

# ModernGraham Valuation

Company Name:

Kinaxis Inc

Company Ticker TSE:KXS

Date of Analysis

2/26/2017



## 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	\$1,759,340,718	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.45	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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		
5. Earnings Growth		5413.33%	Pass
6. Moderate PEmg Ratio	PEmg < 20	170.50	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	17.13	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	2.45	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		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass
	Score		

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$0.42
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$16.30</b>
MG Value based on 3% Growth	\$6.14
MG Value based on 0% Growth	\$3.60
Market Implied Growth Rate	81.00%

### MG Opinion

Current Price	\$72.20
% of Intrinsic Value	442.85%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

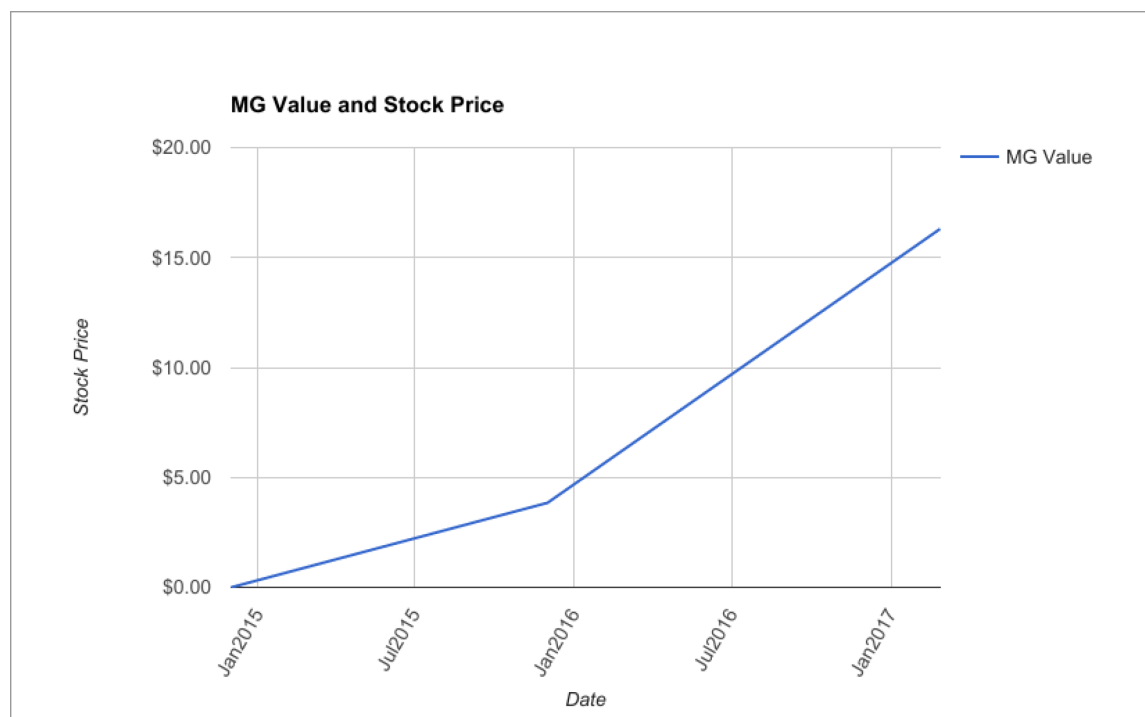
## Stage 3: Information for Further Research

