ModernGraham Valuation

Company Name:

Strayer Education Inc



Company Ticker Date of Analysis

2/28/2017

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.

STRA

 Adequate Size of the Enterprise 	Market Cap > \$2Bil	\$877,177,696 Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.68 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	
5. Earnings Growth	beginning and end	-54.55% Fail
6. Moderate PEmg Ratio	PEmg < 20	22.46 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	4.46 Fail

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

Current Ratio > 1.5	2.68 Pass
Debt to NCA < 1.1	0.00 Pass
Positive EPS for 5 years prior	Pass
Currently Pays Dividend	Fail
EPSmg greater than 5 years ago	Fail
	Debt to NCA < 1.1 Positive EPS for 5 years prior Currently Pays Dividend

Score

Suitability

Defensive No Enterprising

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.45
MG Growth Estimate	-4.25%
MG Value	\$4.63
MG Value based on 3% Growth	\$50.05
MG Value based on 0% Growth	\$29.34
Market Implied Growth Rate	6.98%

MG Opinion

Current Price \$77.54 1674.44% % of Intrinsic Value

Opinion Overvalued

MG Grade

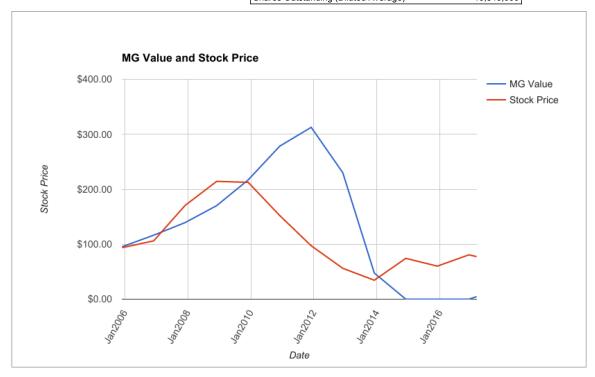
Stage 3: Information for Further Research

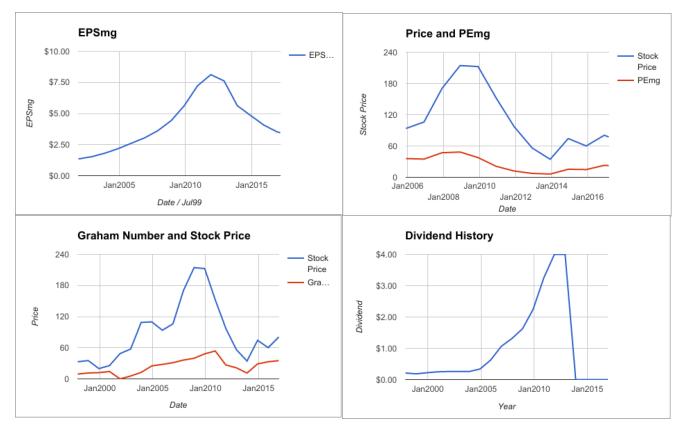
Net Current Asset Value (NCAV)	\$4.63
Graham Number	\$36.67
PEmg	22.46
Current Ratio	2.68
PB Ratio	4.46
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend	0
Growth	0

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	****	Next Fiscal Year Estimate	\$3.45
Dec2016	\$3.21	Dec2016	\$3.53
Dec2015	\$3.73	Dec2015	\$4.07
Dec2014	\$4.35	Dec2014	\$4.85
Dec2013	\$1.55	Dec2013	\$5.63
Dec2012	\$5.76	Dec2012	\$7.62
Dec2011	\$8.88	Dec2011	\$8.12
Dec2010	\$9.70	Dec2010	\$7.23
Dec2009	\$7.60	Dec2009	\$5.64
Dec2008	\$5.67	Dec2008	\$4.42
Dec2007	\$4.47	Dec2007	\$3.62
Dec2006	\$3.61	Dec2006	\$3.04
Dec2005	\$3.26	Dec2005	\$2.61
Dec2004	\$2.74	Dec2004	\$2.18
Dec2003	\$2.27	Dec2003	\$1.81
Dec2002	\$1.78	Dec2002	\$1.53
Dec2001	\$1.55	Dec2001	\$1.35
Dec2000	\$1.41	Balance Sheet Information	12/1/2016
Dec1999	\$1.23	Total Current Assets	\$160,543,000
Dec1998	\$1.12	Total Current Liabilities	\$59,839,000
Dec1997	\$0.93	Long-Term Debt	\$0
		Total Assets	\$298,696,000
		Intangible Assets	\$20,744,000
		Total Liabilities	\$110,322,000
		Shares Outstanding (Diluted Average)	10,845,000





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:

ModernGraham posts about the company

#N/A

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