

ModernGraham Valuation

Company Name:

FLIR Systems, Inc.

Company Ticker FLIR

Date of Analysis

11/19/2016



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	\$4,761,974,243 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	4.69 Pass
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	20.99% Fail
5. Earnings Growth	PEmg < 20	24.72 Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.93 Fail
7. Moderate Price to Assets		

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	4.69 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.44 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

EPSmg	\$1.42
MG Growth Estimate	-0.19%
MG Value	\$11.51
MG Value based on 3% Growth	\$20.58
MG Value based on 0% Growth	\$12.06
Market Implied Growth Rate	8.11%

MG Opinion

Current Price	\$35.08
% of Intrinsic Value	304.74%
Opinion	Overvalued
MG Grade	C

Stage 3: Information for Further Research

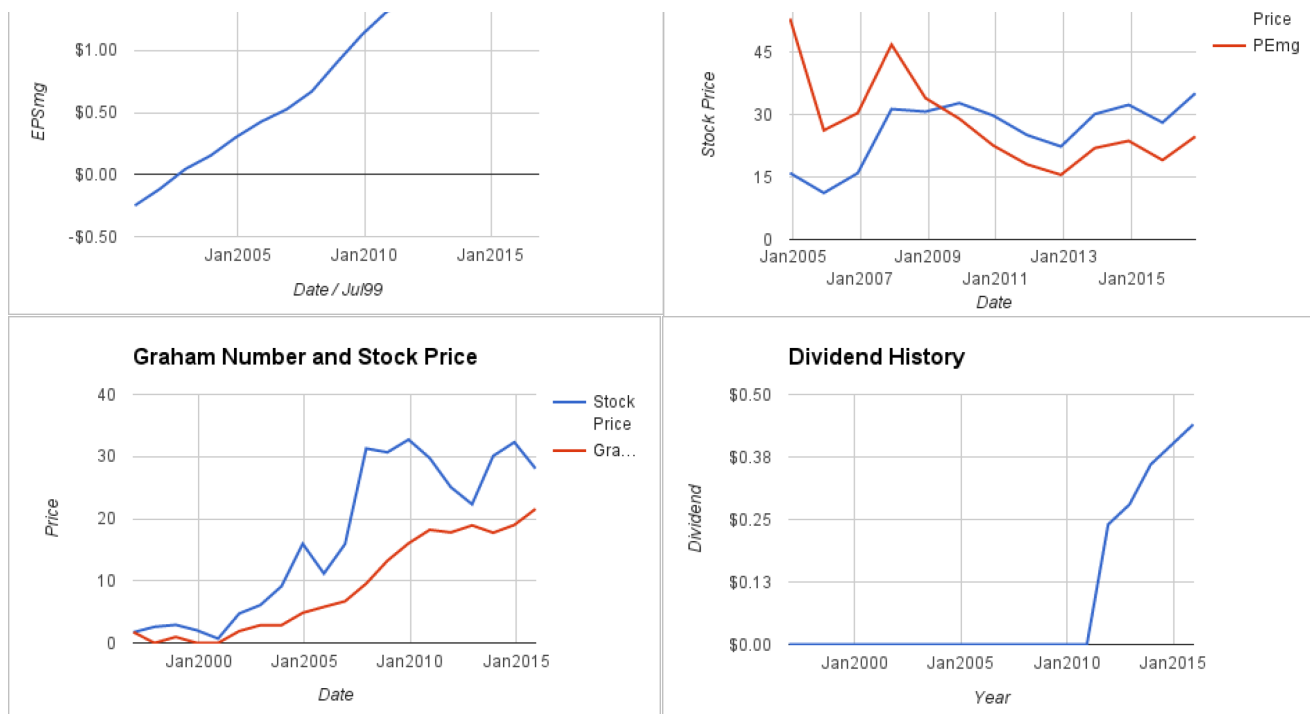
Net Current Asset Value (NCAV)	\$3.78
Graham Number	\$18.63
PEmg	24.72
Current Ratio	4.69
PB Ratio	2.93
Current Dividend	\$0.47
Dividend Yield	1.34%
Number of Consecutive Years of Dividend Growth	6

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	\$1.42
Dec2015	\$1.72	Dec2015	\$1.47
Dec2014	\$1.39	Dec2014	\$1.37
Dec2013	\$1.22	Dec2013	\$1.37
Dec2012	\$1.45	Dec2012	\$1.44
Dec2011	\$1.38	Dec2011	\$1.39
Dec2010	\$1.54	Dec2010	\$1.32
Dec2009	\$1.45	Dec2009	\$1.13
Dec2008	\$1.28	Dec2008	\$0.90
Dec2007	\$0.89	Dec2007	\$0.67
Dec2006	\$0.66	Dec2006	\$0.52
Dec2005	\$0.58	Dec2005	\$0.43
Dec2004	\$0.46	Dec2004	\$0.30
Dec2003	\$0.29	Dec2003	\$0.15
Dec2002	\$0.29	Dec2002	\$0.04
Dec2001	\$0.20	Dec2001	-\$0.11
Dec2000	-\$0.23	Dec2000	-\$0.25
Dec1999	-\$0.48	Balance Sheet Information 9/1/2016	
Dec1998	\$0.03	Total Current Assets	\$1,456,140,000
Dec1997	-\$0.46	Total Current Liabilities	\$310,648,000
Dec1996	\$0.11	Long-Term Debt	\$501,606,000
		Total Assets	\$2,587,894,000
		Intangible Assets	\$762,121,000
		Total Liabilities	\$934,488,000
		Shares Outstanding (Diluted Average)	137,938,000





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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