

ModernGraham Valuation

Company Name:

Shutterstock Inc

Company Ticker SSTK

Date of Analysis

2/23/2017



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	\$1,806,294,622	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.74	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		
5. Earnings Growth		7000.00%	Pass
6. Moderate PEmg Ratio	PEmg < 20	63.33	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	6.30	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	1.74	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Fail
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.81
MG Growth Estimate	-0.71%
MG Value	\$5.76
MG Value based on 3% Growth	\$11.81
MG Value based on 0% Growth	\$6.92
Market Implied Growth Rate	27.41%

MG Opinion

Current Price	\$51.59
% of Intrinsic Value	895.24%
Opinion	Overvalued
MG Grade	D

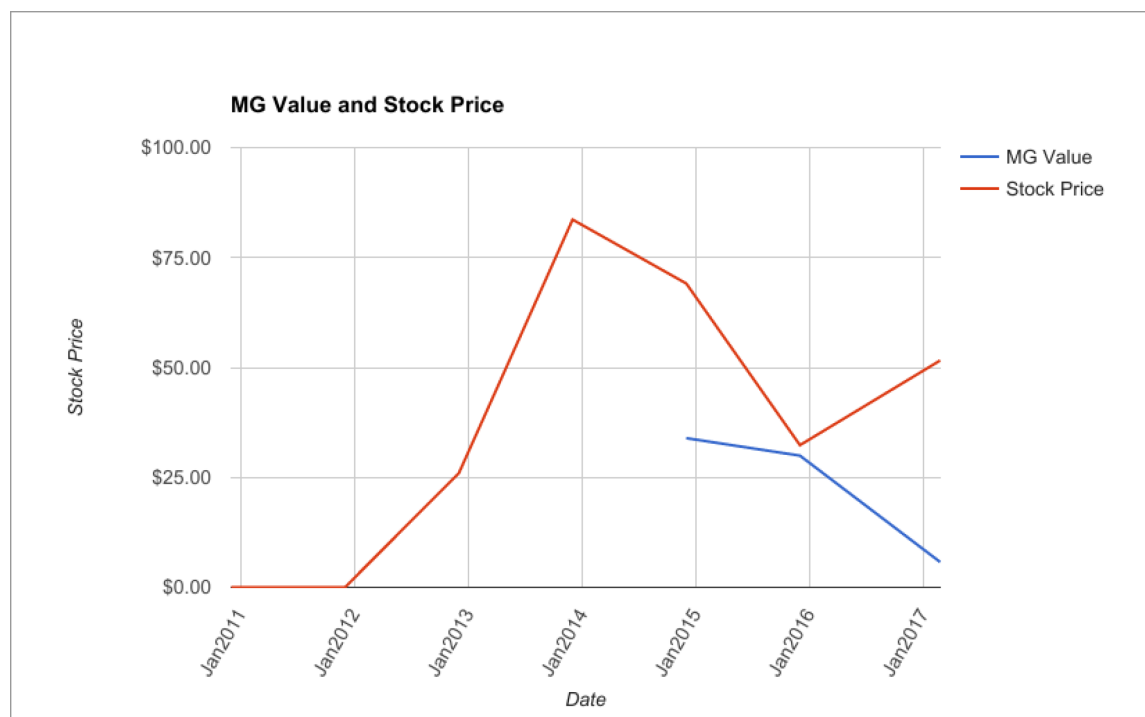
Stage 3: Information for Further Research

