

ModernGraham Valuation

Company Name:

Company Ticker TSE:CPG

Date of Analysis

2/7/2017

Crescent Point
Energy Corp



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	\$7,302,749,050	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.69	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-126.56%	Fail
5. Earnings Growth	PEmg < 20	-60.08	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	0.72	Fail
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	0.69	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-18.98	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.24
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$3.42
MG Value based on 0% Growth	-\$2.01
Market Implied Growth Rate	-34.29%

MG Opinion

Current Price	\$14.18
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$12.20
Graham Number	\$0.00
PEmg	-60.08
Current Ratio	0.69
PB Ratio	0.72
Current Dividend	\$0.74
Dividend Yield	5.22%
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	-\$0.24	Next Fiscal Year Estimate	-\$0.24
Dec2015	-\$1.82	Dec2015	-\$0.09
Dec2014	\$1.21	Dec2014	\$0.73
Dec2013	\$0.37	Dec2013	\$0.43
Dec2012	\$0.57	Dec2012	\$0.65
Dec2011	\$0.72	Dec2011	\$0.73
Dec2010	\$0.21	Dec2010	\$0.79
Dec2009	-\$0.19	Dec2009	\$1.08
Dec2008	\$3.71	Dec2008	\$1.58
Dec2007	-\$0.32	Dec2007	\$0.57
Dec2006	\$1.05	Dec2006	\$0.94
Dec2005	\$1.12	Dec2005	\$0.78
Dec2004	\$1.07	Dec2004	\$0.51
Dec2003	\$0.50	Dec2003	\$0.20
Dec2002	\$0.14	Dec2002	\$0.04
Dec2001	-\$0.03	Dec2001	-\$0.01
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	Balance Sheet Information 9/1/2016	
Dec1998	\$0.00	Total Current Assets	\$441,500,000
Dec1997	\$0.00	Total Current Liabilities	\$637,000,000
Dec1996	\$0.00	Long-Term Debt	\$3,711,000,000
		Total Assets	\$16,771,900,000
		Intangible Assets	\$251,900,000
		Total Liabilities	\$6,679,100,000
		Shares Outstanding (Diluted Average)	511,349,000





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](#)