# **ModernGraham Valuation**

# **Company Name:**

Company Ticker LABL Date of Analysis Multi-Color Corporation





## 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.

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1.	Adequate Size of the Enterprise	Market Cap > \$2Bil	\$1,224,994,487	Fail
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	2.04	Pass
3.	Earnings Stability	Positive EPS for 10 years prior		Pass
4.	Dividend Record	Dividend Payments for 10 years prior		Pass
F	Forminge Crowth	Increase of 33% in EPS in past 10 years using 3 year averages at	110.00%	Deee
5.	Earnings Growth	beginning and end	110.33%	Pass
6.	Moderate PEmg Ratio	PEmg < 20	25.91	Fail
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.51	Fail
Enterprising Investor; mus	st pass 4 out of the following 5 tests, or be s	uitable for the Defensive Investor.		
1.	Sufficiently Strong Financial Condition	Current Ratio > 1.5	2.04	Pass
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	4.02	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
		Score		

#### Suitability

Defensive	No
Enterprising	Yes

#### Stage 2: Determination of Intrinsic Value

	EPSmg		\$2.79
	MG Growth Estimate		13.49%
	MG Value		\$98.91
	MG Value based on 3% Growth		\$40.43
	MG Value based on 0% Growth		\$23.70
	Market Implied Growth Rate		8.71%
MG Opinion			
	Current Price		\$72.25
	% of Intrinsic Value		73.05%
	Opinion	Undervalued	
	MG Grade	C+	

### Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$26.47
Graham Number	\$39.96
PEmg	25.91
Current Ratio	2.04
PB Ratio	3.51
Current Dividend	\$0.20
Dividend Yield	0.28%
Number of Consecutive Years of Dividend Growth	0

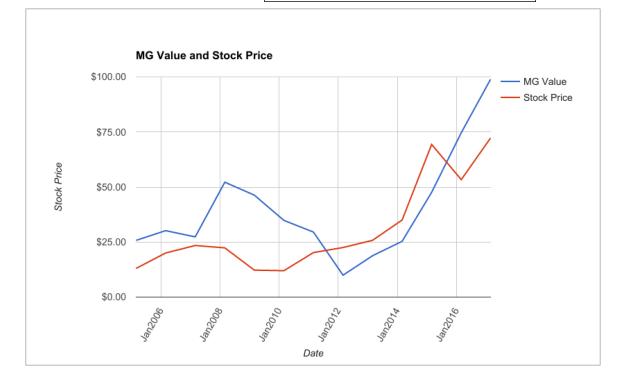
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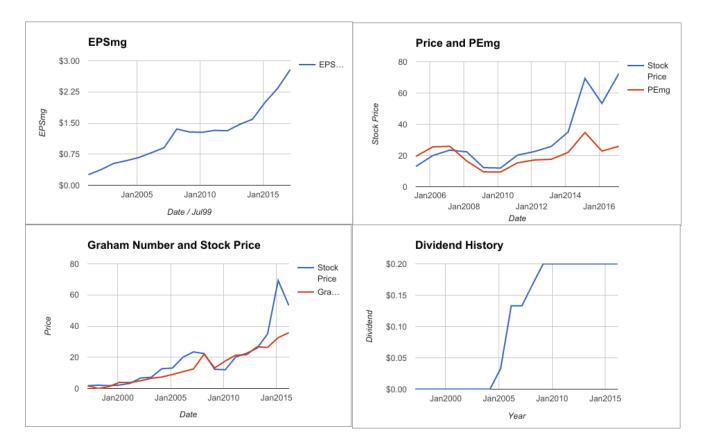
 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$3.43	Next Fiscal Year Estimate	\$2.79
Mar2016	\$2.82	Mar2016	\$2.34
Mar2015	\$2.71	Mar2015	\$2.00
Mar2014	\$1.70	Mar2014	\$1.59
Mar2013	\$1.86	Mar2013	\$1.47
Mar2012	\$1.32	Mar2012	\$1.31
Mar2011	\$1.40	Mar2011	\$1.32
Mar2010	\$1.16	Mar2010	\$1.28
Mar2009	\$0.92	Mar2009	\$1.28
Mar2008	\$2.18	Mar2008	\$1.36
Mar2007	\$1.08	Mar2007	\$0.9
Mar2006	\$0.95	Mar2006	\$0.78
Mar2005	\$0.80	Mar2005	\$0.67
Mar2004	\$0.66	Mar2004	\$0.5
Mar2003	\$0.66	Mar2003	\$0.53
Mar2002	\$0.51	Mar2002	\$0.38
Mar2001	\$0.40	Mar2001	\$0.26
Mar2000	\$0.60	Balance Sheet Information	12/1/2016
Mar1999	\$0.15	Total Current Assets	\$235,117,000
Mar1998	-\$0.59	Total Current Liabilities	\$115,170,000
Mar1997	\$0.17	Long-Term Debt	\$482,380,000
		Total Assets	\$1,036,353,000
		Intangible Assets	\$560,746,000
		Total Liabilities	\$686,102,000
		Shares Outstanding (Diluted Average)	17,039,000





#### 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.

#N/A

#### **Recommended Reading:**

Other ModernGraham posts about the company

Other ModernGraham posts about related companies Korn-Ferry International Valuation – Initial Coverage \$KFY Capella Education Company Valuation – Initial Coverage \$CPLA Kelly Services Inc Valuation – Initial Coverage \$KELYA Alliance Data Systems Corp Valuation – February 2017 \$ADS John Wiley & Sons Inc Valuation – Initial Coverage \$JW.A Dun & Bradstreet Corp Valuation – January 2017 \$DNB Apollo Education Group Inc Valuation – January 2017 \$APOL Accenture PLC Valuation – December 2016 \$ACN Automatic Data Processing Valuation – November 2016 \$ADP United Rentals Inc Valuation – August 2016 \$URI