

ModernGraham Valuation

Company Name:

Verisk Analytics, Inc.

Company Ticker VRSK

Date of Analysis

3/19/2019



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	\$21,005,247,318	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.49	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 beginning and end	129.90%	Pass
5. Earnings Growth	PEmg < 20	34.71	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	10.38	Fail
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	0.49	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-2.99	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago Score		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.70
MG Growth Estimate	8.09%
MG Value	\$91.38
MG Value based on 3% Growth	\$53.67
MG Value based on 0% Growth	\$31.46
Market Implied Growth Rate	13.10%

MG Opinion

Current Price	\$128.47
% of Intrinsic Value	140.58%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

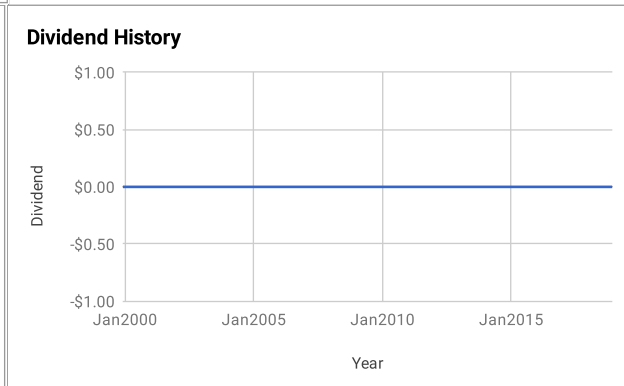
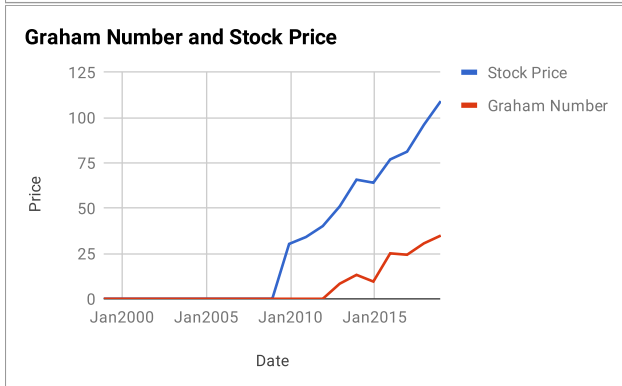
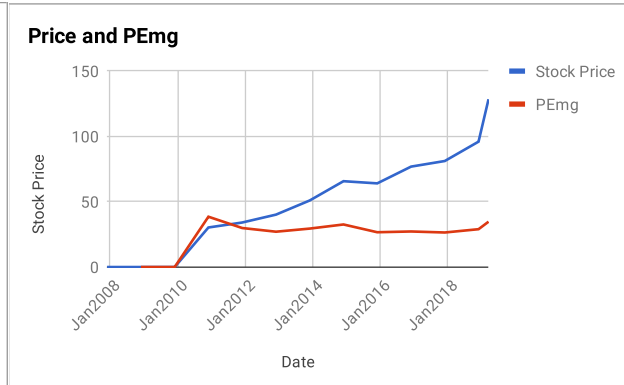
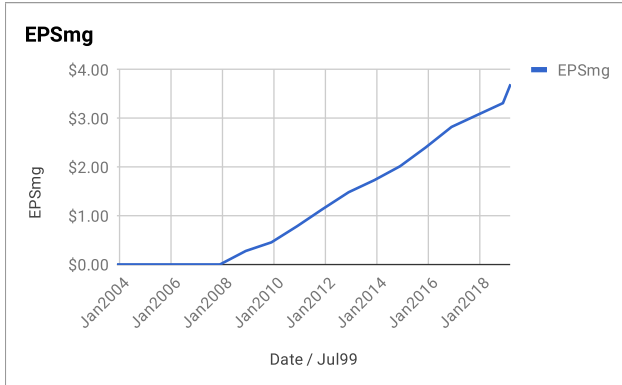
Net Current Asset Value (NCAV)	-\$19.03
Graham Number	\$34.88
PEmg	34.71
Current Ratio	0.49
PB Ratio	10.38
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
	\$4.30		\$3.70
Dec2018	\$3.56	Dec2018	\$3.31
Dec2017	\$3.29	Dec2017	\$3.07
Dec2016	\$3.45	Dec2016	\$2.82
Dec2015	\$3.01	Dec2015	\$2.40
Dec2014	\$2.37	Dec2014	\$2.02
Dec2013	\$2.02	Dec2013	\$1.73
Dec2012	\$1.92	Dec2012	\$1.48
Dec2011	\$1.63	Dec2011	\$1.14
Dec2010	\$1.30	Dec2010	\$0.79
Dec2009	\$0.70	Dec2009	\$0.45
Dec2008	\$0.83	Dec2008	\$0.28
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Balance Sheet Information 12/1/2018	
Dec2001	\$0.00	Total Current Assets	\$644,500,000
Dec2000	\$0.00	Total Current Liabilities	\$1,324,600,000
Dec1999	\$0.00	Long-Term Debt	\$2,031,000,000
		Total Assets	\$5,900,300,000
		Intangible Assets	\$4,589,300,000
		Total Liabilities	\$3,829,700,000
		Shares Outstanding (Diluted Average)	167,347,000





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:

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ModernGraham
posts about the
company

[Verisk Analytics Inc Valuation – June 2018 \\$VRSK](#)
[Verisk Analytics Inc Valuation – Initial Coverage \\$VRSK](#)

Other
ModernGraham
posts about related
companies

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[IHS Markit Ltd Valuation – February 2019 \\$INFO](#)
[Automatic Data Processing Inc Valuation – February 2019 \\$ADP](#)
[Fiserv Inc Valuation – February 2019 \\$FISV](#)
[Rollins Inc Valuation – February 2019 \\$ROL](#)
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[Cintas Corp Valuation – February 2019 \\$CTAS](#)
[Fidelity National Information Services Inc Valuation – January 2019 \\$FIS](#)
[Avery Dennison Corp Valuation – January 2019 \\$AVY](#)
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