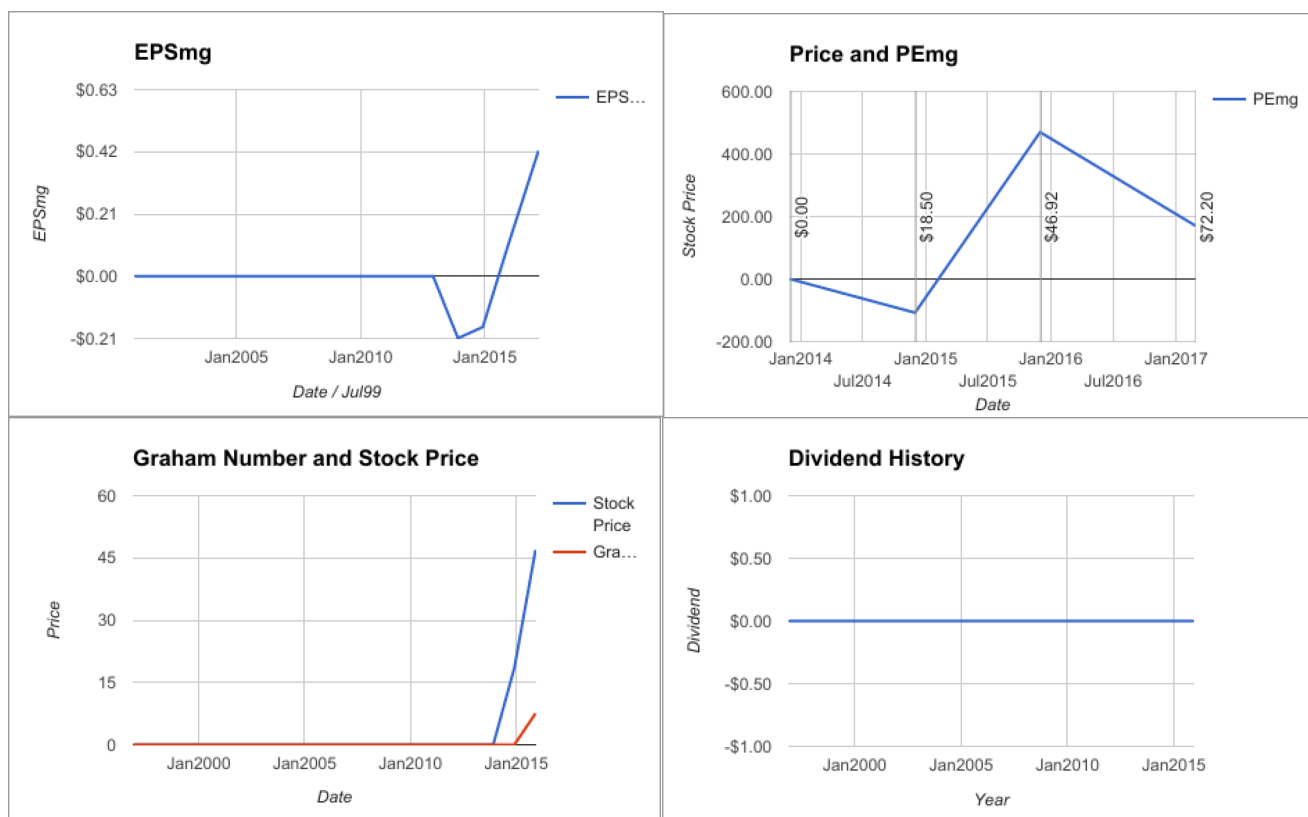
Net Current Asset Value (NCAV)	\$3.66
Graham Number	\$9.89
PEmg	170.50
Current Ratio	2.45
PB Ratio	17.13
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
	\$0.98		\$0.42
Dec2015	\$0.69	Dec2015	\$0.10
Dec2014	-\$0.01	Dec2014	-\$0.17
Dec2013	-\$0.63	Dec2013	-\$0.21
Dec2012	\$0.00	Dec2012	\$0.00
Dec2011	\$0.00	Dec2011	\$0.00
Dec2010	\$0.00	Dec2010	\$0.00
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	\$0.00	Total Current Assets	\$195,951,000
Dec1997	\$0.00	Total Current Liabilities	\$79,864,000
Dec1996	\$0.00	Long-Term Debt	\$0
		Total Assets	\$210,328,000
		Intangible Assets	\$0
		Total Liabilities	\$100,288,000
		Shares Outstanding (Diluted Average)	26,113,000





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

[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](#)