

ModernGraham Valuation

Company Name:

Intersil Corp

Company Ticker ISIL

Date of Analysis

1/8/2017



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	\$3,068,872,989	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.95	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-100.00%	Fail
6. Moderate PEmg Ratio	PEmg < 20	58.64	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.17	Pass

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	1.95	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.20	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
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.38
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$5.53
MG Value based on 0% Growth	\$3.24
Market Implied Growth Rate	25.07%

MG Opinion

Current Price	\$22.36
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$27.17
Graham Number	\$0.00
PEmg	58.64
Current Ratio	1.95
PB Ratio	1.17
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	-0.29	Next Fiscal Year Estimate	\$0.38
Dec2015	\$0.76	Dec2015	\$0.92
Dec2014	-\$0.47	Dec2014	\$1.23
Dec2013	\$1.57	Dec2013	\$2.02
Dec2012	\$2.40	Dec2012	\$2.11
Dec2011	\$2.39	Dec2011	\$1.84
Dec2010	\$2.47	Dec2010	\$1.49
Dec2009	\$0.74	Dec2009	\$0.99
Dec2008	\$1.26	Dec2008	\$1.00
Dec2007	\$1.07	Dec2007	\$0.71
Dec2006	\$1.13	Dec2006	\$0.32
Dec2005	\$0.73	Dec2005	-\$0.15
Dec2004	-\$0.33	Dec2004	-\$0.51
Dec2003	-\$0.76	Dec2003	-\$0.50
Dec2002	-\$1.21	Dec2002	-\$0.32
Dec2001	\$0.20	Dec2001	\$0.05
Dec2000	\$0.32	Dec2000	-\$0.09
Dec1999	-\$0.13	Balance Sheet Information 9/1/2016	
Dec1998	-\$0.19	Total Current Assets	\$1,049,931,000
Dec1997	-\$0.71	Total Current Liabilities	\$539,096,000
Dec1996	-\$0.39	Long-Term Debt	\$1,632,577,000
		Total Assets	\$3,712,613,000
		Intangible Assets	\$977,970,000
		Total Liabilities	\$2,611,668,000
		Shares Outstanding (Diluted Average)	57,487,000





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

- [Advanced Micro Devices Inc Valuation – January 2017 \\$AMD](#)
- [IPG Photonics Corp Valuation – Initial Coverage \\$IPGP](#)
- [Ciena Corporation Valuation – Initial Coverage \\$CIEN](#)
- [ScanSource Inc Valuation – Initial Coverage \\$SCSC](#)
- [Cognex Corporation Valuation – Initial Coverage \\$CGNX](#)
- [AMETEK Inc Valuation – December 2016 \\$AME](#)
- [Ingram Micro Inc Valuation – Initial Coverage \\$IM](#)
- [Sanmina Corp Valuation – Initial Coverage \\$SANM](#)
- [Qorvo Inc Valuation – December 2016 Update \\$QRVO](#)
- [IIVI Inc Valuation – Initial Coverage \\$IIVI](#)