

# ModernGraham Valuation

Company Name:

Invacare Corporation

Company Ticker IVC

Date of Analysis

7/30/2018



## 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.*

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$577,072,545	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.10	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-370.62%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	-10.65	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.40	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	2.10	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.05	Pass
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		Fail
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	-\$1.64
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	-\$23.82
MG Value based on 0% Growth	-\$13.96
Market Implied Growth Rate	-9.58%

### MG Opinion

Current Price	\$17.50
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

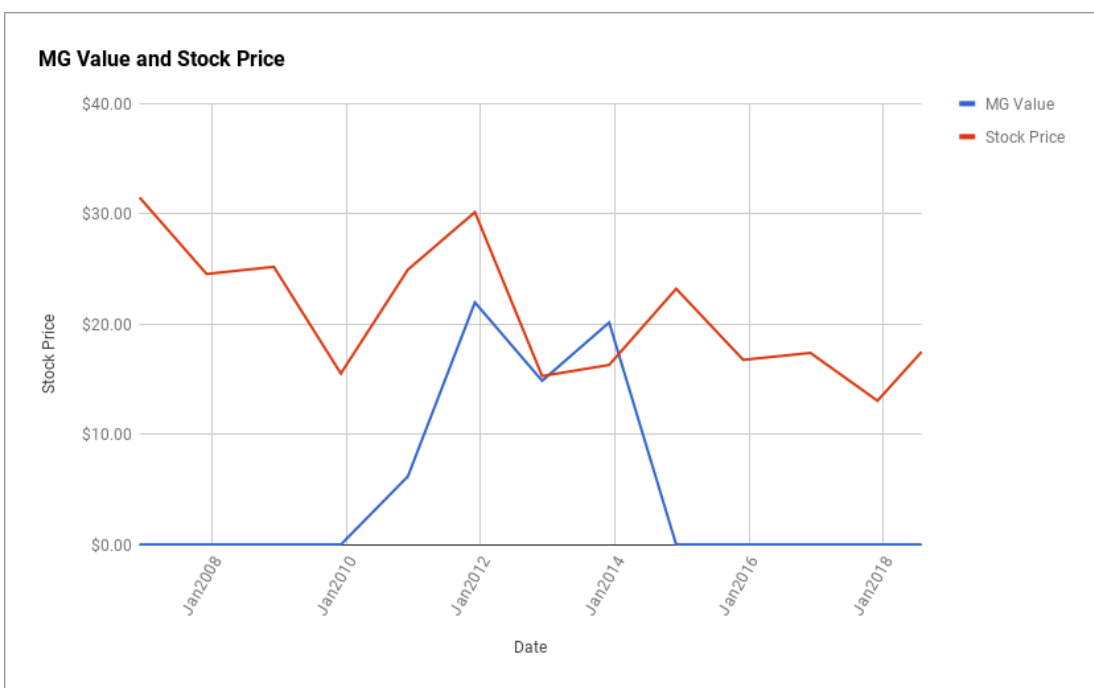
## Stage 3: Information for Further Research

