

# ModernGraham Valuation

Company Name:

Semafo Inc.

Company Ticker TSE:SMF

Date of Analysis

1/29/2017



## 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	\$1,564,470,326	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	5.98	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	20.39%	Fail
5. Earnings Growth	PEmg < 20	76.89	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.70	Pass
7. Moderate Price to Assets			

*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	5.98	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.19	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	\$0.06
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.67</b>
MG Value based on 3% Growth	\$0.92
MG Value based on 0% Growth	\$0.54
Market Implied Growth Rate	34.20%

### MG Opinion

Current Price	\$4.88
% of Intrinsic Value	732.18%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

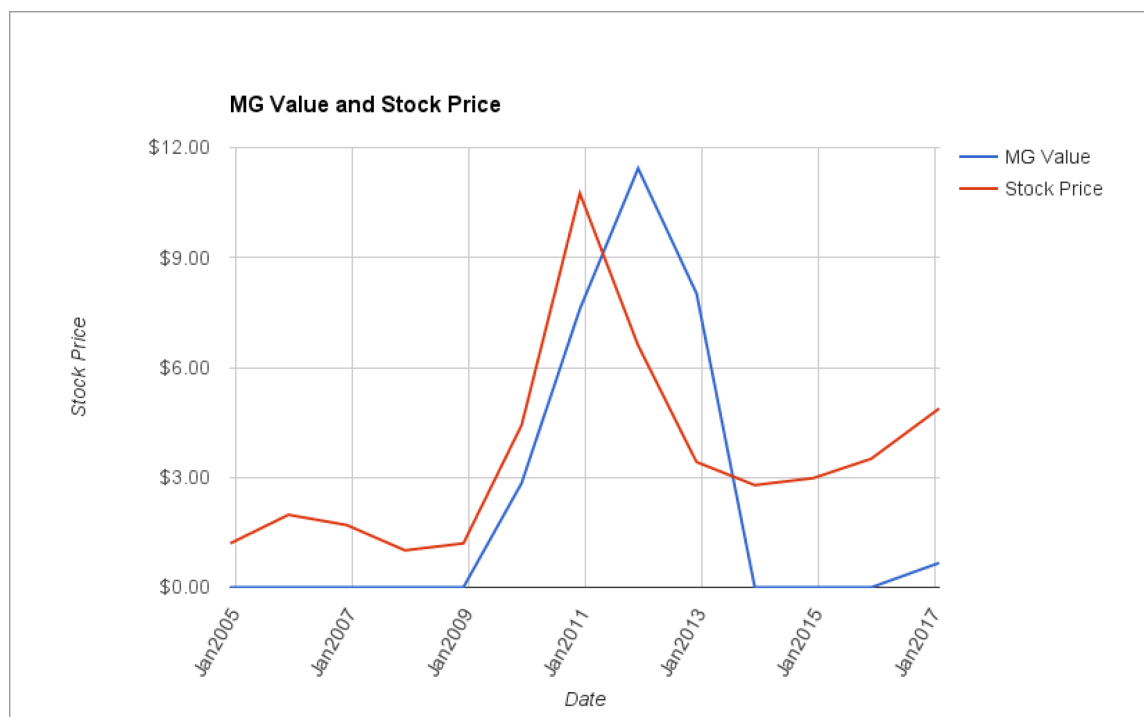
## Stage 3: Information for Further Research

