

ModernGraham Valuation

Company Name:

Company Ticker SWC

Date of Analysis

3/11/2017

Stillwater Mining
Company



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	\$2,068,284,974	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	7.04	Pass
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	-133.33%	Fail
5. Earnings Growth	PEmg < 20	710.42	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.25	Pass
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	7.04	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.52	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.02
MG Growth Estimate	15.00%
MG Value	\$1.71
MG Value based on 3% Growth	\$0.35
MG Value based on 0% Growth	\$0.20
Market Implied Growth Rate	350.96%

MG Opinion

Current Price	\$17.05
% of Intrinsic Value	995.96%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$1.71
Graham Number	\$7.16
PEmg	710.42
Current Ratio	7.04
PB Ratio	2.25
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	\$0.30	Next Fiscal Year Estimate	\$0.02
Dec2016	\$0.08	Dec2016	-\$0.16
Dec2015	-\$0.10	Dec2015	-\$0.19
Dec2014	\$0.56	Dec2014	-\$0.12
Dec2013	-\$2.28	Dec2013	-\$0.32
Dec2012	\$0.46	Dec2012	\$0.51
Dec2011	\$1.30	Dec2011	\$0.37
Dec2010	\$0.51	Dec2010	-\$0.12
Dec2009	-\$0.09	Dec2009	-\$0.40
Dec2008	-\$1.26	Dec2008	-\$0.45
Dec2007	-\$0.17	Dec2007	-\$0.34
Dec2006	\$0.09	Dec2006	-\$0.53
Dec2005	-\$0.15	Dec2005	-\$0.71
Dec2004	\$0.33	Dec2004	-\$0.69
Dec2003	-\$4.77	Dec2003	-\$0.78
Dec2002	\$0.74	Dec2002	\$1.16
Dec2001	\$1.68	Dec2001	\$1.21
Dec2000	\$1.57	Balance Sheet Information 12/1/2016	
Dec1999	\$0.96	Total Current Assets	\$614,319,000
Dec1998	\$0.38	Total Current Liabilities	\$87,308,000
Dec1997	-\$0.18	Long-Term Debt	\$274,806,000
		Total Assets	\$1,327,037,000
		Intangible Assets	\$0
		Total Liabilities	\$406,191,000
		Shares Outstanding (Diluted Average)	121,576,000





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

[Silver Standard Resources Inc Valuation – Initial Coverage \\$TSE:SSQ](#)
[Sandstorm Gold Ltd Valuation – Initial Coverage \\$TSE:SSL](#)
[Kirkland Lakes Gold Ltd Valuation – Initial Coverage \\$TSE:KL](#)
[Klondex Mines Ltd Valuation – Initial Coverage \\$TSE:KDX](#)
[Natural Resource Partners LP Valuation – February 2017 \\$NRP](#)
[Kaiser Aluminum Corp Valuation – Initial Coverage \\$KALU](#)
[Freeport-McMoRan Inc Valuation – January 2017 \\$FCX](#)
[Semafo Inc Valuation – Initial Coverage \\$TSE:SMF](#)
[U.S. Silica Holdings Inc Valuation – Initial Coverage \\$SLCA](#)
[Ivanhoe Mines Ltd Valuation – Initial Coverage \\$TSE:IVN](#)