ModernGraham Valuation

Company Name: Albany International Corp.

Company Ticker AIN
Date of Analysis 8/23/2017

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	$1,644,153,897	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.47	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-290.04%	Fail
6. Moderate PEmg Ratio	PEmg < 20	35.19	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.06	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	2.47	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.48	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		Pass
	Score		

Suitability

Defensive	**No**
Enterprising	**Yes**

Stage 2: Determination of Intrinsic Value

EPSmg		$1.45
MG Growth Estimate		13.94%
MG Value		**$52.82**
MG Value based on 3% Growth		$21.05
MG Value based on 0% Growth		$12.34
Market Implied Growth Rate		13.35%

MG Opinion

Current Price		$51.10
% of Intrinsic Value		96.75%
Opinion	**Fairly Valued**	
MG Grade	**C**	

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-$8.28
Graham Number	$21.83
PEmg	35.19
Current Ratio	2.47
PB Ratio	3.06
Current Dividend	$0.68
Dividend Yield	1.33%
Number of Consecutive Years of Dividend Growth	6

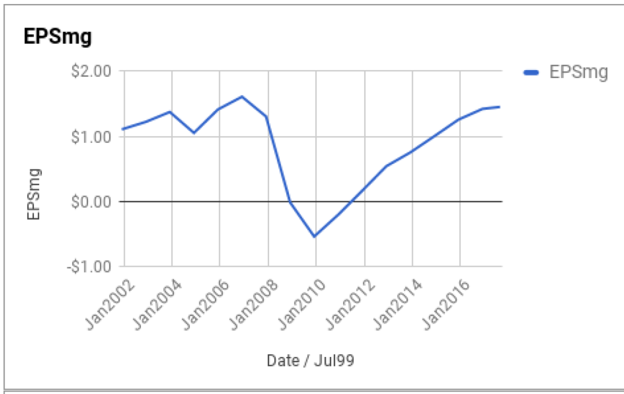
Useful Links:

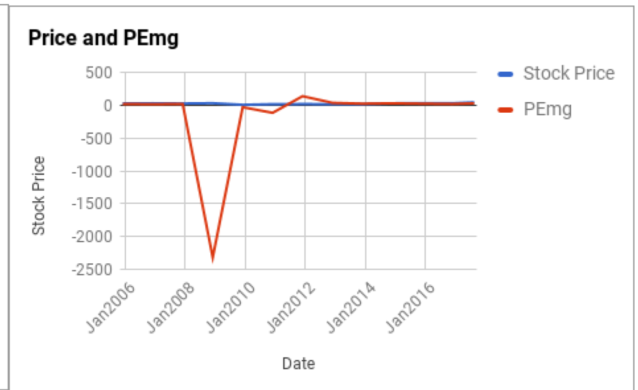
ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

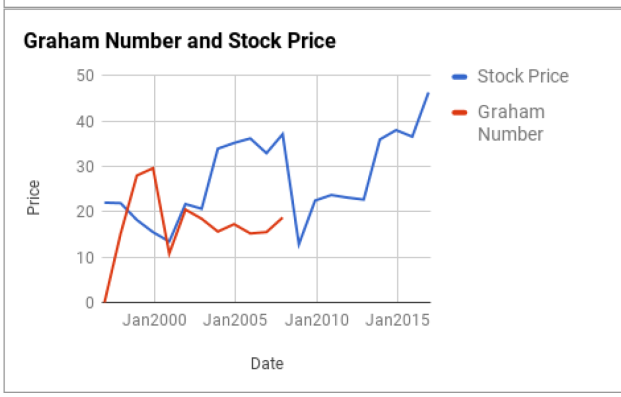
EPS History	
Next Fiscal Year Estimate	$1.34
Dec2016	$1.64
Dec2015	$1.79
Dec2014	$1.30
Dec2013	$0.55
Dec2012	$0.97
Dec2011	$1.11
Dec2010	$1.21
Dec2009	-$1.09
Dec2008	-$2.63
Dec2007	$0.60
Dec2006	$1.92
Dec2005	$2.22
Dec2004	$0.31
Dec2003	$1.61
Dec2002	$1.50
Dec2001	$1.03
Dec2000	$1.24
Dec1999	$0.99
Dec1998	$1.01
Dec1997	$1.50

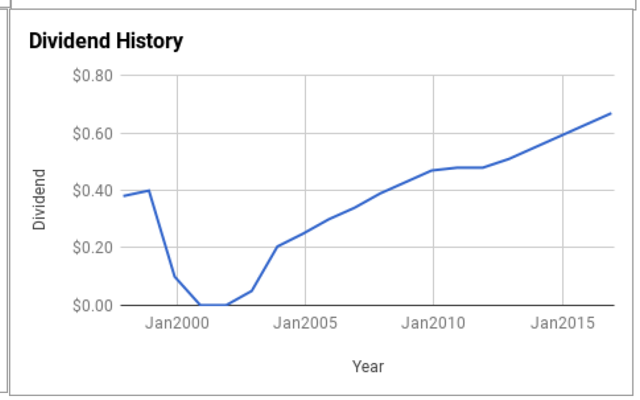
EPSmg History	
Next Fiscal Year Estimate	$1.45
Dec2016	$1.42
Dec2015	$1.26
Dec2014	$1.00
Dec2013	$0.75
Dec2012	$0.54
Dec2011	$0.16
Dec2010	-$0.21
Dec2009	-$0.54
Dec2008	-$0.02
Dec2007	$1.30
Dec2006	$1.61
Dec2005	$1.41
Dec2004	$1.05
Dec2003	$1.37
Dec2002	$1.22
Dec2001	$1.11

Balance Sheet Information	**6/1/2017**
Total Current Assets	$503,447,000
Total Current Liabilities	$204,180,000
Long-Term Debt	$444,030,000
Total Assets	$1,308,268,000
Intangible Assets	$227,244,000
Total Liabilities	$770,208,000
Shares Outstanding (Diluted Average)	32,200,000









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	Terex Corporation Valuation – Initial Coverage $TEX Donaldson Co Inc Valuation – Initial Coverage $DCI Stanley Black & Decker Inc Valuation – April 2017 $SWK Lindsay Corp Valuation – Initial Coverage $LNN Lennox International Inc Valuation – Initial Coverage $LII Standex Int'l Corp Valuation – Initial Coverage $SXI Pentair PLC Valuation – March 2017 $PNR Lincoln Electric Holdings Inc Valuation – Initial Coverage $LECO Lydall Inc Valuation – Initial Coverage $LDL Regal Beloit Corp Valuation – February 2017 $RBC