ModernGraham Valuation

Company Name:

Company Ticker SCG

Date of Analysis

7/27/2016

SCANA Corporation



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	\$10,367,384,595 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.60 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	50.23% Pass
6. Moderate PEmg Ratio	PEmg < 20	17.92 Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.89 Pass
Enterprising Investor; must pass 4 out of the following 5 tests, or b	pe suitable for the Defensive Investor.	
1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	0.60 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-7.22 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	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

	EPSmg		\$4.09
	MG Growth Estimate		5.33%
	MG Value		\$78.25
	MG Value based on 3% Growth		\$59.24
	MG Value based on 0% Growth		\$34.73
	Market Implied Growth Rate		4.71%
MG Opinion			
	Current Price		\$73.20
	% of Intrinsic Value		93.54%
	Opinion	Fairly Valued	
	MG Grade	В	

Stage 3: Information for Further Research

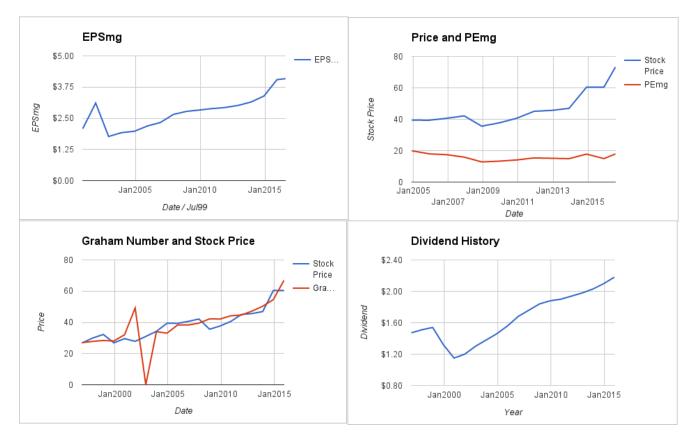
Net Current Asset Value (NCAV)	-\$74.26
Graham Number	\$57.72
PEmg	17.92
Current Ratio	0.60
PB Ratio	1.89
Current Dividend	\$2.21
Dividend Yield	3.02%
Number of Consecutive Years of Dividend Growth	17

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EPS History		EPSmg History	
Next Fiscal Year Estimate	¢3 83	Next Fiscal Year Estimate	\$4.09
Dec2015	\$5.22	Dec2015	
Dec2015		Dec2015	\$4.05
	\$3.79		\$3.39
Dec2013	\$3.39	Dec2013	\$3.15
Dec2012	\$3.15		\$3.01
Dec2011	\$2.97	Dec2011	\$2.93
Dec2010	\$2.98	Dec2010	\$2.89
Dec2009	\$2.85	Dec2009	\$2.83
Dec2008	\$2.95	Dec2008	\$2.77
Dec2007	\$2.74	Dec2007	\$2.65
Dec2006	\$2.68	Dec2006	\$2.33
Dec2005	\$2.81	Dec2005	\$2.19
Dec2004	\$2.24	Dec2004	\$1.98
Dec2003	\$2.46	Dec2003	\$1.92
Dec2002	-\$1.34	Dec2002	\$1.77
Dec2001	\$5.15	Dec2001	\$3.11
Dec2000	\$2.35	Dec2000	\$2.08
Dec1999	\$1.73	Balance Sheet Information	3/1/2016
Dec1998	\$2.12	Total Current Assets	\$1,217,000,000
Dec1997	\$2.06	Total Current Liabilities	\$2,031,000,000
Dec1996	\$2.05	Long-Term Debt	\$5,879,000,000
		Total Assets	\$17,368,000,000
		Intangible Assets	\$210,000,000
		Total Liabilities	\$11,829,000,000
		Shares Outstanding (Diluted Average)	142,900,000





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.

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