

ModernGraham Valuation

Company Name:

Company Ticker JNS

Date of Analysis

2/2/2017

Janus Capital Group
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	\$2,202,976,070	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.15	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	-186.52%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	15.19	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.28	Pass

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	3.15	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.68	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		Pass
	Score		

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.80
MG Growth Estimate	15.00%
MG Value	\$30.95
MG Value based on 3% Growth	\$11.66
MG Value based on 0% Growth	\$6.83
Market Implied Growth Rate	3.34%

MG Opinion

Current Price	\$12.21
% of Intrinsic Value	39.45%
Opinion	Undervalued
MG Grade	A-

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$1.97
Graham Number	\$13.50
PEmg	15.19
Current Ratio	3.15
PB Ratio	1.28
Current Dividend	\$0.42
Dividend Yield	3.44%
Number of Consecutive Years of Dividend Growth	4

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	\$0.86	Next Fiscal Year Estimate	\$0.80
Dec2016	\$0.78	Dec2016	\$0.75
Dec2015	\$0.80	Dec2015	\$0.73
Dec2014	\$0.81	Dec2014	\$0.71
Dec2013	\$0.62	Dec2013	\$0.32
Dec2012	\$0.55	Dec2012	\$0.02
Dec2011	\$0.78	Dec2011	-\$0.26
Dec2010	\$0.88	Dec2010	-\$0.62
Dec2009	-\$4.55	Dec2009	-\$1.05
Dec2008	\$0.85	Dec2008	\$0.69
Dec2007	\$0.65	Dec2007	\$0.84
Dec2006	\$0.66	Dec2006	\$1.04
Dec2005	\$0.40	Dec2005	\$1.28
Dec2004	\$0.73	Dec2004	\$1.77
Dec2003	\$4.11	Dec2003	\$2.19
Dec2002	\$0.35	Dec2002	\$1.21
Dec2001	\$1.27	Dec2001	\$1.46
Dec2000	\$2.90	Balance Sheet Information 12/1/2016	
Dec1999	\$1.31	Total Current Assets	\$876,800,000
Dec1998	\$0.00	Total Current Liabilities	\$278,400,000
Dec1997	\$0.00	Long-Term Debt	\$406,300,000
		Total Assets	\$2,949,900,000
		Intangible Assets	\$1,940,900,000
		Total Liabilities	\$1,230,600,000
		Shares Outstanding (Diluted Average)	180,000,000





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

[Jones Lang LaSalle Inc Valuation – Initial Coverage \\$JLL](#)
[Sun Life Financial Inc Valuation – Initial Coverage \\$TSE:SLF](#)
[Capstead Mortgage Corporation Valuation – Initial Coverage \\$CMO](#)
[Affiliated Managers Group Inc Valuation – January 2017 \\$AMG](#)
[Investment Technology Group Valuation – Initial Coverage \\$ITG](#)
[Calamos Asset Management Inc Valuation – Initial Coverage \\$CLMS](#)
[Corelogic Inc Valuation – Initial Coverage \\$CLGX](#)
[CI Financial Corp Valuation – Initial Coverage \\$TSE-CIX](#)
[Stifel Financial Corp Valuation – Initial Coverage \\$SF](#)
[SEI Investments Company Valuation – Initial Coverage \\$SEIC](#)