

# ModernGraham Valuation

Company Name:

Ivanhoe Mines Ltd

Company Ticker TSE:IVN

Date of Analysis

1/16/2017



## 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	\$2,878,285,758	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	33.92	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		38.86%	Pass
6. Moderate PEmg Ratio	PEmg < 20	-9.72	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.82	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	33.92	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.07	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
	Score		

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.34
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.84</b>
MG Value based on 3% Growth	-\$5.00
MG Value based on 0% Growth	-\$2.93
Market Implied Growth Rate	-9.11%

### MG Opinion

Current Price	\$3.35
% of Intrinsic Value	399.44%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$0.84
Graham Number	\$0.00
PEmg	-9.72
Current Ratio	33.92
PB Ratio	1.82
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	-\$0.06	Next Fiscal Year Estimate	-\$0.34
Dec2015	-\$1.25	Dec2015	-\$0.43
Dec2014	\$0.40	Dec2014	-\$0.04
Dec2013	-\$0.73	Dec2013	-\$0.23
Dec2012	\$0.38	Dec2012	-\$0.03
Dec2011	-\$0.31	Dec2011	-\$0.23
Dec2010	-\$0.13	Dec2010	-\$0.18
Dec2009	-\$0.08	Dec2009	-\$0.18
Dec2008	-\$0.57	Dec2008	-\$0.19
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	\$0.00	Total Current Assets	\$540,482,000
Dec1997	\$0.00	Total Current Liabilities	\$15,935,000
Dec1996	\$0.00	Long-Term Debt	\$34,959,000
		Total Assets	\$1,318,870,000
		Intangible Assets	\$0
		Total Liabilities	-\$112,846,000
		Shares Outstanding (Diluted Average)	778,996,000





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

[Cloud Peak Energy Inc Valuation – Initial Coverage \\$CLD](#)  
[Centerra Gold Inc Valuation – Initial Coverage \\$TSE:CG](#)  
[IAMGOLD Corp Valuation – Initial Coverage \\$IMG](#)  
[Silver Wheaton Corp Valuation – December 2016 \\$SLW](#)  
[Century Aluminum Co Valuation – Initial Coverage \\$CENX](#)  
[Goldcorp Inc Valuation – August 2016 \\$GG](#)  
[Alliance Resource Partners LP Valuation – September 2016 \\$ARLP](#)  
[Silver Wheaton Corp Valuation – August 2016 \\$SLW](#)  
[Alcoa Inc Valuation – July 2016 \\$AA](#)  
[Newmont Mining Corp Valuation – June 2016 \\$NEM](#)