ModernGraham Valuation Pentair plc. Ordinary

Company Name:

Company Ticker PNR Date of Analysis

6/12/2018

Share



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; n	nust pass 6 out of the following 7 tests.		
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$8,007,764,100 Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.65 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	196.27% Pass
	6. Moderate PEmg Ratio	PEmg < 20	19.12 Pass
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.70 Pass
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	2.65 Pass
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.58 Fail
	3. Earnings Stability	Positive EPS for 5 years prior	Fail
	4. Dividend Record	Currently Pays Dividend	Pass
	5. Earnings Growth	EPSmg greater than 5 years ago	Pass
		Score	
Suitability	Defender	M	
	Defensive	Yes	
	Enterprising	Yes	
Stage 2: Dete	rmination of Intrinsic Value		
	EPSmg	\$2.31	
	MG Growth Estimate	15.00%	
	MG Value	\$88.91	
	MG Value based on 3% Growth	\$33.49	
	MG Value based on 0% Growth	\$19.63	
	Market Implied Growth Rate	5.31%	
MG Opinion			
	Current Price	\$44.16	
	% of Intrinsic Value	49.67%	
	Opinion	Undervalued	
	MG Grade	B+	
Stage 3: Infor	mation for Further Research		
0	Net Current Asset Value (NCAV)	-\$10.63	
	Graham Number	\$37.69	
	PEmg	19.12	
	Current Ratio	2.65	
	PB Ratio	1.70	

\$1.38

3.13%

12

Useful Links:

ModernGraham tagged articles Google Finance Yahoo Finance GuruFocus

Number of Consecutive Years of Dividend

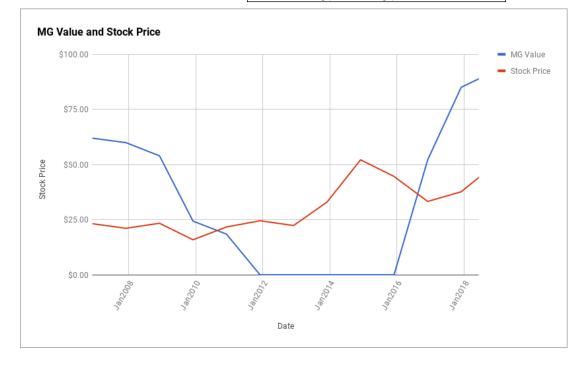
Current Dividend

Dividend Yield

Growth

Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History		
Next Fiscal Year				
Estimate	\$2.26	Next Fiscal Year Estimate	\$2.31	
Dec2017	\$3.63	Dec2017	\$2.21	
Dec2016	\$2.85	Dec2016	\$1.35	
Dec2015	-\$0.42	Dec2015	\$0.56	
Dec2014	\$1.11	Dec2014	\$1.0	
Dec2013	\$2.62	Dec2013	\$0.96	
Dec2012	-\$0.84	Dec2012	\$0.38	
Dec2011	-\$0.08	Dec2011	\$1.15	
Dec2010	\$1.86	Dec2010	\$1.80	
Dec2009	\$1.17	Dec2009	\$1.79	
Dec2008	\$2.31	Dec2008	\$2.0	
Dec2007	\$2.11	Dec2007	\$1.86	
Dec2006	\$1.81	Dec2006	\$1.70	
Dec2005	\$1.80	Dec2005	\$1.53	
Dec2004	\$1.68	Dec2004	\$1.28	
Dec2003	\$1.42	Dec2003	\$1.04	
Dec2002	\$1.31	Dec2002	\$0.88	
Dec2001	\$0.33	Balance Sheet Information	3/1/2018	
Dec2000	\$0.57	Total Current Assets	\$2,719,000,000	
Dec1999	\$1.17	Total Current Liabilities	\$1,027,500,000	
Dec1998	\$1.23	Long-Term Debt	\$2,673,100,000	
		Total Assets	\$9,368,100,000	
		Intangible Assets	\$5,916,600,000	
		Total Liabilities	\$4,648,400,000	
		Shares Outstanding (Diluted Average)	181,500,000	





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
 Pentair PLC Valuation – March 2017 \$PNR

 ModernGraham posts about the company
 Pentair PLC Valuation – November 2015 Update \$PNR

 26 Companies in the Spotlight This Week – 11/22/14 Pentair Limited Annual Valuation – 2014 \$PNR

Other ModernGraham posts about related companies Snap-on Inc Valuation – May 2018 \$SNA Paccar Inc Valuation – May 2018 \$PCAR W.W. Grainger Inc Valuation – May 2018 \$GWW Allegion PLC Valuation – May 2018 \$ALLE Xylem Inc Valuation – May 2018 \$XYL Arconic Inc Valuation – April 2018 \$ARNC Rockwell Automation Inc Valuation – April 2018 \$ROK Roper Technologies Inc Valuation – April 2018 \$ROP Eaton Corp PLC Valuation – March 2018 \$ETN Fastenal Co Valuation – March 2018 \$FAST