

ModernGraham Valuation

Company Name:

Company Ticker LABL
Date of Analysis

Multi-Color
Corporation

8/26/2018



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	\$1,252,349,622	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.97	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	202.06%	Pass
5. Earnings Growth	PEmg < 20	16.39	Pass
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.76	Pass
7. Moderate Price to Assets			

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	1.97	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.41	Fail
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 Score		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.73
MG Growth Estimate	12.99%
MG Value	\$128.53
MG Value based on 3% Growth	\$54.06
MG Value based on 0% Growth	\$31.69
Market Implied Growth Rate	3.94%

MG Opinion

Current Price	\$61.10
% of Intrinsic Value	47.54%
Opinion	Undervalued
MG Grade	B-

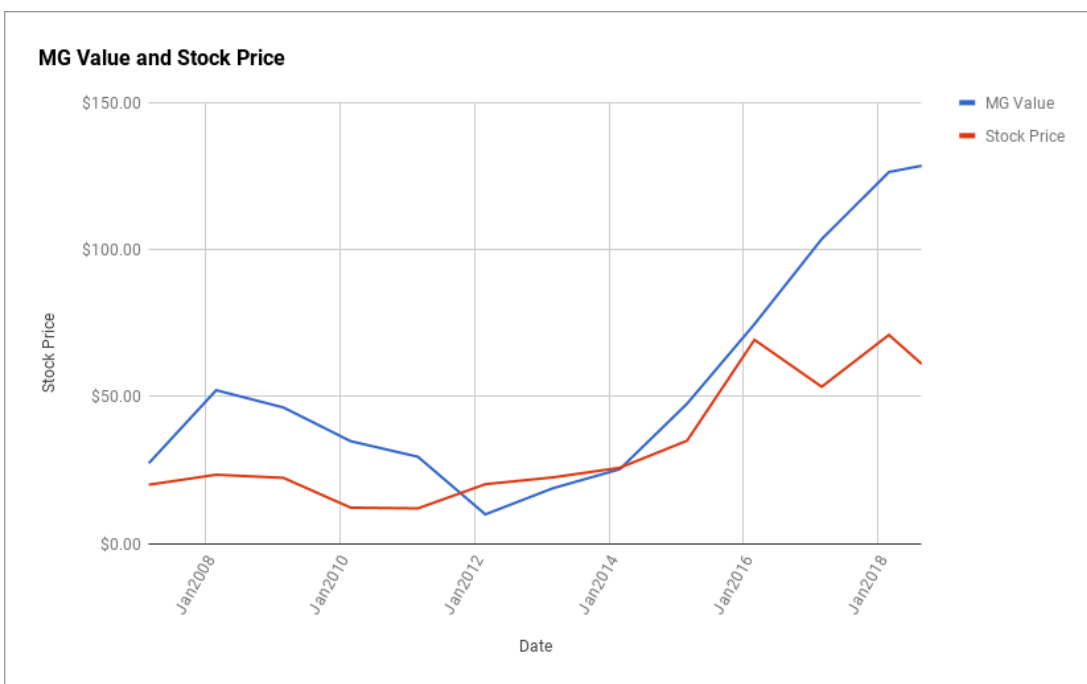
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$73.50
Graham Number	\$59.67
PEmg	16.39
Current Ratio	1.97
PB Ratio	1.76
Current Dividend	\$0.20
Dividend Yield	0.33%
Number of Consecutive Years of Dividend Growth	0

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EPS History		EPSmg History	
Next Fiscal Year Estimate	\$4.27	Next Fiscal Year Estimate	\$3.73
Mar2018	\$3.87	Mar2018	\$3.28
Mar2017	\$3.58	Mar2017	\$2.84
Mar2016	\$2.82	Mar2016	\$2.34
Mar2015	\$2.71	Mar2015	\$2.00
Mar2014	\$1.70	Mar2014	\$1.59
Mar2013	\$1.86	Mar2013	\$1.47
Mar2012	\$1.32	Mar2012	\$1.31
Mar2011	\$1.40	Mar2011	\$1.32
Mar2010	\$1.16	Mar2010	\$1.28
Mar2009	\$0.92	Mar2009	\$1.28
Mar2008	\$2.18	Mar2008	\$1.36
Mar2007	\$1.08	Mar2007	\$0.91
Mar2006	\$0.95	Mar2006	\$0.78
Mar2005	\$0.80	Mar2005	\$0.67
Mar2004	\$0.66	Mar2004	\$0.59
Mar2003	\$0.66	Mar2003	\$0.53
Mar2002	\$0.51	Balance Sheet Information 6/1/2018	
Mar2001	\$0.40	Total Current Assets	\$594,478,000
Mar2000	\$0.60	Total Current Liabilities	\$301,932,000
Mar1999	\$0.15	Long-Term Debt	\$1,581,974,000
		Total Assets	\$2,819,043,000
		Intangible Assets	\$1,705,262,000
		Total Liabilities	\$2,104,478,000
		Shares Outstanding (Diluted Average)	20,545,000





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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