

ModernGraham Valuation

Company Name:

Thor Industries, Inc.

Company Ticker THO

Date of Analysis

9/9/2017



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	\$5,714,511,987	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.63	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	284.65%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	21.96	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.93	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	1.63	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.60	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		Pass
	Score		

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.99
MG Growth Estimate	15.00%
MG Value	\$192.29
MG Value based on 3% Growth	\$72.42
MG Value based on 0% Growth	\$42.45
Market Implied Growth Rate	6.73%

MG Opinion

Current Price	\$109.70
% of Intrinsic Value	57.05%
Opinion	Undervalued
MG Grade	C+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$2.71
Graham Number	\$61.27
PEmg	21.96
Current Ratio	1.63
PB Ratio	3.93
Current Dividend	\$1.20
Dividend Yield	1.09%
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		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
Jul2016	\$6.92	Jul2016	\$4.99
Jul2015	\$4.88	Jul2015	\$3.83
Jul2014	\$3.74	Jul2014	\$3.15
Jul2013	\$3.35	Jul2013	\$2.73
Jul2012	\$2.88	Jul2012	\$2.24
Jul2011	\$2.26	Jul2011	\$1.83
Jul2010	\$1.92	Jul2010	\$1.64
Jul2009	\$2.07	Jul2009	\$1.62
Jul2008	\$0.31	Jul2008	\$1.55
Jul2007	\$1.66	Jul2007	\$2.17
Jul2006	\$2.41	Jul2006	\$2.32
Jul2005	\$2.87	Jul2005	\$2.12
Jul2004	\$2.09	Jul2004	\$1.62
Jul2003	\$1.81	Jul2003	\$1.28
Jul2002	\$1.37	Jul2002	\$0.96
Jul2001	\$0.94	Jul2001	\$0.72
Jul2000	\$0.56	Jul2001	\$0.58
Jul1999	\$0.74	Balance Sheet Information	
Jul1998	\$0.63	4/1/2017	
Jul1997	\$0.40	Total Current Assets	\$1,271,365,000
	\$0.33	Total Current Liabilities	\$778,447,000
		Long-Term Debt	\$295,000,000
		Total Assets	\$2,600,076,000
		Intangible Assets	\$836,374,000
		Total Liabilities	\$1,128,118,000
		Shares Outstanding (Diluted Average)	52,773,000





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

[Harley-Davidson Inc Valuation – August 2017 \\$HOG](#)
[Wabash National Corp Valuation – Initial Coverage \\$WNC](#)
[Advance Auto Parts Inc Valuation – August 2017 \\$AAP](#)
[Fox Factory Holding Corp Valuation – Initial Coverage \\$FOXF](#)
[Monro Muffler Brake Inc Valuation – Initial Coverage \\$MNRO](#)
[Group 1 Automotive Inc Valuation – Initial Coverage \\$GPI](#)
[Dana Inc Valuation – Initial Coverage \\$DAN](#)
[Linamar Corp Valuation – Initial Coverage \\$TSE:LNR](#)
[AutoNation Inc Valuation – March 2017 \\$AN](#)
[Superior Industries International Inc Valuation – Initial Coverage \\$SUP](#)