

ModernGraham Valuation

Company Name:

Goldcorp Inc. (USA)

Company Ticker GG

Date of Analysis

9/3/2016



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	\$14,378,339,344	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.62	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-349.01%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-7.46	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.04	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	1.62	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.16	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-	\$2.15
MG Growth Estimate	-	4.25%
MG Value		\$0.00
MG Value based on 3% Growth	-	\$31.16
MG Value based on 0% Growth	-	\$18.26
Market Implied Growth Rate	-	7.98%

MG Opinion

Current Price		\$16.02
% of Intrinsic Value	N/A	
Opinion		Overvalued
MG Grade		D

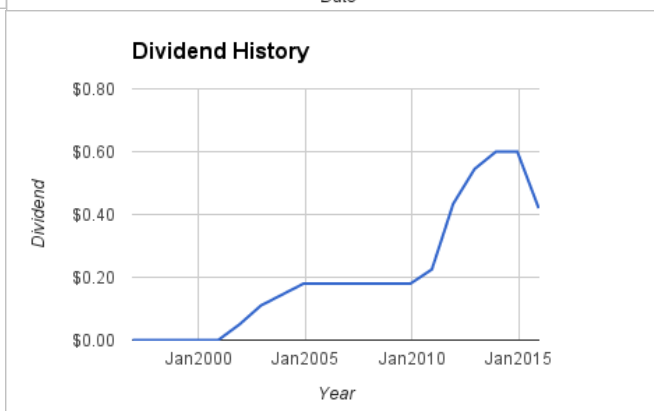
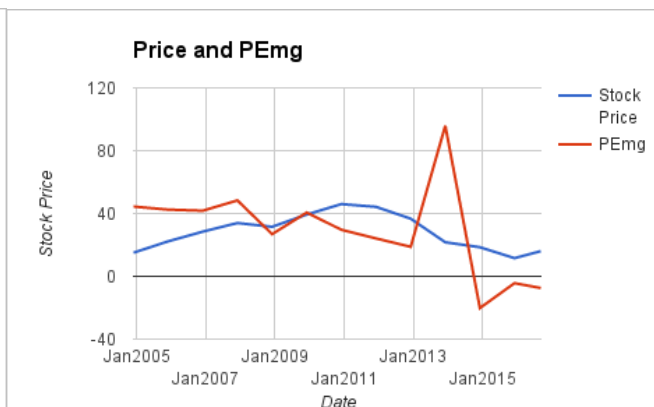
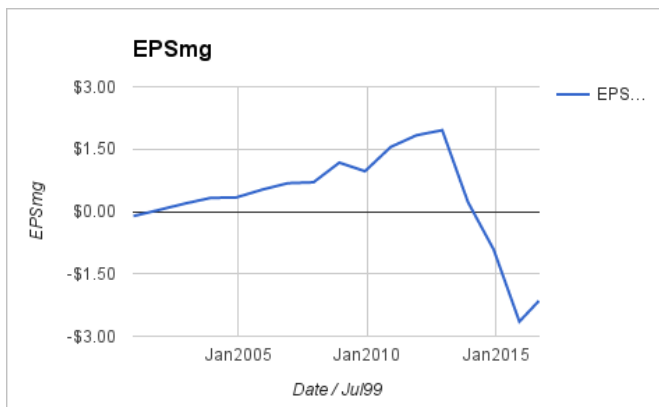
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-	\$8.52
Graham Number		\$6.38
PEmg	-	7.46
Current Ratio		1.62
PB Ratio		1.04
Current Dividend		\$0.18
Dividend Yield		1.12%
Number of Consecutive Years of Dividend Growth		0

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[Google Finance](#) [MSN Money](#)
[Yahoo Finance](#) [Seeking Alpha](#)
[GuruFocus](#) [SEC Filings](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.12	Next Fiscal Year Estimate	-\$2.15
Dec2015	-\$5.03	Dec2015	-\$2.65
Dec2014	-\$2.66	Dec2014	-\$0.92
Dec2013	-\$3.34	Dec2013	\$0.23
Dec2012	\$1.95	Dec2012	\$1.95
Dec2011	\$2.18	Dec2011	\$1.83
Dec2010	\$2.71	Dec2010	\$1.55
Dec2009	\$0.33	Dec2009	\$0.97
Dec2008	\$2.06	Dec2008	\$1.17
Dec2007	\$0.65	Dec2007	\$0.70
Dec2006	\$0.93	Dec2006	\$0.68
Dec2005	\$0.83	Dec2005	\$0.52
Dec2004	\$0.27	Dec2004	\$0.34
Dec2003	\$0.53	Dec2003	\$0.33
Dec2002	\$0.37	Dec2002	\$0.19
Dec2001	\$0.31	Dec2001	\$0.04
Dec2000	-\$0.12	Dec2000	-\$0.11
Dec1999	\$0.08	Balance Sheet Information 6/1/2016	
Dec1998	-\$0.02	Total Current Assets	\$1,321,000,000
Dec1997	-\$0.69	Total Current Liabilities	\$817,000,000
Dec1996	\$0.07	Long-Term Debt	\$2,603,000,000
		Total Assets	\$21,271,000,000
		Intangible Assets	\$0
		Total Liabilities	\$8,410,000,000
		Shares Outstanding (Diluted Average)	832,000,000





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

[Goldcorp Inc. Analysis – Initial Coverage \\$GG](#)

Other ModernGraham posts about related companies

[Silver Wheaton Corp Valuation – August 2016 \\$SLW](#)

[Alcoa Inc Valuation – July 2016 \\$AA](#)

[Newmont Mining Corp Valuation – June 2016 \\$NEM](#)

[Silver Wheaton Corporation – February 2016 Update \\$SLW](#)

[Consol Energy Inc Valuation – November 2015 Update \\$CNX](#)

[Consol Energy Inc Valuation – November 2015 Update \\$CNX](#)

[Silver Wheaton Corporation Valuation – October 2015 Update \\$SLW](#)

[Natural Resource Partners LP Analysis – October 2015 Update \\$NRP](#)

[Peabody Energy Corporation Analysis – September 2015 Update \\$BTU](#)

[Freeport-McMoRan Inc. Analysis – September 2015 Update \\$FCX](#)