

ModernGraham Valuation

Company Name:

Standex Int'l Corp.

Company Ticker SXI

Date of Analysis

3/17/2017



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	\$1,229,646,960	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.06	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	282.48%	Pass
5. Earnings Growth	PEmg < 20	24.04	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.29	Fail
7. Moderate Price to Assets			

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	3.06	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.52	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 Score		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.06
MG Growth Estimate	8.05%
MG Value	\$99.88
MG Value based on 3% Growth	\$58.86
MG Value based on 0% Growth	\$34.50
Market Implied Growth Rate	7.77%

MG Opinion

Current Price	\$97.60
% of Intrinsic Value	97.72%
Opinion	Fairly Valued
MG Grade	C

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$2.04
Graham Number	\$53.86
PEmg	24.04
Current Ratio	3.06
PB Ratio	3.29
Current Dividend	\$0.58
Dividend Yield	0.59%
Number of Consecutive Years of Dividend Growth	7

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	
Jun2016	\$4.31	Jun2016	\$4.06
Jun2015	\$4.08	Jun2015	\$3.80
Jun2014	\$4.27	Jun2014	\$3.53
Jun2013	\$3.35	Jun2013	\$3.06
Jun2012	\$3.51	Jun2012	\$2.64
Jun2011	\$2.42	Jun2011	\$2.04
Jun2010	\$2.77	Jun2010	\$1.75
Jun2009	\$2.26	Jun2009	\$1.29
Jun2008	-\$0.44	Jun2008	\$0.97
Jun2007	\$1.49	Jun2007	\$1.63
Jun2006	\$1.71	Jun2006	\$1.64
Jun2005	\$1.85	Jun2005	\$1.54
Jun2004	\$1.91	Jun2004	\$1.41
Jun2003	\$0.86	Jun2003	\$1.28
Jun2002	\$1.16	Jun2002	\$1.60
Jun2001	\$1.35	Jun2001	\$1.85
Jun2000	\$2.02	Jun2000	\$2.07
Jun1999	\$2.17	Balance Sheet Information 12/1/2016	
Jun1998	\$2.41	Total Current Assets	\$358,035,000
Jun1997	\$1.52	Total Current Liabilities	\$116,992,000
	\$2.00	Long-Term Debt	\$124,295,000
		Total Assets	\$710,729,000
		Intangible Assets	\$216,466,000
		Total Liabilities	\$332,031,000
		Shares Outstanding (Diluted Average)	12,754,000





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

[Lincoln Electric Holdings Inc Valuation – Initial Coverage \\$LECO](#)
[Lydall Inc Valuation – Initial Coverage \\$LDL](#)
[Regal Beloit Corp Valuation – February 2017 \\$RBC](#)
[Snap-on Inc Valuation – February 2017 \\$SNA](#)
[Kennametal Inc Valuation – Initial Coverage \\$KMT](#)
[SPX Corporation Valuation – Initial Coverage \\$SPXC](#)
[KLX Inc Valuation – Initial Coverage \\$KLX](#)
[AGCO Corporation Valuation – February 2017 \\$AGCO](#)
[PACCAR Inc Valuation – February 2017 \\$PCAR](#)
[Kaman Corporation Valuation – Initial Coverage \\$KAMN](#)