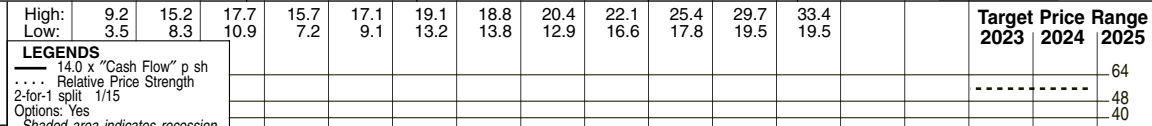


GENTEX CORP. NDQ-GNTX

RECENT PRICE **32.60** P/E RATIO **17.0** (Trailing: 26.1 Median: 16.0) RELATIVE P/E RATIO **0.81** DIV'D YLD **1.5%** **VALUE LINE**

TIMELINESS 3 Lowered 10/2/20
SAFETY 3 New 7/10/98
TECHNICAL 3 Raised 12/4/20
BETA .95 (1.00 = Market)

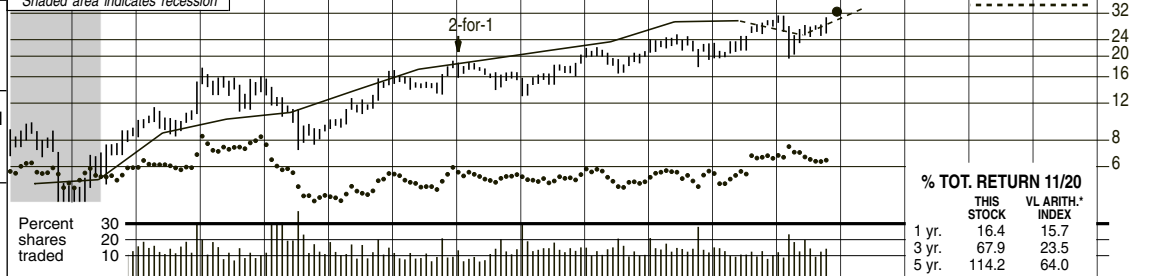


18-Month Target Price Range
 Low-High Midpoint (% to Mid)
 \$21-\$39 \$30 (-10%)

2023-25 PROJECTIONS
 High Price Gain Ann'l Total Return
 Low 55 35 (+70%) 15%
 35 (+5%) 3%

Institutional Decisions

	4Q2019	1Q2020	2Q2020
to Buy	225	199	225
to Sell	220	266	230
Hlds(000)	211368	205299	204144



2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	© VALUE LINE PUB. LLC	23-25
1.62	1.72	2.01	2.26	2.27	1.97	2.87	3.55	3.84	4.02	4.66	5.30	5.84	6.40	7.07	7.40	6.70	8.10	Sales per sh	9.80
.43	.43	.48	.53	.36	.37	.62	.72	.77	.98	1.24	1.37	1.52	1.67	2.08	2.11	1.80	2.45	"Cash Flow" per sh	3.15
.36	.35	.37	.43	.22	.24	.49	.57	.60	.78	.98	1.08	1.19	1.28	1.62	1.68	1.35	1.95	Earnings per sh ^A	2.60
.16	.18	.19	.20	.22	.22	.22	.24	.26	.28	.31	.34	.36	.39	.44	.46	.48	.52	Div'ds Decl'd per sh ^B	.68
.10	.17	.17	.19	.17	.08	.16	.42	.41	.19	.25	.34	.42	.37	.33	.34	.25	.35	Cap'l Spending per sh	.40
2.51	2.70	2.47	2.79	2.54	2.66	3.14	3.56	3.92	4.56	5.32	5.91	6.64	7.31	7.18	7.71	7.85	8.60	Book Value per sh	10.45
311.47	312.09	284.95	289.51	275.27	276.68	284.58	288.14	286.15	291.16	295.25	291.34	287.74	280.28	259.33	251.28	244.00	239.00	Common Shs Outst'g ^C	230.00
26.2	25.1	21.4	22.0	33.0	27.2	20.7	25.2	17.9	15.5	15.7	15.5	13.8	15.3	13.9	14.7	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	18.0
1.38	1.34	1.16	1.17	1.99	1.81	1.32	1.58	1.14	.87	.83	.78	.72	.77	.75	.79			Relative P/E Ratio	1.00
1.6%	2.0%	2.4%	2.1%	3.0%	3.4%	2.2%	1.7%	2.4%	2.3%	2.0%	2.0%	2.2%	2.0%	1.9%	1.9%			Avg Ann'l Div'd Yield	1.5%

CAPITAL STRUCTURE as of 9/30/20
 Total Debt \$25.0 mill. Due in 5 Yrs \$25.0 mill.
 LT Debt Nil LT Interest Nil

Leases, Uncapitalized \$7. mill.

