

ModernGraham Valuation

CommVault Systems,
Inc.



Company Name:

Company Ticker CVLT

Date of Analysis

3/25/2017

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	\$2,211,171,737	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.13	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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		-36.35%	Fail
6. Moderate PEmg Ratio	PEmg < 20	117.71	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	5.09	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	2.13	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 Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.42
MG Growth Estimate	-4.25%
MG Value	\$5.19
MG Value based on 3% Growth	\$6.05
MG Value based on 0% Growth	\$3.55
Market Implied Growth Rate	54.60%

MG Opinion

Current Price	\$49.10
% of Intrinsic Value	945.35%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$5.19
Graham Number	\$6.39
PEmg	117.71
Current Ratio	2.13
PB Ratio	5.09
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

Useful Links:

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| Yahoo Finance | Seeking Alpha |
| GuruFocus | SEC Filings |

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.19	Next Fiscal Year Estimate	\$0.42
Mar2016	\$0.00	Mar2016	\$0.60
Mar2015	\$0.54	Mar2015	\$0.86
Mar2014	\$1.29	Mar2014	\$0.95
Mar2013	\$1.10	Mar2013	\$0.71
Mar2012	\$0.68	Mar2012	\$0.50
Mar2011	\$0.45	Mar2011	\$0.29
Mar2010	\$0.41	Mar2010	\$0.13
Mar2009	\$0.28	Mar2009	-\$0.05
Mar2008	\$0.46	Mar2008	-\$0.27
Mar2007	-\$1.35	Mar2007	-\$0.66
Mar2006	\$0.17	Mar2006	-\$0.49
Mar2005	-\$0.28	Mar2005	-\$0.84
Mar2004	-\$0.93	Mar2004	-\$1.02
Mar2003	-\$1.20	Mar2003	-\$0.92
Mar2002	-\$1.96	Mar2002	-\$0.65
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Balance Sheet Information 12/1/2016	
Dec1999	\$0.00	Total Current Assets	\$568,764,000
Dec1998	\$0.00	Total Current Liabilities	\$267,166,000
Dec1997	\$0.00	Long-Term Debt	\$0
		Total Assets	\$769,716,000
		Intangible Assets	\$0
		Total Liabilities	\$334,526,000
		Shares Outstanding (Diluted Average)	45,099,000





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

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- [Constellation Software Inc Valuation – Initial Coverage \\$TSE:CSU](#)
- [Adobe Systems Inc Valuation – February 2017 \\$ADBE](#)
- [Synopsys Inc Valuation – Initial Coverage \\$SNPS](#)
- [Microsoft Corporation Valuation – February 2017 \\$MSFT](#)
- [Cisco Systems Inc Valuation – January 2017 \\$CSCO](#)
- [Autodesk Inc Valuation – December 2016 \\$ADSK](#)
- [Symantec Corporation Valuation – August 2016 \\$SYMC](#)
- [Adobe Systems Inc Valuation – August 2016 \\$ADBE](#)
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