

# ModernGraham Valuation

Company Name:

IDEXX Laboratories,  
Inc.



Company Ticker IDXX

Date of Analysis

3/6/2017

## 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	\$13,035,063,265	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.90	Fail
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 beginning and end	136.48%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	61.75	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	-123.37	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	0.90	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-6.67	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
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	\$2.38
MG Growth Estimate	8.73%
<b>MG Value</b>	<b>\$61.84</b>
MG Value based on 3% Growth	\$34.54
MG Value based on 0% Growth	\$20.25
Market Implied Growth Rate	26.62%

### MG Opinion

Current Price	\$147.08
% of Intrinsic Value	237.85%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

## Stage 3: Information for Further Research

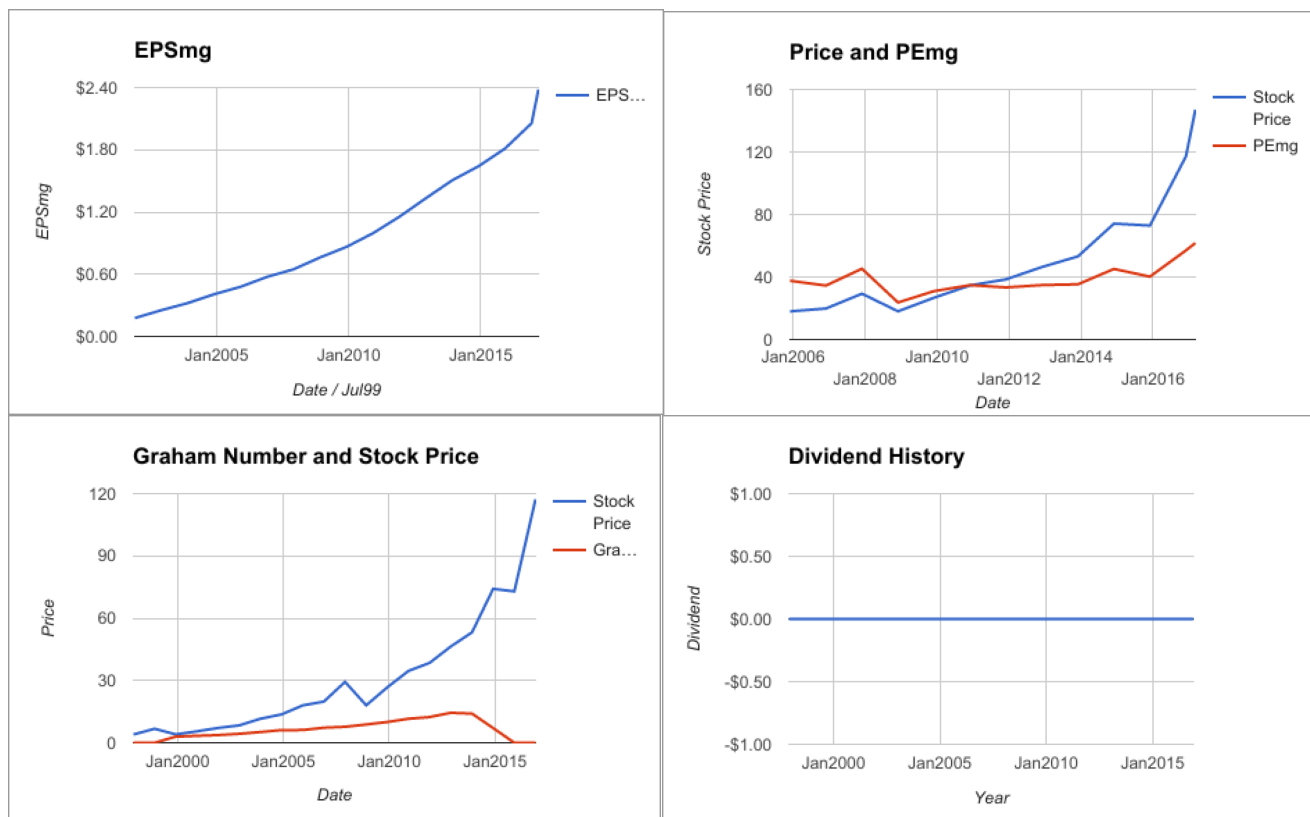
Net Current Asset Value (NCAV)	-\$8.73
Graham Number	\$0.00
PEmg	61.75
Current Ratio	0.90
PB Ratio	-123.37
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### 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	\$2.90	Next Fiscal Year Estimate	\$2.38
Dec2016	\$2.44	Dec2016	\$2.06
Dec2015	\$2.05	Dec2015	\$1.81
Dec2014	\$1.79	Dec2014	\$1.64
Dec2013	\$1.74	Dec2013	\$1.51
Dec2012	\$1.59	Dec2012	\$1.33
Dec2011	\$1.39	Dec2011	\$1.15
Dec2010	\$1.19	Dec2010	\$0.99
Dec2009	\$1.01	Dec2009	\$0.86
Dec2008	\$0.94	Dec2008	\$0.76
Dec2007	\$0.73	Dec2007	\$0.65
Dec2006	\$0.71	Dec2006	\$0.57
Dec2005	\$0.58	Dec2005	\$0.48
Dec2004	\$0.55	Dec2004	\$0.41
Dec2003	\$0.40	Dec2003	\$0.32
Dec2002	\$0.33	Dec2002	\$0.25
Dec2001	\$0.27	Dec2001	\$0.18
Dec2000	\$0.26	<b>Balance Sheet Information 12/1/2016</b>	
Dec1999	\$0.21	Total Current Assets	\$845,584,000
Dec1998	-\$0.10	Total Current Liabilities	\$934,568,000
Dec1997	-\$0.14	Long-Term Debt	\$593,110,000
		Total Assets	\$1,530,704,000
		Intangible Assets	\$224,383,000
		Total Liabilities	\$1,639,056,000
		Shares Outstanding (Diluted Average)	90,884,000





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

[Mettler-Toledo International Inc Valuation – Initial Coverage \\$MTD](#)  
[Envision Healthcare Corp Valuation – Initial Coverage \\$EVHC](#)  
[UnitedHealth Group Inc Valuation – February 2017 \\$UNH](#)  
[Davita Inc Valuation – February 2017 \\$DVA](#)  
[Steris PLC Valuation – Initial Coverage \\$STE](#)  
[Danaher Corporation Valuation – February 2017 \\$DHR](#)  
[Cryolife Inc Valuation – Initial Coverage \\$CRY](#)  
[CorVel Corp Valuation – Initial Coverage \\$CRVL](#)  
[Charles River Laboratories Intl Inc Valuation – Initial Coverage \\$CRL](#)  
[Kindred Healthcare Inc Valuation – Initial Coverage \\$KND](#)