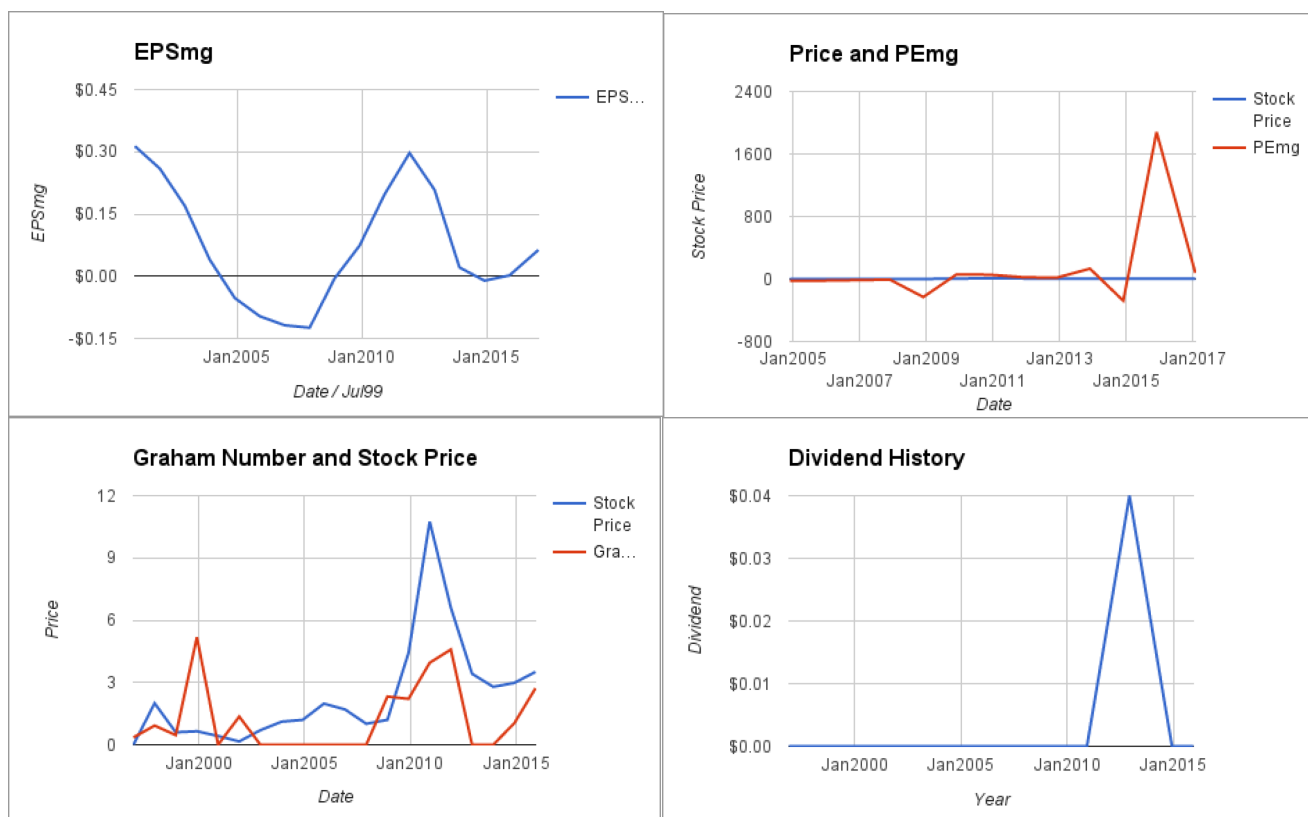
Net Current Asset Value (NCAV)	\$0.67
Graham Number	\$3.77
PEmg	76.89
Current Ratio	5.98
PB Ratio	1.70
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

### 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		Next Fiscal Year Estimate	
	\$0.22		\$0.06
Dec2015	\$0.12	Dec2015	\$0.00
Dec2014	\$0.02	Dec2014	-\$0.01
Dec2013	-\$0.33	Dec2013	\$0.02
Dec2012	-\$0.05	Dec2012	\$0.21
Dec2011	\$0.41	Dec2011	\$0.30
Dec2010	\$0.37	Dec2010	\$0.20
Dec2009	\$0.19	Dec2009	\$0.07
Dec2008	\$0.23	Dec2008	-\$0.01
Dec2007	-\$0.12	Dec2007	-\$0.12
Dec2006	-\$0.13	Dec2006	-\$0.12
Dec2005	-\$0.16	Dec2005	-\$0.10
Dec2004	-\$0.06	Dec2004	-\$0.05
Dec2003	-\$0.14	Dec2003	\$0.04
Dec2002	-\$0.02	Dec2002	\$0.17
Dec2001	\$0.08	Dec2001	\$0.26
Dec2000	-\$0.01	Dec2000	\$0.31
Dec1999	\$1.18	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	\$0.01	Total Current Assets	\$460,531,000
Dec1997	\$0.02	Total Current Liabilities	\$77,034,000
Dec1996	\$0.00	Long-Term Debt	\$74,062,000
		Total Assets	\$1,177,903,000
		Intangible Assets	\$2,169,000
		Total Liabilities	\$243,405,000
		Shares Outstanding (Diluted Average)	325,767,000





#### 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](#)