

ModernGraham Valuation

Company Name:

Company Ticker RRC
Date of Analysis

Range Resources
Corp.

1/7/2017



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	\$8,467,203,748	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.82	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	-179.94%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-33.00	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.13	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	0.82	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-46.15	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	-1.04
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$15.04
MG Value based on 0% Growth	-\$8.82
Market Implied Growth Rate	-20.75%

MG Opinion

Current Price	\$34.23
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

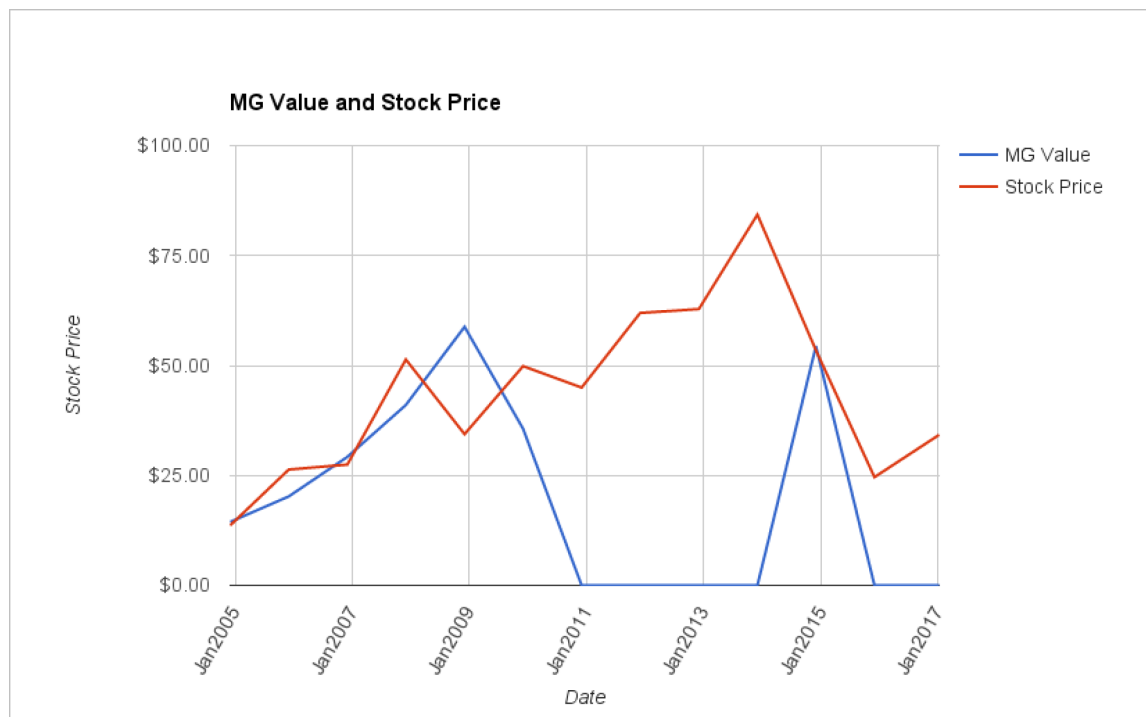
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$30.37
Graham Number	\$0.00
PEmg	-33.00
Current Ratio	0.82
PB Ratio	1.13
Current Dividend	\$0.10
Dividend Yield	0.29%
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	-2.25	Next Fiscal Year Estimate	-1.04
Dec2015	-4.29	Dec2015	-0.24
Dec2014	\$3.79	Dec2014	\$1.41
Dec2013	\$0.70	Dec2013	\$0.10
Dec2012	\$0.08	Dec2012	-\$0.08
Dec2011	\$0.36	Dec2011	\$0.05
Dec2010	-\$1.52	Dec2010	\$0.13
Dec2009	-\$0.35	Dec2009	\$1.00
Dec2008	\$2.25	Dec2008	\$1.53
Dec2007	\$1.54	Dec2007	\$1.07
Dec2006	\$1.14	Dec2006	\$0.76
Dec2005	\$0.85	Dec2005	\$0.53
Dec2004	\$0.38	Dec2004	\$0.37
Dec2003	\$0.41	Dec2003	\$0.34
Dec2002	\$0.32	Dec2002	-\$0.03
Dec2001	\$0.24	Dec2001	-\$0.45
Dec2000	\$0.64	Dec2000	-\$0.83
Dec1999	-\$0.18	Balance Sheet Information 9/1/2016	
Dec1998	-\$4.55	Total Current Assets	\$379,210,000
Dec1997	-\$0.87	Total Current Liabilities	\$462,134,000
Dec1996	\$0.46	Long-Term Debt	\$3,826,709,000
		Total Assets	\$11,327,259,000
		Intangible Assets	\$1,630,981,000
		Total Liabilities	\$5,866,446,000
		Shares Outstanding (Diluted Average)	180,683,000





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

- [Range Resources Corporation Analysis – August 2015 Update \\$RRC](#)
- [19 Companies to Research This Week – 8/23/14](#)
- [Range Resources Corporation Annual Valuation – 2014 \\$RRC](#)

Other ModernGraham posts about related companies

- [CIRCOR International Inc Valuation – Initial Coverage \\$CIR](#)
- [National-Oilwell Varco Valuation – December 2016 \\$NOV](#)
- [Canadian Energy Services & Technology Corp Valuation – Initial Coverage \\$CEU](#)
- [WPX Energy Inc Valuation – September 2016 \\$WPX](#)
- [Newfield Exploration Co Valuation – December 2016 \\$NFX](#)
- [World Fuel Services Corp Valuation – Initial Coverage \\$INT](#)
- [Shawcor Ltd Valuation – Initial Coverage \\$TSE:SCL](#)
- [Imperial Oil Limited Valuation – Initial Coverage \\$IMO](#)
- [Phillips 66 Valuation – August 2016 \\$PSX](#)
- [FMC Technologies Inc Valuation – August 2016 \\$FTI](#)