

# ModernGraham Valuation

Company Name:

Dover Corp

Company Ticker DOV

Date of Analysis

1/4/2019



## 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	\$10,506,709,846	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.30	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	20.29%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	16.29	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.91	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	1.30	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.24	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		Fail
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$4.41
MG Growth Estimate	-1.32%
<b>MG Value</b>	<b>\$25.84</b>
MG Value based on 3% Growth	\$63.91
MG Value based on 0% Growth	\$37.46
Market Implied Growth Rate	3.90%

### MG Opinion

Current Price	\$71.80
% of Intrinsic Value	277.84%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C</b>

## Stage 3: Information for Further Research

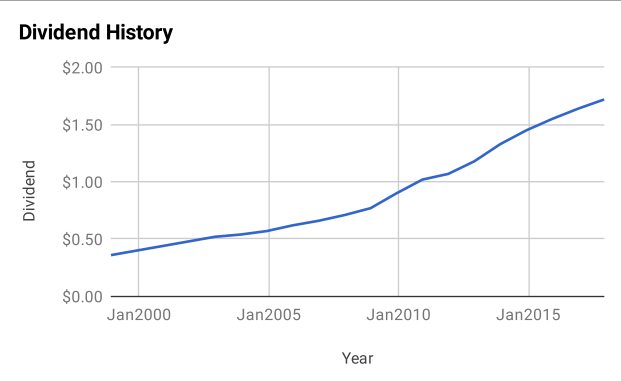
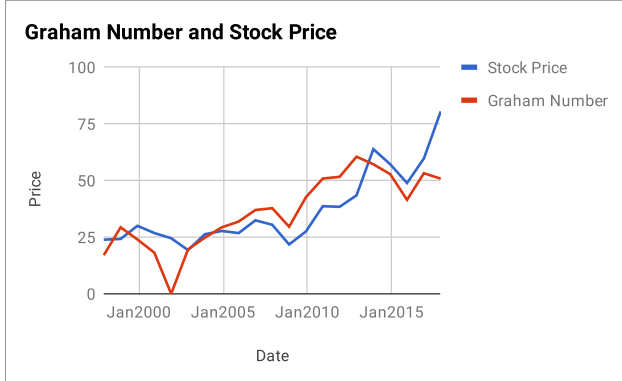
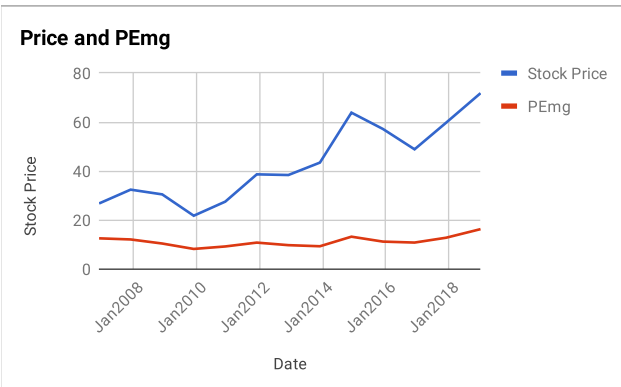
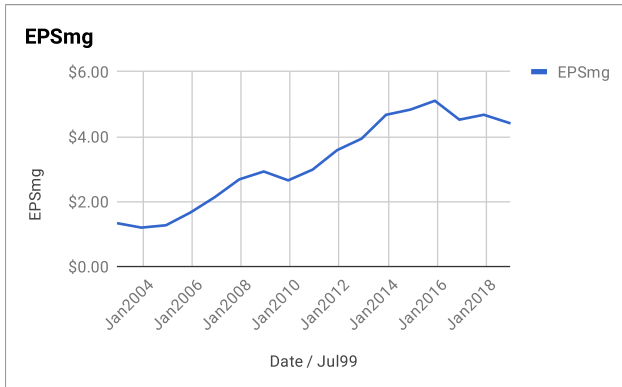
Net Current Asset Value (NCAV)	-\$21.78
Graham Number	\$50.79
PEmg	16.29
Current Ratio	1.30
PB Ratio	3.91
Current Dividend	\$1.82
Dividend Yield	2.53%
Number of Consecutive Years of Dividend Growth	20

### 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	\$4.05	Next Fiscal Year Estimate	\$4.41
Dec2017	\$5.15	Dec2017	\$4.67
Dec2016	\$3.25	Dec2016	\$4.52
Dec2015	\$5.46	Dec2015	\$5.10
Dec2014	\$4.59	Dec2014	\$4.83
Dec2013	\$5.78	Dec2013	\$4.67
Dec2012	\$4.41	Dec2012	\$3.94
Dec2011	\$4.74	Dec2011	\$3.58
Dec2010	\$3.70	Dec2010	\$2.98
Dec2009	\$1.91	Dec2009	\$2.65
Dec2008	\$3.12	Dec2008	\$2.93
Dec2007	\$3.26	Dec2007	\$2.68
Dec2006	\$2.74	Dec2006	\$2.14
Dec2005	\$2.50	Dec2005	\$1.66
Dec2004	\$2.02	Dec2004	\$1.27
Dec2003	\$1.44	Dec2003	\$1.20
Dec2002	-\$0.60	Dec2002	\$1.33
Dec2001	\$1.22	<b>Balance Sheet Information 9/1/2018</b>	
Dec2000	\$2.54	Total Current Assets	\$2,459,049,000
Dec1999	\$4.41	Total Current Liabilities	\$1,890,305,000
Dec1998	\$1.69	Long-Term Debt	\$2,981,923,000
		Total Assets	\$8,461,770,000
		Intangible Assets	\$4,915,448,000
		Total Liabilities	\$5,713,836,000
		Shares Outstanding (Diluted Average)	149,457,000





**Disclaimer:**

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in DOV 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**

- [Dover Corp Valuation – March 2018 \\$DOV](#)
- [Dover Corporation Valuation – July 2016 \\$DOV](#)
- [Dividend Growth Stocks for Intelligent Investors – June 2016](#)
- [Dividend Growth Stocks for Intelligent Investors – February 2016](#)
- [13 Best Stocks For Value Investors This Week – 12/12/15](#)

**Other ModernGraham posts about related companies**

- [Caterpillar Inc Valuation – November 2018 \\$CAT](#)
- [Lindsay Corp Valuation – October 2018 \\$LNN](#)
- [Lennox International Inc Valuation – October 2018 \\$LII](#)
- [Standex International Corp Valuation – September 2018 \\$SXI](#)
- [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](#)