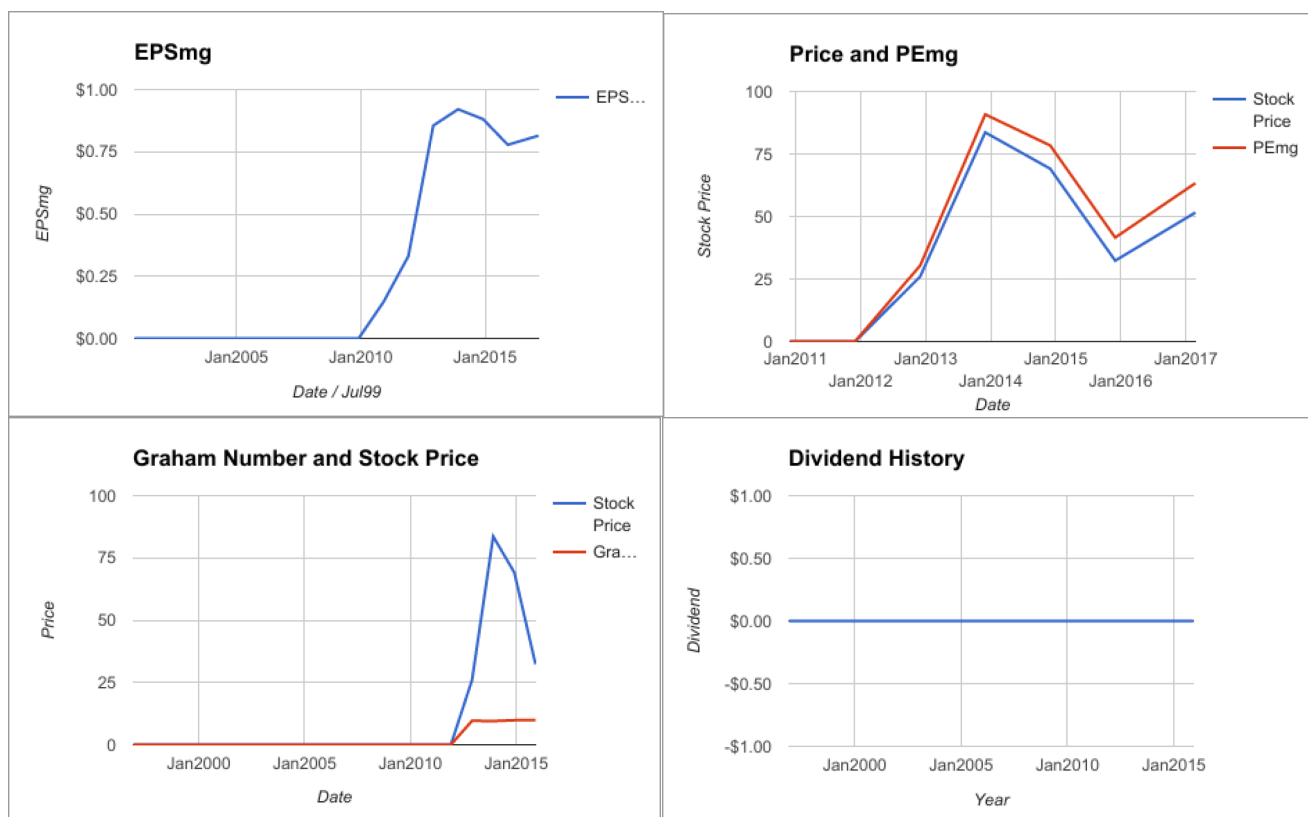
Net Current Asset Value (NCAV)	\$3.85
Graham Number	\$13.57
PEmg	63.33
Current Ratio	1.74
PB Ratio	6.30
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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		Next Fiscal Year Estimate	
	\$0.98		\$0.81
Dec2015	\$0.54	Dec2015	\$0.78
Dec2014	\$0.61	Dec2014	\$0.88
Dec2013	\$0.77	Dec2013	\$0.92
Dec2012	\$1.79	Dec2012	\$0.86
Dec2011	\$0.64	Dec2011	\$0.33
Dec2010	\$0.44	Dec2010	\$0.15
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
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	Balance Sheet Information 9/1/2016	
Dec1998	\$0.00	Total Current Assets	\$351,905,000
Dec1997	\$0.00	Total Current Liabilities	\$202,822,000
Dec1996	\$0.00	Long-Term Debt	\$0
		Total Assets	\$507,333,000
		Intangible Assets	\$81,286,000
		Total Liabilities	\$213,988,000
		Shares Outstanding (Diluted Average)	35,824,000





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

[Synchronoss Technologies Inc Valuation – Initial Coverage \\$SNCR](#)

[eBay Inc Valuation – December 2016 \\$EBAY](#)

[Facebook Inc Valuation – July 2016 \\$FB](#)

[Salesforce.com Valuation – January 2016 Update \\$CRM](#)

[Facebook Inc Valuation – January 2016 Update \\$FB](#)

[Netflix Inc Valuation – November 2015 Update \\$NFLX](#)

[Facebook Inc. Analysis – August 2015 Update \\$FB](#)

[eBay Inc. Analysis – August 2015 Update \\$EBAY](#)

[Facebook Stock Analysis – Quarterly Update May 2015 \\$FB](#)

[eBay Inc. Quarterly Valuation – May 2015 \\$EBAY](#)