ModernGraham Valuation

Company Name:

CorVel Corporation



Company Ticker CRVL

Date of Analysis 8/22/2018

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	\$1,177,565,744 Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.75 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at	
5. Earnings Growth	beginning and end	69.01% Pass
Moderate PEmg Ratio	PEmg < 20	34.11 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	6.29 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	1.75 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00 Pass
3. Earnings Stability	Positive EPS for 5 years prior	Pass
Dividend Record	Currently Pays Dividend	Fail
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

192.87%

Score

Suitability

MG Opinion

Defensive No Enterprising Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.76
MG Growth Estimate	4.59%
MG Value	\$31.06
MG Value based on 3% Growth	\$25.46
MG Value based on 0% Growth	\$14.93
Market Implied Growth Rate	12.81%
Current Price	\$59.90

% of Intrinsic Value Opinion Overvalued

MG Grade

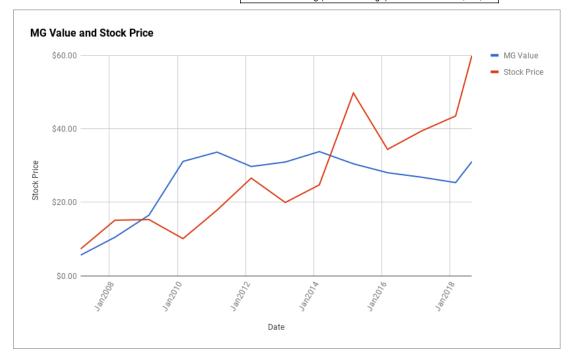
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$3.86
Graham Number	\$20.28
PEmg	34.11
Current Ratio	1.75
PB Ratio	6.29
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend	
Growth	0

Useful Links: ModernGraham tagged articles

Morningstar Google Finance MSN Money Yahoo Finance Seeking Alpha <u>GuruFocus</u> **SEC Filings**

EPS History		EPSmg History	
Next Fiscal Year	#2.02	Next Fiscal Year Estimate	¢4.7
Estimate	*		\$1.7
Mar2018	\$1.87	Mar2018	\$1.6
Mar2017	\$1.51	Mar2017	\$1.4
Mar2016	\$1.43	Mar2016	\$1.4
Mar2015	\$1.37	Mar2015	\$1.3
Mar2014	\$1.61	Mar2014	\$1.2
Mar2013	\$1.19	Mar2013	\$1.0
Mar2012	\$1.14	Mar2012	\$1.0
Mar2011	\$1.03	Mar2011	\$0.9
Mar2010	\$1.03	Mar2010	\$0.8
Mar2009	\$0.71	Mar2009	\$0.6
Mar2008	\$0.84	Mar2008	\$0.5
Mar2007	\$0.65	Mar2007	\$0.4
Mar2006	\$0.34	Mar2006	\$0.3
Mar2005	\$0.32	Mar2005	\$0.4
Mar2004	\$0.49	Mar2004	\$0.4
Mar2003	\$0.50	Mar2003	\$0.4
Mar2002	\$0.43	Balance Sheet Information	6/1/201
Mar2001	\$0.38	Total Current Assets	\$183,156,00
Mar2000	\$0.33	Total Current Liabilities	\$104,801,00
Mar1999	\$0.28	Long-Term Debt	\$
		Total Assets	\$291,210,00
		Intangible Assets	\$40,120,00
		Total Liabilities	\$109,345,00
		Shares Outstanding (Diluted Average)	19,102,00





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 CorVel Corp Valuation - Initial Coverage \$CRVL

Other ModernGraham posts about related companies Jones Lang LaSalle Inc Valuation – August 2018 \$JLL Investment Technology Group Inc Valuation – July 2018 \$ITG

Stifel Financial Corp Valuation – July 2018 \$SF CI Financial Corp Valuation – July 2018 \$TSE:CIX

INTL FCStone Inc Valuation – July 2018 \$INTL

SEI Investments Co Valuation – July 2018 \$SEIC

Canadian General Investments Ltd Valuation – July 2018 \$TSE-CGI

SLM Corp Valuation – July 2018 \$SLM

IGM Financial Inc Valuation – July 2018 \$TSE-IGM Main Street Capital Corp Valuation – July 2018 \$MAIN