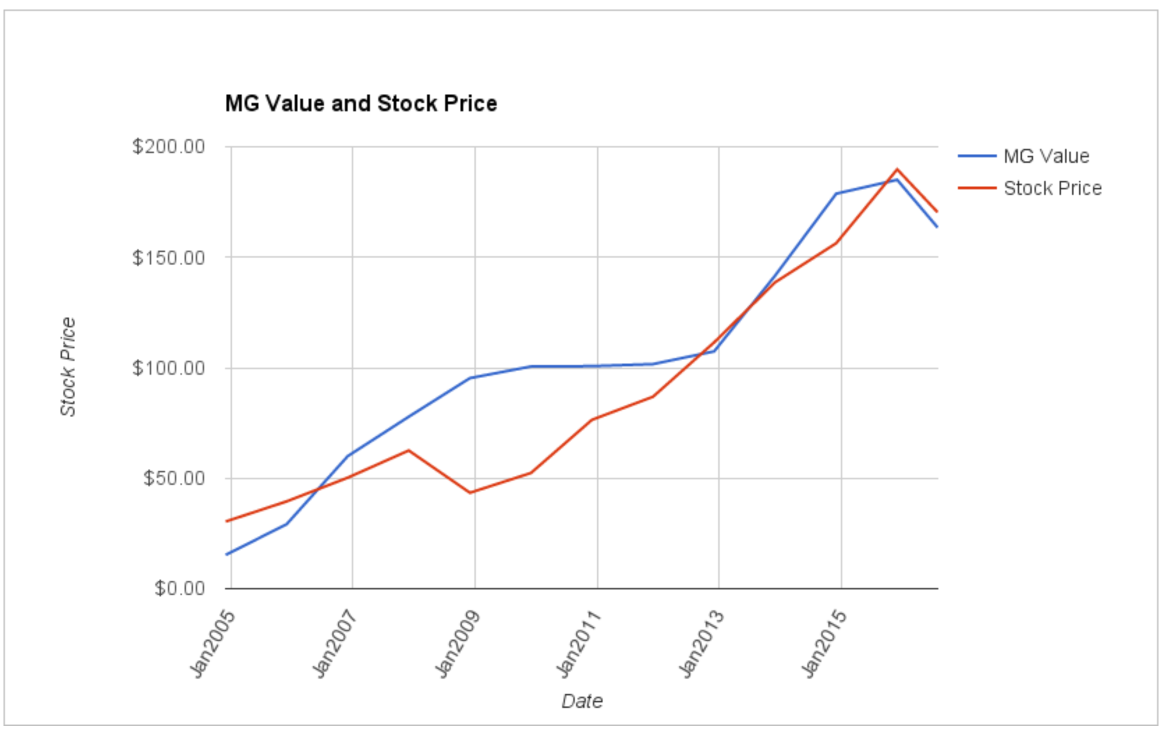
Net Current Asset Value (NCAV)	-$31.19
Graham Number	$89.50
PEmg	27.00
Current Ratio	2.11
PB Ratio	3.14
Current Dividend	$1.40
Dividend Yield	0.82%
Number of Consecutive Years of Dividend Growth	1

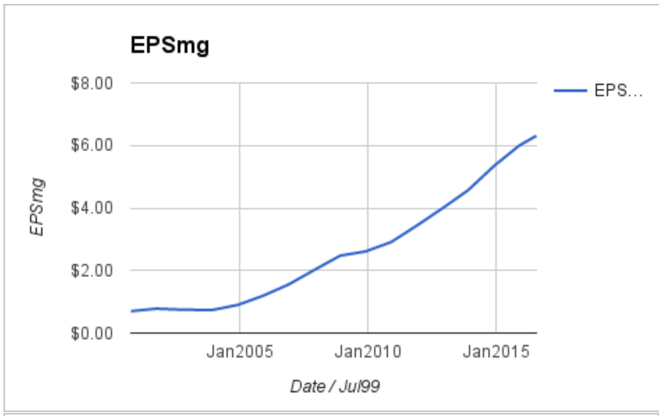
Useful Links:		
	ModernGraham tagged articles	Morningstar
	Google Finance	MSN Money
	Yahoo Finance	Seeking Alpha
	GuruFocus	SEC Filings

