

ModernGraham Valuation

Company Name:

Cohu, Inc.

Company Ticker COHU

Date of Analysis

2/2/2017



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	\$358,164,122	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.79	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end		
5. Earnings Growth		-141.28%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-123.09	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.49	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	3.79	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Fail
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.11
MG Growth Estimate	-4.25%
MG Value	\$4.91
MG Value based on 3% Growth	-\$1.55
MG Value based on 0% Growth	-\$0.91
Market Implied Growth Rate	-65.80%

MG Opinion

Current Price	\$13.13
% of Intrinsic Value	267.54%
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$4.91
Graham Number	\$4.73
PEmg	-123.09
Current Ratio	3.79
PB Ratio	1.49
Current Dividend	\$0.24
Dividend Yield	1.83%
Number of Consecutive Years of Dividend Growth	0

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	\$0.11	Next Fiscal Year Estimate	-\$0.11
Dec2015	\$0.01	Dec2015	-\$0.20
Dec2014	\$0.33	Dec2014	-\$0.19
Dec2013	-\$1.34	Dec2013	-\$0.40
Dec2012	-\$0.50	Dec2012	\$0.03
Dec2011	\$0.64	Dec2011	\$0.24
Dec2010	\$1.02	Dec2010	\$0.07
Dec2009	-\$1.20	Dec2009	-\$0.19
Dec2008	-\$0.23	Dec2008	\$0.42
Dec2007	\$0.34	Dec2007	\$0.72
Dec2006	\$0.77	Dec2006	\$0.81
Dec2005	\$1.50	Dec2005	\$0.68
Dec2004	\$0.76	Dec2004	\$0.31
Dec2003	\$0.00	Dec2003	\$0.22
Dec2002	-\$0.04	Dec2002	\$0.43
Dec2001	-\$0.32	Dec2001	\$0.75
Dec2000	\$1.60	Dec2000	\$1.26
Dec1999	\$1.26	Balance Sheet Information 9/1/2016	
Dec1998	\$0.58	Total Current Assets	\$240,833,000
Dec1997	\$1.47	Total Current Liabilities	\$63,530,000
Dec1996	\$1.25	Long-Term Debt	\$0
		Total Assets	\$347,488,000
		Intangible Assets	\$81,366,000
		Total Liabilities	\$106,525,000
		Shares Outstanding (Diluted Average)	27,367,000





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

- [Apple Inc Valuation – January 2017 \\$AAPL](#)
- [Silicon Laboratories Valuation – Initial Coverage \\$SLAB](#)
- [Itron Inc Valuation – Initial Coverage \\$ITRI](#)
- [Celestica Inc Valuation – Initial Coverage \\$TSE:CLS](#)
- [Intersil Corp Valuation – Initial Coverage \\$ISIL](#)
- [iRobot Corp Valuation – Initial Coverage \\$IRBT](#)
- [Advanced Micro Devices Inc Valuation – January 2017 \\$AMD](#)
- [IPG Photonics Corp Valuation – Initial Coverage \\$IPGP](#)
- [Ciena Corporation Valuation – Initial Coverage \\$CIEN](#)
- [ScanSource Inc Valuation – Initial Coverage \\$SCSC](#)