

ModernGraham Valuation

Company Name:

Loading...

Company Ticker SWM

Date of Analysis

3/15/2017



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	Loading...	Loading...
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.68	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	205.21%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	Loading...	Loading...
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	Loading...	Loading...

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	2.68	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.91	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		Pass
	Score		

Suitability

Defensive	Loading...
Enterprising	Loading...

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.91
MG Growth Estimate	3.73%
MG Value	\$46.47
MG Value based on 3% Growth	\$42.20
MG Value based on 0% Growth	\$24.74
Market Implied Growth Rate	Loading...

MG Opinion

Current Price	Loading...
% of Intrinsic Value	Loading...
Opinion	Loading...
MG Grade	Loading...

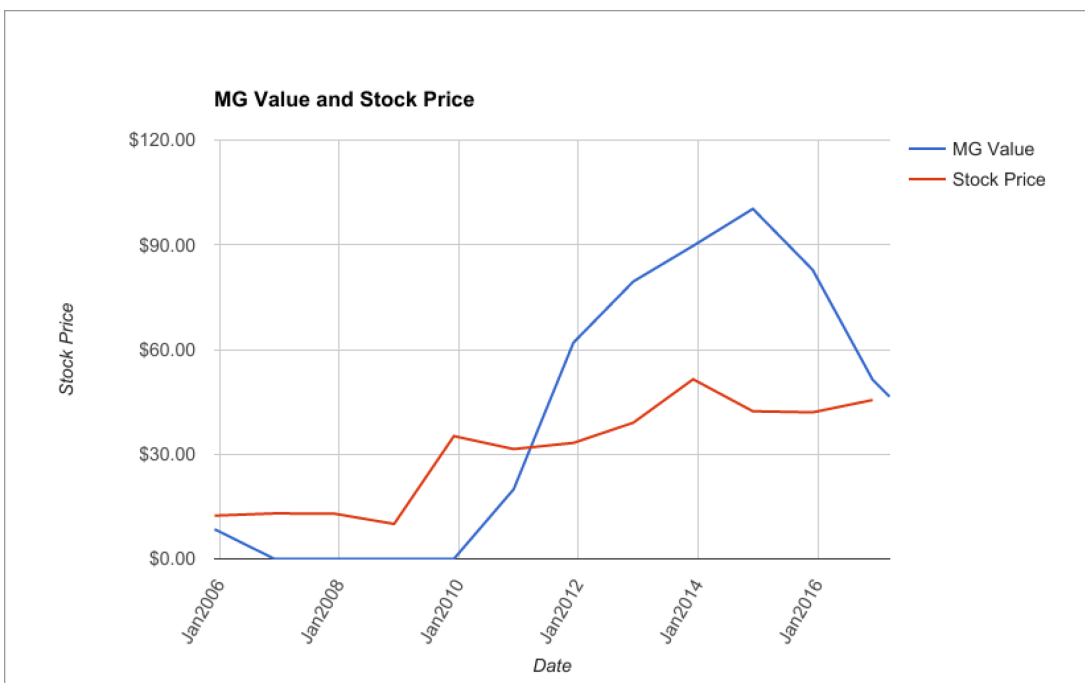
Stage 3: Information for Further Research

