

# ModernGraham Valuation

Company Name:

Standex Int'l Corp.

Company Ticker SXI

Date of Analysis

9/11/2018



## 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	\$1,409,622,698	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.38	Pass
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	64.56%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	25.93	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.12	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	2.38	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.87	Pass
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

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$4.24
MG Growth Estimate	3.03%
<b>MG Value</b>	<b>\$61.70</b>
MG Value based on 3% Growth	\$61.45
MG Value based on 0% Growth	\$36.02
Market Implied Growth Rate	8.72%

### MG Opinion

Current Price	\$109.90
% of Intrinsic Value	178.13%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.42
Graham Number	\$67.74
PEmg	25.93
Current Ratio	2.38
PB Ratio	3.12
Current Dividend	\$0.70
Dividend Yield	0.64%
Number of Consecutive Years of Dividend Growth	8

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<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	\$5.75	Next Fiscal Year Estimate	\$4.24
Jun2018	\$2.86	Jun2018	\$3.54
Jun2017	\$3.65	Jun2017	\$3.84
Jun2016	\$4.08	Jun2016	\$3.80
Jun2015	\$4.27	Jun2015	\$3.53
Jun2014	\$3.35	Jun2014	\$3.06
Jun2013	\$3.51	Jun2013	\$2.64
Jun2012	\$2.42	Jun2012	\$2.04
Jun2011	\$2.77	Jun2011	\$1.75
Jun2010	\$2.26	Jun2010	\$1.29
Jun2009	-\$0.44	Jun2009	\$0.97
Jun2008	\$1.49	Jun2008	\$1.63
Jun2007	\$1.71	Jun2007	\$1.64
Jun2006	\$1.85	Jun2006	\$1.54
Jun2005	\$1.91	Jun2005	\$1.41
Jun2004	\$0.86	Jun2004	\$1.28
Jun2003	\$1.16	Jun2003	\$1.60
Jun2002	\$1.35	<b>Balance Sheet Information</b>	<b>6/1/2018</b>
Jun2001	\$2.02	Total Current Assets	\$383,959,000
Jun2000	\$2.17	Total Current Liabilities	\$161,341,000
Jun1999	\$2.41	Long-Term Debt	\$193,772,000
		Total Assets	\$916,937,000
		Intangible Assets	\$349,837,000
		Total Liabilities	\$466,142,000
		Shares Outstanding (Diluted Average)	12,800,000





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 ModernGraham posts about the company

- [5 Best Stocks for Value Investors This Week – 3/18/17](#)
- [Standex Int'l Corp Valuation – Initial Coverage \\$SXI](#)

Other ModernGraham posts about related companies

- [Lincoln Electric Holdings Inc Valuation – August 2018 \\$LECO](#)
- [Regal Beloit Corp Valuation – August 2018 \\$RBC](#)
- [Kennametal Inc Valuation – August 2018 \\$KMT](#)
- [SPX Corp Valuation – August 2018 \\$SPXC](#)
- [AGCO Corp Valuation – August 2018 \\$AGCO](#)
- [John Bean Technologies Corp Valuation – August 2018 \\$JBT](#)
- [Stanley Black & Decker Inc Valuation – June 2018 \\$SWK](#)
- [Pentair PLC Valuation – June 2018 \\$PNR](#)
- [Snap-on Inc Valuation – May 2018 \\$SNA](#)
- [Paccar Inc Valuation – May 2018 \\$PCAR](#)