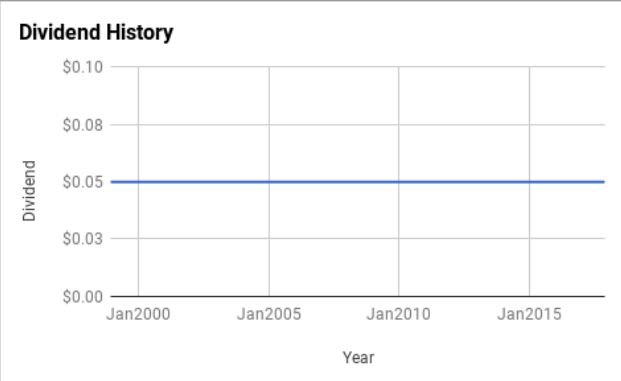
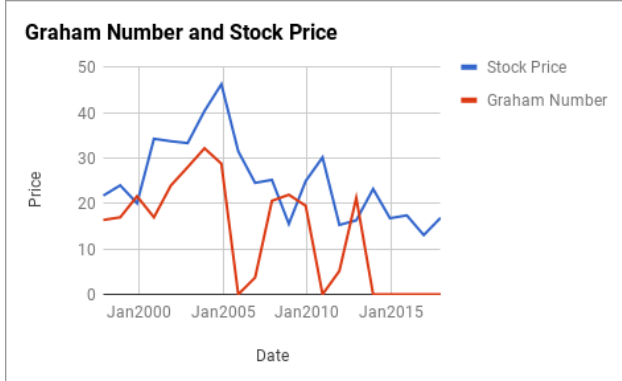
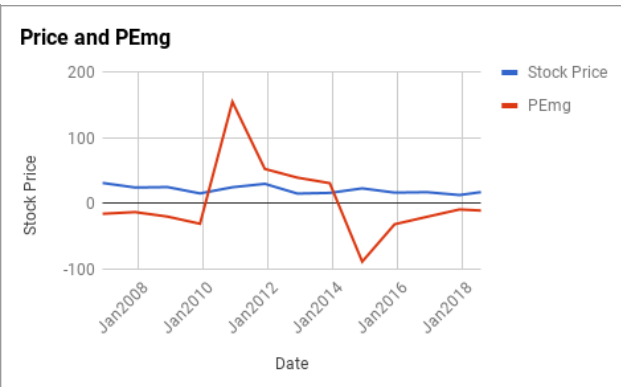
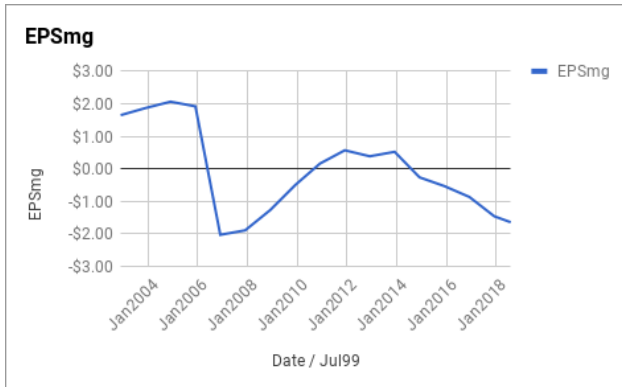
Net Current Asset Value (NCAV)	-\$5.90
Graham Number	\$0.00
PEmg	-10.65
Current Ratio	2.10
PB Ratio	1.40
Current Dividend	\$0.05
Dividend Yield	0.29%
Number of Consecutive Years of Dividend Growth	0

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<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	
Dec2017	-\$1.59	Dec2017	-\$1.64
Dec2016	-\$2.34	Dec2016	-\$1.46
Dec2015	-\$1.32	Dec2015	-\$0.86
Dec2014	-\$0.81	Dec2014	-\$0.53
Dec2013	-\$1.75	Dec2013	-\$0.26
Dec2012	\$1.03	Dec2012	\$0.52
Dec2011	\$0.06	Dec2011	\$0.39
Dec2010	-\$0.13	Dec2010	\$0.57
Dec2009	\$0.78	Dec2009	\$0.16
Dec2008	\$1.29	Dec2008	-\$0.50
Dec2007	\$1.09	Dec2007	-\$1.27
Dec2006	\$0.04	Dec2006	-\$1.89
Dec2005	-\$10.00	Dec2005	-\$2.03
Dec2004	\$1.51	Dec2004	\$1.92
Dec2003	\$2.33	Dec2003	\$2.06
Dec2002	\$2.25	Dec2002	\$1.87
Dec2001	\$2.05	Dec2001	\$1.65
Dec2000	\$1.11	<b>Balance Sheet Information 3/1/2018</b>	
Dec1999	\$1.95	Total Current Assets	\$445,273,000
Dec1998	\$1.36	Total Current Liabilities	\$212,340,000
	\$1.50	Long-Term Debt	\$244,366,000
		Total Assets	\$1,067,282,000
		Intangible Assets	\$440,678,000
		Total Liabilities	\$644,610,000
		Shares Outstanding (Diluted Average)	33,799,000





**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.

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[Universal Health Services Inc Valuation – June 2018 \\$UHS](#)  
[Dentsply Sirona Inc Valuation – June 2018 \\$XRAY](#)  
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