

ModernGraham Valuation

Company Name:

CEVA, Inc.

Company Ticker CEVA

Date of Analysis

12/4/2016



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	\$638,007,878 Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	6.58 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	-2.25% Fail
5. Earnings Growth	PEmg < 20	84.16 Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.19 Fail
7. Moderate Price to Assets		

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	6.58 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00 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	Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.35
MG Growth Estimate	-4.25%
MG Value	\$5.04
MG Value based on 3% Growth	\$5.14
MG Value based on 0% Growth	\$3.01
Market Implied Growth Rate	37.83%

MG Opinion

Current Price	\$29.85
% of Intrinsic Value	592.40%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

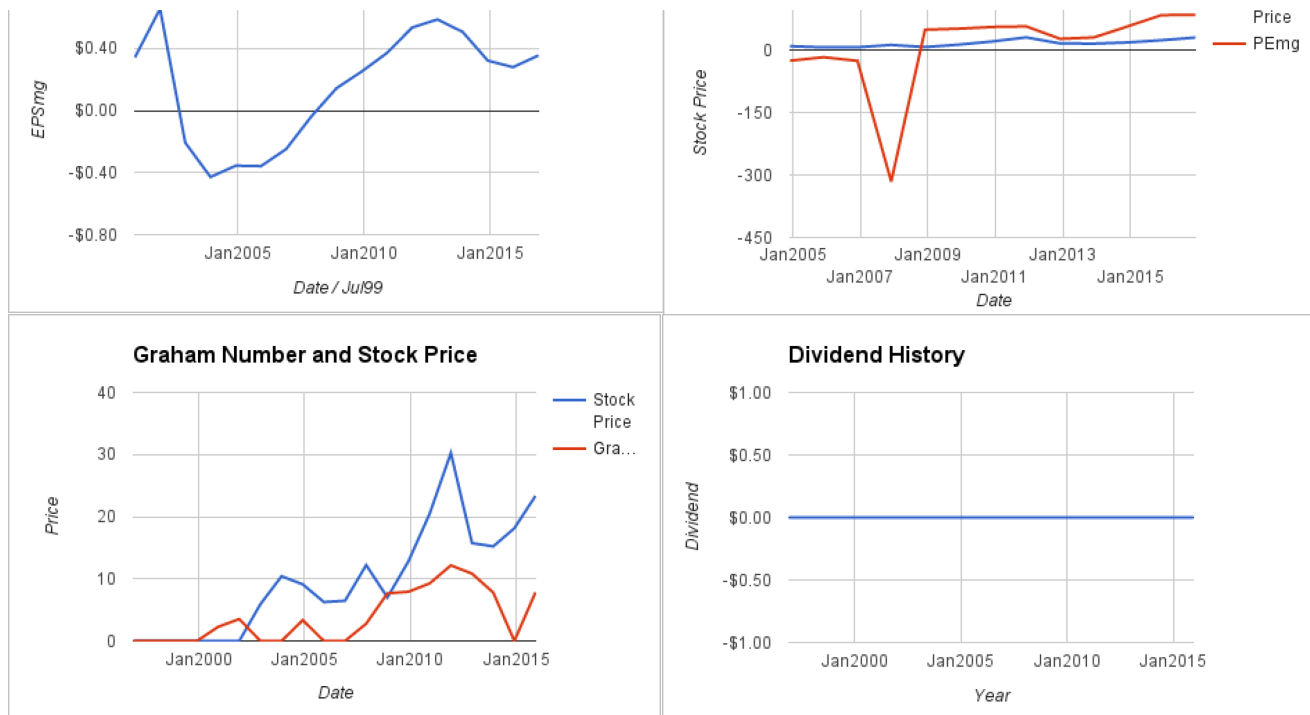
Net Current Asset Value (NCAV)	\$5.04
Graham Number	\$11.51
PEmg	84.16
Current Ratio	6.58
PB Ratio	3.19
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	
Dec2015	\$0.61	Dec2015	\$0.35
Dec2014	\$0.30	Dec2014	\$0.28
Dec2013	-\$0.04	Dec2013	\$0.32
Dec2012	\$0.30	Dec2012	\$0.51
Dec2011	\$0.59	Dec2011	\$0.59
Dec2010	\$0.77	Dec2010	\$0.53
Dec2009	\$0.51	Dec2009	\$0.37
Dec2008	\$0.41	Dec2008	\$0.25
Dec2007	\$0.42	Dec2007	\$0.14
Dec2006	\$0.06	Dec2006	-\$0.04
Dec2005	-\$0.01	Dec2005	-\$0.25
Dec2004	-\$0.12	Dec2004	-\$0.36
Dec2003	\$0.09	Dec2003	-\$0.36
Dec2002	-\$0.66	Dec2002	-\$0.43
Dec2001	-\$2.15	Dec2001	-\$0.21
Dec2000	\$1.15	Dec2000	\$0.66
Dec1999	\$1.03	Dec2000	\$0.34
Dec1998	\$0.00	Balance Sheet Information 9/16/2016	
Dec1997	\$0.00	Total Current Assets	\$140,076,000
Dec1996	\$0.00	Total Current Liabilities	\$21,279,000
		Long-Term Debt	\$0
		Total Assets	\$234,487,000
		Intangible Assets	\$49,899,000
		Total Liabilities	\$29,812,000
		Shares Outstanding (Diluted Average)	21,883,000





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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ModernGraham
posts about the
company

#N/A

Other
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posts about related
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[Skyworks Solutions Inc Valuation – August 2016 \\$SWKS](#)
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[Analog Devices Inc Valuation – August 2016 \\$ADI](#)
[Amphenol Corporation Valuation – August 2016 \\$APH](#)
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