No Defined Benefit Pension Plan

Pfd Stock None
 Common Stock 245,056,522 shs.
 as of 10/23/20

MARKET CAP: \$8.0 billion (Large Cap)

CURRENT POSITION

	2018	2019	9/30/20
Cash Assets	217.0	296.3	400.5
Receivables	213.5	235.4	268.5
Inventory (FIFO)	225.3	248.9	233.4
Other	195.1	169.7	72.9
Current Assets	850.9	950.3	975.3
Accts Payable	92.8	97.6	90.3
Debt Due	--	--	25.0
Other	76.4	74.2	121.2
Current Liab.	169.2	171.8	236.5

ANNUAL RATES

of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '17-'19 to '23-'25
Sales	12.5%	11.0%	6.0%
"Cash Flow"	16.5%	14.5%	8.5%
Earnings	18.0%	14.5%	9.5%
Dividends	7.5%	8.5%	8.0%
Book Value	11.0%	10.0%	6.0%

QUARTERLY SALES (\$ mill.)

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2017	453.5	443.2	438.6	459.6	1794.9
2018	465.4	455.0	460.3	453.4	1834.1
2019	468.6	468.7	477.8	443.8	1858.9
2020	453.8	229.9	474.6	476.7	1635
2021	480	480	490	490	1940

EARNINGS PER SHARE ^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2017	.33	.31	.31	.33	1.28
2018	.40	.40	.41	.41	1.62
2019	.40	.45	.44	.39	1.68
2020	.36	.02	.48	.49	1.35
2021	.45	.50	.50	.50	1.95

QUARTERLY DIVIDENDS PAID ^B

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2016	.085	.09	.09	.09	.355
2017	.09	.10	.10	.10	.39
2018	.11	.11	.11	.11	.44
2019	.11	.115	.115	.115	.455
2020	.115	.12	.12	.12	

BUSINESS: Gentex Corporation manufactures automatic-dimming automotive rearview mirrors and electronics for the automotive industry. These mirrors use sensors to detect glare from trailing approaching vehicles and darken to protect the driver's vision. It also makes dimmable aircraft windows for the aviation industry. Sells to most of the major automakers (has 3 customers who each ac-

Gentex posted better-than-expected third-quarter results. While sales of \$475 million were just shy of the previous-year tally, they were \$25 million above our estimate. Total auto-dimming mirror unit volumes were down 3%, to 10,559, largely due to the ongoing impact from COVID-19, but the top line benefited from continued revenue growth from the company's *Full Display Mirror* product. Margins widened thanks to ongoing cost-reduction initiatives and lower tariff-related costs, which more than offset annual customer price reductions. This allowed share net of \$0.48 to rise 9% compared to the previous-year tally, while coming in \$0.08 above our forecast.

We are raising our 2020 top- and bottom-line estimates by \$35 million and \$0.15 per share, respectively, to \$1.635 billion and \$1.35. Management believes total light-vehicle production in its primary markets will decline 2% in the December quarter, to 19.1 million units, which would mark an improved outlook from last quarter. While demand for auto-dimming mirror products will likely remain muted in the final period, we still

anticipate good volumes for the *Full Display Mirror* products. Share earnings ought to continue to benefit from recent cost-cutting initiatives, particularly to SG&A and R&D, as well as from ongoing stock repurchases.

Management is reintroducing revenue guidance for 2021. While it acknowledged that there continues to be significant uncertainty related to the impact of COVID-19 on consumer demand for light vehicles, it expects revenues next year to rise 15%-20% compared to the anticipated 2020 tally. Gentex thinks the rapid recovery in light-vehicle production over the last few months is a positive sign for next year. Its ongoing focus on cost control and new product innovation should help drive strong top- and bottom-line growth.

Shares of Gentex are ranked to track the broader market averages in the coming six to 12 months. The stock, which has a dividend yield moderately below the *Value Line* median, offers about-average price appreciation potential over the 3- to 5-year haul.

(A) Diluted earnings. Quarterly earnings may not sum due to rounding. Next earnings report due in late January.	April, July, and October.	Company's Financial Strength	B++
(B) Payments typically made in late January.	(C) In millions, adjusted for stock split.	Stock's Price Stability	85
		Price Growth Persistence	70
		Earnings Predictability	80

To subscribe call 1-800-VALUELINE

December 11, 2020

Iason Dalavagas