

ModernGraham Valuation

Company Name:

Intrepid Potash, Inc.

Company Ticker IPI

Date of Analysis

12/31/2016



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	\$164,867,313	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.37	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		
5. Earnings Growth		-411.48%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-1.06	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.42	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	3.37	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.20	Fail
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	-\$1.97
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$28.57
MG Value based on 0% Growth	-\$16.75
Market Implied Growth Rate	-4.78%

MG Opinion

Current Price	\$2.08
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$0.62
Graham Number	\$0.00
PEmg	-1.06
Current Ratio	3.37
PB Ratio	0.42
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		Dec2015
	Dec2014		Dec2014
	Dec2013		Dec2013
	Dec2012		Dec2012
	Dec2011		Dec2011
	Dec2010		Dec2010
	Dec2009		Dec2009
	Dec2008		Dec2008
	Dec2007		Dec2007
	Dec2006		Dec2006
	Dec2005		Dec2005
	Dec2004		Dec2004
	Dec2003		Dec2003
	Dec2002		Dec2002
	Dec2001		Dec2001
	Dec2000		Dec2000
	Dec1999		Dec1999
	Dec1998		Dec1998
	Dec1997		Dec1997
	Dec1996		Dec1996
		Balance Sheet Information 9/1/2016	
		Total Current Assets	\$155,963,000
		Total Current Liabilities	\$46,337,000
		Long-Term Debt	\$132,024,000
		Total Assets	\$581,527,000
		Intangible Assets	\$0
		Total Liabilities	\$202,635,000
		Shares Outstanding (Diluted Average)	75,872,000





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

#N/A

Other
ModernGraham
posts about related
companies

[CF Industries Holdings Inc Valuation – August 2016 \\$CF](#)
[CF Industries Valuation – March 2016 \\$CF](#)
[Monsanto Company Valuation – January 2016 Update \\$MON](#)
[Mosaic Company Valuation – October 2015 Update \\$MOS](#)
[CF Industries Holdings Inc. Analysis – September 2015 Update \\$CF](#)
[Monsanto Company Analysis – September 2015 Update \\$MON](#)
[Mosaic Company Analysis – July 2015 Update \\$MOS](#)
[CF Industries Holdings Analysis – June 2015 Update \\$CF](#)
[Mosaic Inc. Quarterly Valuation – April 2015 \\$MOS](#)
[CF Industries Holdings Inc. Quarterly Valuation – March 2015 \\$CF](#)