

# ModernGraham Valuation

Company Name:

Superior Energy  
Services, Inc.

Company Ticker SPN

Date of Analysis

2/8/2017



## 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	\$2,607,339,961	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.27	Pass
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	-348.06%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-3.73	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.73	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	2.27	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.87	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
	Score		

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	-4.65
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	-\$67.36
MG Value based on 0% Growth	-\$39.49
Market Implied Growth Rate	-6.11%

### MG Opinion

Current Price	\$17.31
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$8.77
Graham Number	\$0.00
PEmg	-3.73
Current Ratio	2.27
PB Ratio	1.73
Current Dividend	\$0.24
Dividend Yield	1.39%
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	-\$5.27	Next Fiscal Year Estimate	-\$4.65
Dec2015	-\$12.33	Dec2015	-\$3.37
Dec2014	\$1.65	Dec2014	\$1.15
Dec2013	-\$0.69	Dec2013	\$0.82
Dec2012	\$2.42	Dec2012	\$1.60
Dec2011	\$1.76	Dec2011	\$1.40
Dec2010	\$1.03	Dec2010	\$1.47
Dec2009	-\$1.31	Dec2009	\$1.77
Dec2008	\$4.33	Dec2008	\$2.96
Dec2007	\$3.41	Dec2007	\$2.02
Dec2006	\$2.32	Dec2006	\$1.17
Dec2005	\$0.85	Dec2005	\$0.58
Dec2004	\$0.47	Dec2004	\$0.45
Dec2003	\$0.41	Dec2003	\$0.39
Dec2002	\$0.30	Dec2002	\$0.24
Dec2001	\$0.77	Dec2001	\$0.14
Dec2000	\$0.28	Dec2000	-\$0.16
Dec1999	-\$0.25	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	-\$1.27	Total Current Assets	\$800,286,000
Dec1997	\$0.43	Total Current Liabilities	\$352,786,000
Dec1996	\$0.22	Long-Term Debt	\$1,283,581,000
		Total Assets	\$3,643,820,000
		Intangible Assets	\$1,034,039,000
		Total Liabilities	\$2,130,087,000
		Shares Outstanding (Diluted Average)	151,707,000





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

- [Kelt Exploration Ltd Valuation – Initial Coverage \\$TSE:KEL](#)
- [Canadian National Resources Ltd Valuation – Initial Coverage \\$TSE:CNQ](#)
- [Halliburton Company Valuation – January 2017 \\$HAL](#)
- [Just Energy Group Inc Valuation – Initial Coverage \\$TSE-JE](#)
- [SM Energy Co Valuation – Initial Coverage \\$SM](#)
- [Kinder Morgan Inc Valuation – January 2017 \\$KMI](#)
- [South Jersey Industries Inc Valuation – Initial Coverage \\$SJI](#)
- [Secure Energy Services Inc Valuation – Initial Coverage \\$TSE:SES](#)
- [Surge Energy Inc Valuation – Initial Coverage \\$TSE:SGY](#)
- [Range Resources Corp Valuation – January 2017 \\$RRC](#)