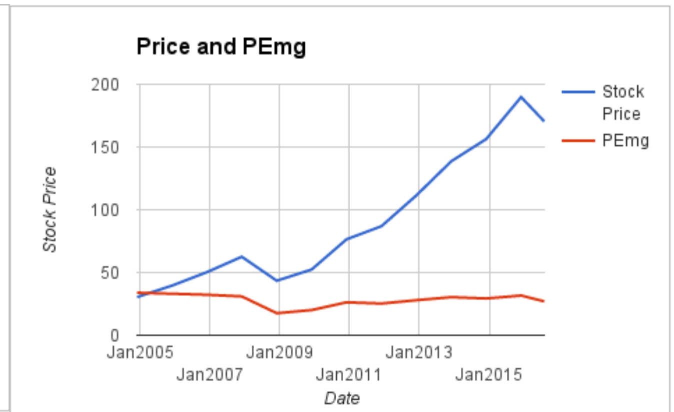
EPS History		
Next Fiscal Year Estimate		$6.49
	Dec2015	$6.85
	Dec2014	$6.40
	Dec2013	$5.37
	Dec2012	$4.86
	Dec2011	$4.34
	Dec2010	$3.34
	Dec2009	$2.58
	Dec2008	$3.06
	Dec2007	$2.68
	Dec2006	$2.13
	Dec2005	$1.74
	Dec2004	$1.24
	Dec2003	$0.71
	Oct2002	$0.63
	Oct2001	$0.89
	Oct2000	$0.79
	Oct1999	$0.77
	Oct1998	$0.62
	Oct1997	$0.58
	Oct1996	$0.47

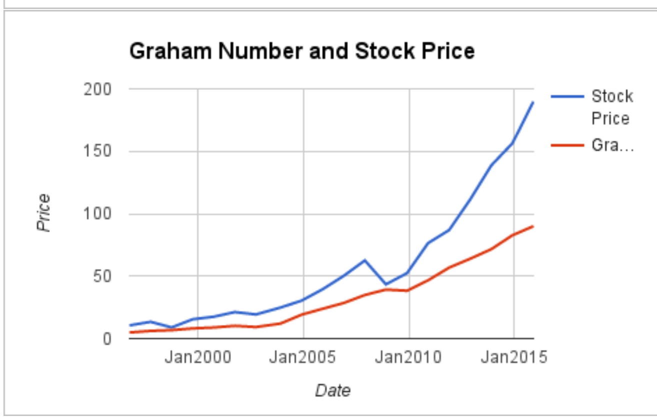
EPSmg History		
Next Fiscal Year Estimate		$6.31
	Dec2015	$6.00
	Dec2014	$5.34
	Dec2013	$4.57
	Dec2012	$3.99
	Dec2011	$3.44
	Dec2010	$2.91
	Dec2009	$2.61
	Dec2008	$2.48
	Dec2007	$2.02
	Dec2006	$1.56
	Dec2005	$1.19
	Dec2004	$0.90
	Dec2003	$0.74
	Oct2002	$0.75
	Oct2001	$0.78
	Oct2000	$0.70

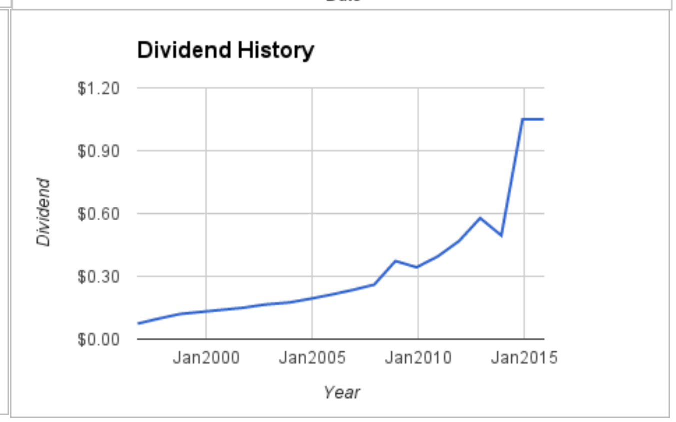
Balance Sheet Information	6/1/2016
Total Current Assets	$1,550,173,000
Total Current Liabilities	$733,041,000
Long-Term Debt	$3,086,263,000
Total Assets	$10,297,118,000
Intangible Assets	$8,555,063,000
Total Liabilities	$4,746,101,000
Shares Outstanding (Diluted Average)	102,466,000











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.

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Other ModernGraham posts about the company	18 Best Stocks For Value Investors This Week – 1/30/16 Roper Technologies Inc Valuation – January 2016 Update $ROP 15 Best Stocks For Value Investors This Week – 9/4/15 Roper Technologies Inc. Analysis – September 2015 Update $ROP The Best Companies of the Machinery Industry – August 2015
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