

ModernGraham Valuation

Company Name:

Company Ticker CENX

Date of Analysis

12/2/2016

Century Aluminum
Co



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	\$810,690,766 Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.47 Pass
3. Earnings Stability	Positive EPS for 10 years prior	Fail
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	-97.84% Fail
5. Earnings Growth		
6. Moderate PEmg Ratio	PEmg < 20	-23.24 Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.86 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	2.47 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.96 Pass
3. Earnings Stability	Positive EPS for 5 years prior	Fail
4. Dividend Record	Currently Pays Dividend	Fail
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.40
MG Growth Estimate	11.45%
MG Value	\$0.00
MG Value based on 3% Growth	-\$5.77
MG Value based on 0% Growth	-\$3.38
Market Implied Growth Rate	-15.87%

MG Opinion

Current Price	\$9.25
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$3.66
Graham Number	\$0.00
PEmg	-23.24
Current Ratio	2.47
PB Ratio	0.86
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

Useful Links:

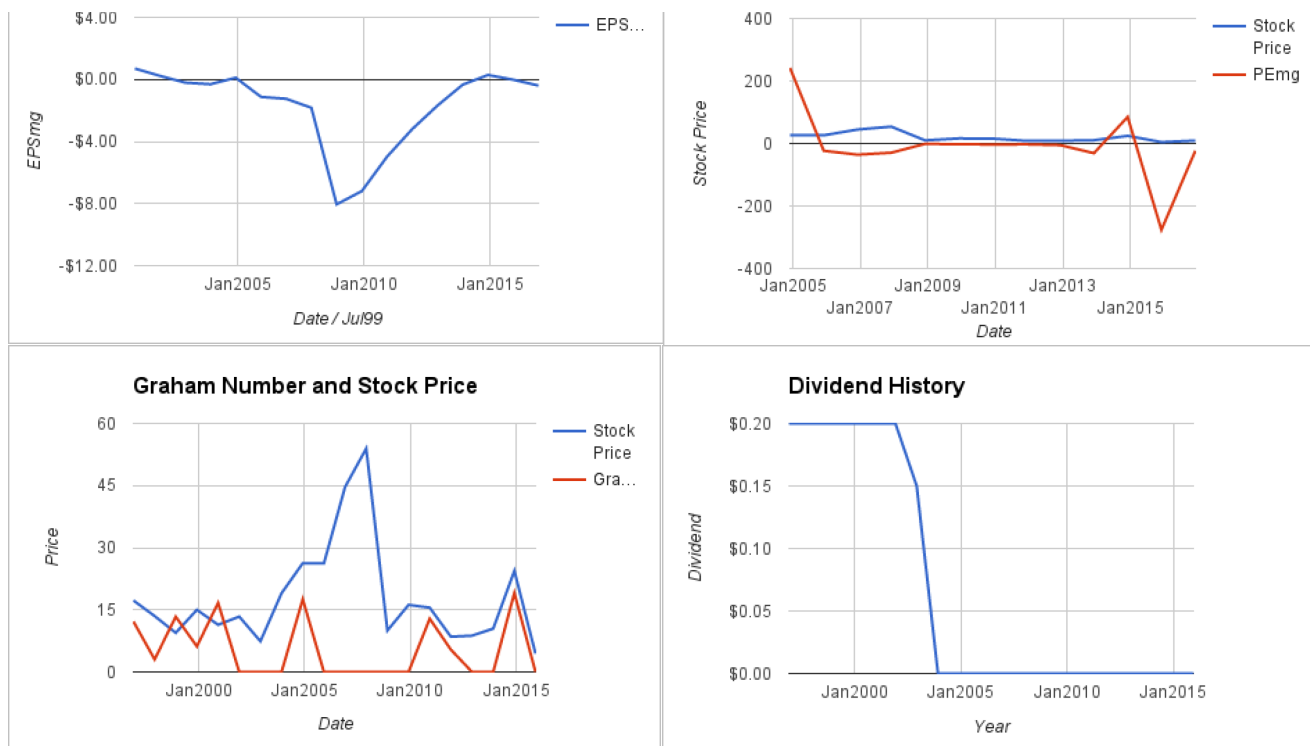
ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
	-\$1.17		-\$0.40
Dec2015	-\$0.68	Dec2015	-\$0.02
Dec2014	\$1.30	Dec2014	\$0.29
Dec2013	-\$0.45	Dec2013	-\$0.34
Dec2012	-\$0.40	Dec2012	-\$1.68
Dec2011	\$0.11	Dec2011	-\$3.20
Dec2010	\$0.59	Dec2010	-\$4.98
Dec2009	-\$2.73	Dec2009	-\$7.20
Dec2008	-\$20.00	Dec2008	-\$8.05
Dec2007	-\$2.72	Dec2007	-\$1.83
Dec2006	-\$1.26	Dec2006	-\$1.25
Dec2005	-\$3.62	Dec2005	-\$1.13
Dec2004	\$1.14	Dec2004	\$0.11
Dec2003	-\$0.19	Dec2003	-\$0.31
Dec2002	-\$0.99	Dec2002	-\$0.21
Dec2001	-\$0.79	Dec2001	\$0.23
Dec2000	\$1.24	Dec2000	\$0.70
Dec1999	\$0.19	Balance Sheet Information 9/1/2016	
Dec1998	\$0.89	Total Current Assets	\$432,452,000
Dec1997	\$0.05	Total Current Liabilities	\$174,900,000
Dec1996	\$0.79	Long-Term Debt	\$247,590,000
		Total Assets	\$1,688,716,000
		Intangible Assets	\$0
		Total Liabilities	\$751,192,000
		Shares Outstanding (Diluted Average)	87,076,000



EPSmg

Price and PEmg



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

[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](#)
[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](#)
[Alliance Resource Partners LP Analysis – Initial Coverage \\$ARLP](#)