

# ModernGraham Valuation

Company Name:

BIO-TECHNE Corp

Company Ticker TECH

Date of Analysis

7/16/2017



## 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	\$4,287,433,575	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.15	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 beginning and end	-5.86%	Fail
5. Earnings Growth	PEmg < 20	43.41	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	4.76	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	2.15	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.10	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 Score		Fail

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.65
MG Growth Estimate	-1.76%
<b>MG Value</b>	<b>\$13.19</b>
MG Value based on 3% Growth	\$38.49
MG Value based on 0% Growth	\$22.56
Market Implied Growth Rate	17.46%

### MG Opinion

Current Price	\$115.25
% of Intrinsic Value	873.49%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$8.52
Graham Number	\$34.03
PEmg	43.41
Current Ratio	2.15
PB Ratio	4.76
Current Dividend	\$1.28
Dividend Yield	1.11%
Number of Consecutive Years of Dividend Growth	8

### 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	\$2.65
Jun2016	\$2.18	Jun2016	\$2.91
Jun2015	\$2.80	Jun2015	\$2.98
Jun2014	\$2.89	Jun2014	\$3.02
Jun2013	\$3.00	Jun2013	\$3.01
Jun2012	\$3.05	Jun2012	\$2.95
Jun2011	\$3.04	Jun2011	\$2.84
Jun2010	\$3.02	Jun2010	\$2.66
Jun2009	\$2.94	Jun2009	\$2.42
Jun2008	\$2.78	Jun2008	\$2.12
Jun2007	\$2.64	Jun2007	\$1.78
Jun2006	\$2.15	Jun2006	\$1.49
Jun2005	\$1.85	Jun2005	\$1.23
Jun2004	\$1.62	Jun2004	\$0.99
Jun2003	\$1.27	Jun2003	\$0.80
Jun2002	\$1.08	Jun2002	\$0.63
Jun2001	\$0.64	Jun2001	\$0.59
Jun2000	\$0.80	<b>Balance Sheet Information 3/1/2017</b>	
Jun1999	\$0.63	Total Current Assets	\$306,042,000
Jun1998	\$0.41	Total Current Liabilities	\$142,200,000
Jun1997	\$0.39	Long-Term Debt	\$343,637,000
	\$0.28	Total Assets	\$1,533,431,000
		Intangible Assets	\$1,052,431,000
		Total Liabilities	\$625,506,000
		Shares Outstanding (Diluted Average)	37,494,000





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

[LifePoint Health Inc Valuation – Initial Coverage \\$LPNT](#)  
[Psychemedics Corp Valuation – April 2017 \\$PMD](#)  
[Community Health Systems Valuation – Initial Coverage \\$CYH](#)  
[Patterson Companies Inc Valuation – April 2017 \\$PDCO](#)  
[Luminex Corp Valuation – Initial Coverage \\$LMNX](#)  
[C R Bard Inc Valuation – March 2017 \\$BCR](#)  
[LHC Group Inc Valuation – Initial Coverage \\$LHCG](#)  
[Dentsply Sirona Inc Valuation – March 2017 \\$XRAY](#)  
[Landauer Inc Valuation – Initial Coverage \\$LDR](#)  
[IDEXX Laboratories Inc Valuation – Initial Coverage \\$IDXX](#)