

ModernGraham Valuation

Company Name:

Company Ticker TSE:SES

Date of Analysis

1/7/2017

Secure Energy
Services Inc



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	\$1,891,353,887	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.88	Fail
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	891.67%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	-41.59	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.01	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	1.88	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.68	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	-\$0.28
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$4.08
MG Value based on 0% Growth	-\$2.39
Market Implied Growth Rate	-25.04%

MG Opinion

Current Price	\$11.70
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$1.38
Graham Number	\$0.00
PEmg	-41.59
Current Ratio	1.88
PB Ratio	2.01
Current Dividend	\$0.24
Dividend Yield	2.05%
Number of Consecutive Years of Dividend Growth	4

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		Dec2000
	Dec1998		Dec2000
	Dec1997		Dec2000
	Dec1996		Dec2000
		Balance Sheet Information 9/1/2016	
		Total Current Assets	\$256,460,000
		Total Current Liabilities	\$136,736,000
		Long-Term Debt	\$200,952,000
		Total Assets	\$1,406,641,000
		Intangible Assets	\$102,771,000
		Total Liabilities	\$477,082,000
		Shares Outstanding (Diluted Average)	159,619,000





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

[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](#)