# **ModernGraham Valuation**

# **Company Name:**

**Dover Corp** 

Modern Crobses

Company Ticker DOV
Date of Analysis

e of Analysis 3/2/2018

## 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.

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$15,128,959,930 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.40 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	
5. Earnings Growth	beginning and end	28.21% Fail
Moderate PEmg Ratio	PEmg < 20	20.93 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.54 Fail

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

<ol> <li>Sufficiently Strong Financial Condition</li> </ol>	on Current Ratio > 1.5	1.40 Fail
2. Sufficiently Strong Financial Condition	on Debt to NCA < 1.1	3.29 Fail
3. Earnings Stability	Positive EPS for 5 years prior	Pass
Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Fail

\$97.97

276.85%

Score

Suitability

MG Opinion

Defensive No Enterprising No

#### Stage 2: Determination of Intrinsic Value

EPSmg	\$4.68
MG Growth Estimate	-0.47%
MG Value	\$35.39
MG Value based on 3% Growth	\$67.87
MG Value based on 0% Growth	\$39.79
Market Implied Growth Rate	6.22%

% of Intrinsic Value

Opinion Overvalued MG Grade C-

## Stage 3: Information for Further Research

**Current Price** 

Net Current Asset Value (NCAV)	-\$19.38
Graham Number	\$55.52
PEmg	20.93
Current Ratio	1.40
PB Ratio	3.54
Current Dividend	\$1.82
Dividend Yield	1.86%
Number of Consecutive Years of Dividend	
Growth	20

Morningstar

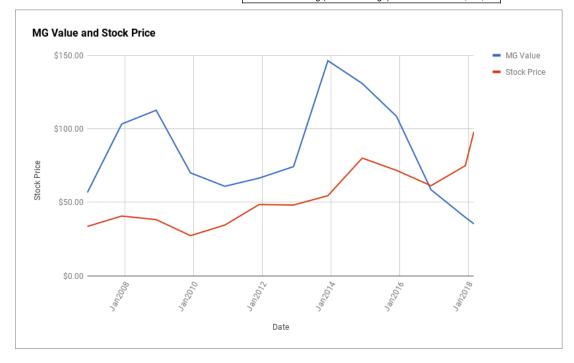
Useful Links: ModernGraham tagged articles

 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year		l <u>_</u> <u>_</u>	
Estimate	• •	Next Fiscal Year Estimate	\$4.68
Dec2017	\$5.15	Dec2017	\$4.67
Dec2016	\$3.25	Dec2016	\$4.52
Dec2015	\$5.46	Dec2015	\$5.10
Dec2014	\$4.59	Dec2014	\$4.83
Dec2013	\$5.78	Dec2013	\$4.67
Dec2012	\$4.41	Dec2012	\$3.94
Dec2011	\$4.74	Dec2011	\$3.58
Dec2010	\$3.70	Dec2010	\$2.98
Dec2009	\$1.91	Dec2009	\$2.65
Dec2008	\$3.12	Dec2008	\$2.93
Dec2007	\$3.26	Dec2007	\$2.68
Dec2006	\$2.74	Dec2006	\$2.14
Dec2005	\$2.50	Dec2005	\$1.66
Dec2004	\$2.02	Dec2004	\$1.27
Dec2003	\$1.44	Dec2003	\$1.20
Dec2002	-\$0.60	Dec2002	\$1.33
Dec2001	\$1.22	Balance Sheet Information	12/1/2017
Dec2000	\$2.54	Total Current Assets	\$3,207,120,000
Dec1999	\$4.41	Total Current Liabilities	\$2,298,193,000
Dec1998	\$1.69	Long-Term Debt	\$2,986,702,000
		Total Assets	\$10,657,653,000
		Intangible Assets	\$6,201,839,000
		Total Liabilities	\$6,274,473,000
		Shares Outstanding (Diluted Average)	158,281,000





#### Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in DOV 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 <u>Dover Corporation Valuation – July 2016 \$DOV</u>

Dividend Growth Stocks for Intelligent Investors – June 2016
Dividend Growth Stocks for Intelligent Investors – February 2016
13 Best Stocks For Value Investors This Week – 12/12/15

Dover Corp Valuation – December 2015 Update \$DOV

Other ModernGraham posts about related companies <u>Briggs & Stratton Corp Valuation – Initial Coverage \$BGG</u>
<u>Albany International Corp Valuation – Initial Coverage \$AIN</u>

<u>Terex Corporation Valuation – Initial Coverage \$TEX</u>

<u>Donaldson Co Inc Valuation – Initial Coverage \$DCI</u>

Stanley Black & Decker Inc Valuation – April 2017 \$SWK

<u>Lindsay Corp Valuation – Initial Coverage \$LNN</u>

Lennox International Inc Valuation - Initial Coverage \$LII

Standex Int'l Corp Valuation - Initial Coverage \$SXI

Pentair PLC Valuation - March 2017 \$PNR

<u>Lincoln Electric Holdings Inc Valuation – Initial Coverage \$LECO</u>