# **ModernGraham Valuation**

## **Company Name:**

Superior Industries International Inc



Company Ticker
Date of Analysis

3/7/2017

#### 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.

SUP

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$650,874,289 Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.95 Pass
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 -269.38% Fail

6. Moderate PEmg Ratio PEmg < 20 19.77 Pass

7. Moderate Price to Assets PB Ratio < 2.5 OR PB\*PEmg < 50 1.68 Pass

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	2.95 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	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

\$26.25

131.92%

Score

Suitability

MG Opinion

Defensive No Enterprising Yes

#### Stage 2: Determination of Intrinsic Value

EPSmg	\$1.33
MG Growth Estimate	3.24%
MG Value	\$19.90
MG Value based on 3% Growth	\$19.26
MG Value based on 0% Growth	\$11.29
Market Implied Growth Rate	5.63%

% of Intrinsic Value

Opinion Overvalued MG Grade C

#### Stage 3: Information for Further Research

Current Price

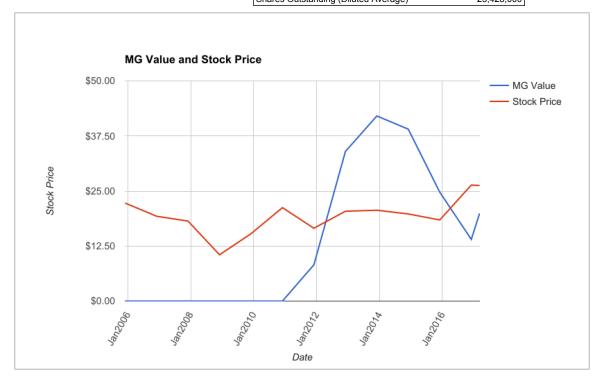
Net Current Asset Value (NCAV)	\$4.31
Graham Number	\$25.53
PEmg	19.77
Current Ratio	2.95
PB Ratio	1.68
Current Dividend	\$0.72
Dividend Yield	2.74%
Number of Consecutive Years of Dividend	•
Growth	0

Morningstar

Useful Links: ModernGraham tagged articles

Google FinanceMSN MoneyYahoo FinanceSeeking AlphaGuruFocusSEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate		Next Fiscal Year Estimate	\$1.33
Dec2016	\$1.62	Dec2016	\$1.03
Dec2015	\$0.90	Dec2015	\$0.87
Dec2014	\$0.33	Dec2014	\$1.01
Dec2013	\$0.83	Dec2013	\$1.09
Dec2012	\$1.13	Dec2012	\$0.88
Dec2011	\$2.46	Dec2011	\$0.52
Dec2010	\$1.93	Dec2010	-\$0.47
Dec2009	-\$3.53	Dec2009	-\$1.44
Dec2008	-\$0.98	Dec2008	-\$0.22
Dec2007	\$0.35	Dec2007	\$0.42
Dec2006	-\$0.40	Dec2006	\$0.79
Dec2005	-\$0.27	Dec2005	\$1.58
Dec2004	\$1.99	Dec2004	\$2.55
Dec2003	\$2.97	Dec2003	\$2.81
Dec2002	\$3.07	Dec2002	\$2.67
Dec2001	\$2.10	Dec2001	\$2.42
Dec2000	\$3.04	Balance Sheet Information	12/1/2016
Dec1999	\$2.62	Total Current Assets	\$254,100,000
Dec1998	\$1.88	Total Current Liabilities	\$86,000,000
Dec1997	\$1.96	Long-Term Debt	\$0
		Total Assets	\$542,800,000
		Intangible Assets	\$0
		Total Liabilities	\$144,600,000
		Shares Outstanding (Diluted Average)	25,428,000





#### 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

Canadian Tire Corp Limited Valuation – Initial Coverage \$TSE:CTC.A

<u>LKQ Corporation Valuation – Initial Coverage \$LKQ</u>

Lithia Motors Inc Valuation - Initial Coverage \$LAD

<u>Delphi Automotive PLC Valuation – February 2017 \$DLPH</u>

 $\underline{\textbf{Cooper-Standard Holdings Inc Valuation} - \textbf{Initial Coverage \$CPS}}$ 

Copart Inc Valuation - Initial Coverage \$CPRT

Standard Motor Products Inc Valuation – Initial Coverage \$SMP

Harman International Industries Inc Valuation – January 2017 \$HAR

BorgWarner Inc Valuation – December 2016 \$BWA

Ford Motor Company Valuation - November 2016 \$F