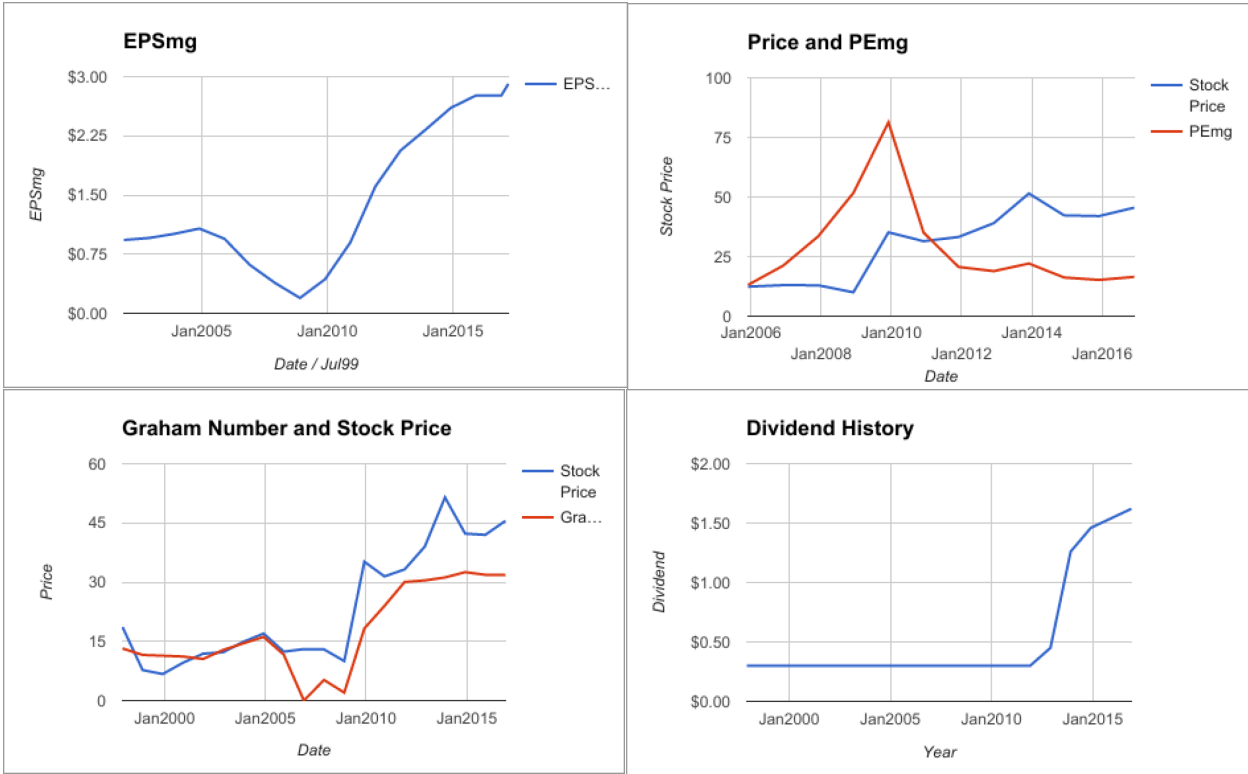
Net Current Asset Value (NCAV)	-\$9.88
Graham Number	\$34.35
PEmg	Loading...
Current Ratio	2.68
PB Ratio	Loading...
Current Dividend	\$1.62
Dividend Yield	Loading...
Number of Consecutive Years of Dividend Growth	6

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	\$3.15	Next Fiscal Year Estimate	\$2.91
Dec2016	\$2.70	Dec2016	\$2.76
Dec2015	\$2.94	Dec2015	\$2.76
Dec2014	\$2.93	Dec2014	\$2.61
Dec2013	\$2.42	Dec2013	\$2.33
Dec2012	\$2.51	Dec2012	\$2.06
Dec2011	\$2.73	Dec2011	\$1.61
Dec2010	\$1.76	Dec2010	\$0.90
Dec2009	\$1.10	Dec2009	\$0.43
Dec2008	\$0.02	Dec2008	\$0.19
Dec2007	\$0.11	Dec2007	\$0.39
Dec2006	-\$0.03	Dec2006	\$0.62
Dec2005	\$0.63	Dec2005	\$0.94
Dec2004	\$1.18	Dec2004	\$1.07
Dec2003	\$1.11	Dec2003	\$1.01
Dec2002	\$1.09	Dec2002	\$0.96
Dec2001	\$0.82	Dec2001	\$0.93
Dec2000	\$0.91	Balance Sheet Information	12/1/2016
Dec1999	\$0.98	Total Current Assets	\$364,300,000
Dec1998	\$0.96	Total Current Liabilities	\$135,800,000
Dec1997	\$1.39	Long-Term Debt	\$437,400,000
		Total Assets	\$1,173,700,000
		Intangible Assets	\$411,400,000
		Total Liabilities	\$665,400,000
		Shares Outstanding (Diluted Average)	30,463,000





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

#N/A

Other ModernGraham posts about related companies

- [WestRock Co Valuation – August 2016 \\$WRK](#)
- [Bemis Company Inc Valuation – July 2016 \\$BMS](#)
- [Owens-Illinois Inc Valuation – June 2016 \\$OI](#)
- [Bemis Co Inc Valuation – January 2016 Update \\$BMS](#)
- [WestRock Co Valuation – January 2016 Update \\$WRK](#)
- [International Paper Co Valuation – December 2015 Update \\$IP](#)
- [Bemis Company Inc. Analysis – September 2015 Update \\$BMS](#)
- [WestRock Co. Analysis – Initial Coverage \\$WRK](#)
- [International Paper Company Analysis – September 2015 Update \\$IP](#)
- [Ball Corporation Analysis – 2015 Update \\$BLL](#)