

ModernGraham Valuation

Company Name:

Company Ticker WYNN

Date of Analysis

9/10/2015

Wynn Resorts,
Limited



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	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	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	
5. Earnings Growth		Pass
6. Moderate PEmg Ratio	PEmg < 20	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	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	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	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

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.76
MG Growth Estimate	14.52%
MG Value	\$178.60
MG Value based on 3% Growth	\$68.97
MG Value based on 0% Growth	\$40.43
Market Implied Growth Rate	3.08%

MG Opinion

Current Price	\$69.71
% of Intrinsic Value	39.03%
Opinion	Undervalued

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$72.79
Graham Number	#NUM!
PEmg	14.66
Current Ratio	1.70
PB Ratio	-34.01
Dividend Yield	6.81%
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	\$1.32	Next Fiscal Year Estimate	\$4.76
Dec14	\$7.18	Dec14	\$6.01
Dec13	\$7.17	Dec13	\$4.83
Dec12	\$4.82	Dec12	\$3.32
Dec11	\$4.88	Dec11	\$2.42
Dec10	\$1.29	Dec10	\$1.59
Dec09	\$0.17	Dec09	\$1.81
Dec08	\$1.92	Dec08	\$2.23
Dec07	\$2.34	Dec07	\$1.90
Dec06	\$6.24	Dec06	\$1.23
Dec05	-\$0.92	Dec05	-\$1.18
Dec04	-\$2.37	Dec04	-\$1.17
Dec03	-\$0.62	Dec03	-\$0.52
Dec02	-\$0.68	Dec02	-\$0.40
Dec01	-\$0.45	Dec01	-\$0.22
Dec00	-\$0.28	Dec00	-\$0.09
Dec99	\$0.00	Dec99	\$0.00
Dec98	\$0.00	Balance Sheet Information Jun15	
Dec97	\$0.00	Total Current Assets	\$2,087,703,000
Dec96	\$0.00	Total Current Liabilities	\$1,227,090,000
Dec95	\$0.00	Long-Term Debt	\$7,985,463,000
		Total Assets	\$9,283,042,000
		Intangible Assets	\$112,176,000
		Total Liabilities	\$9,491,489,000
		Shares Outstanding (Diluted Average)	101,710,000





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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posts about the
company

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[Wynn Resorts Analysis – June 2015 Update \\$WYNN](#)

[5 Undervalued Companies for Enterprising Investors Near 52 Week Lows – June 2015](#)

[5 Undervalued Companies for the Enterprising Investor Near 52 Week Lows – May 2015](#)

[10 Companies Benjamin Graham Would Invest In Today – May 2015](#)

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[International Game Technology Quarterly Valuation – March 2015 \\$IGT](#)

[Wynn Resorts Limited Quarterly Valuation – March 2015 \\$WYNN](#)

[Wynn Resorts Limited Quarterly Valuation – December 2014 \\$WYNN](#)

[Wynn Resorts Limited Quarterly Stock Valuation – September 2014 \\$WYNN](#)