

ModernGraham Valuation

Company Name:

SunCoke Energy Inc

Company Ticker SXC

Date of Analysis

3/16/2017



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	\$675,019,648	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.84	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	-115.58%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	-34.48	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.09	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	1.84	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.89	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	-\$0.29
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$4.24
MG Value based on 0% Growth	-\$2.49
Market Implied Growth Rate	-21.49%

MG Opinion

Current Price	\$10.09
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

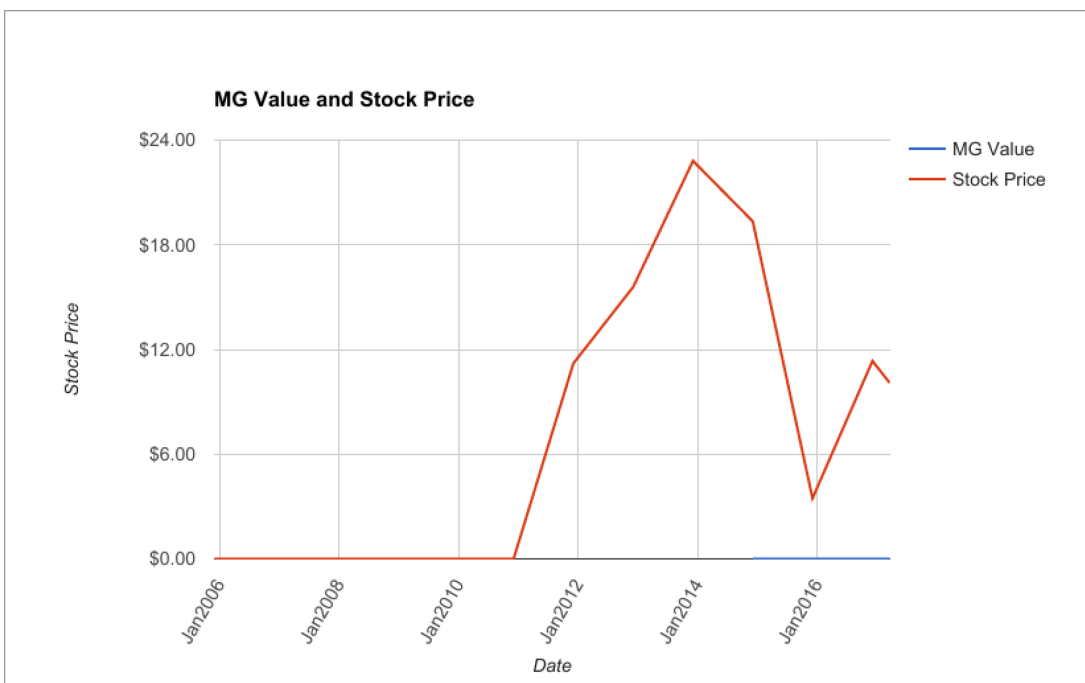
Stage 3: Information for Further Research

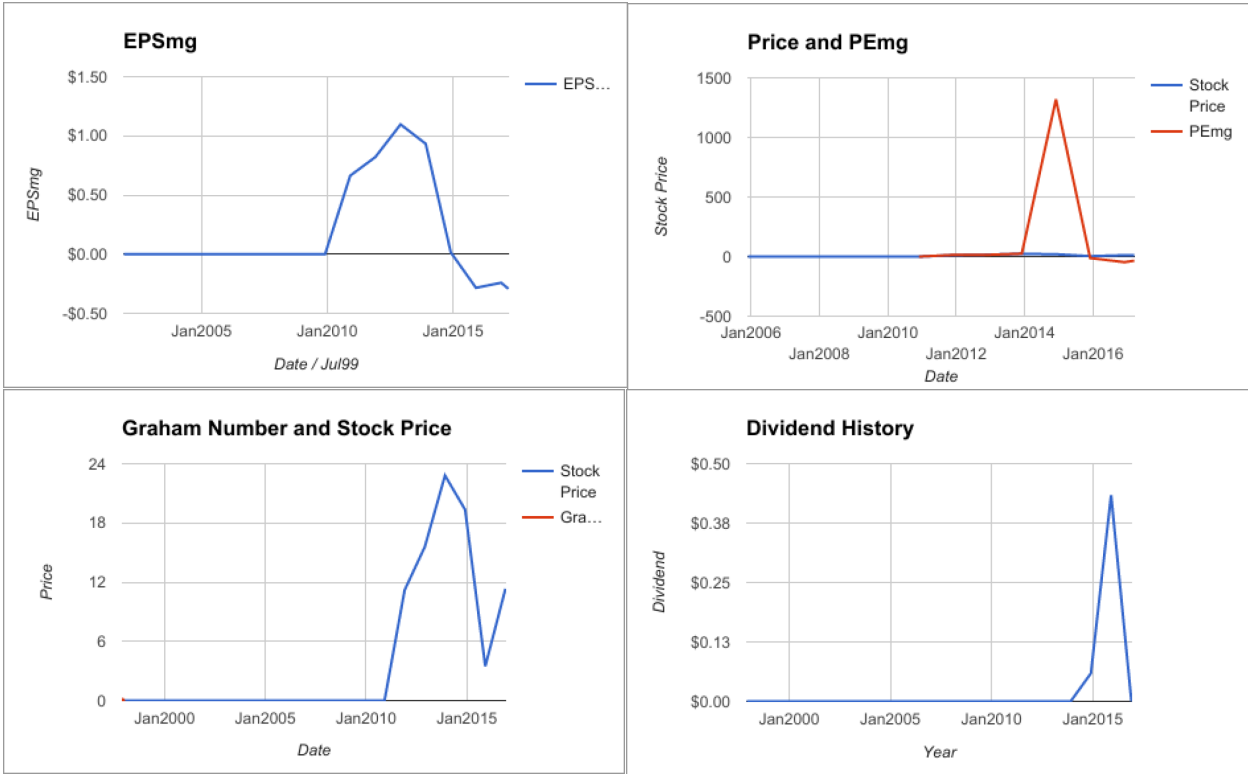
Net Current Asset Value (NCAV)	-\$23.19
Graham Number	\$0.00
PEmg	-34.48
Current Ratio	1.84
PB Ratio	2.09
Current Dividend	\$0.15
Dividend Yield	1.49%
Number of Consecutive Years of Dividend Growth	1

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	
Dec2016	-\$0.19	Dec2016	-\$0.24
Dec2015	\$0.22	Dec2015	-\$0.28
Dec2014	-\$0.34	Dec2014	\$0.01
Dec2013	-\$1.83	Dec2013	\$0.93
Dec2012	\$0.36	Dec2012	\$1.10
Dec2011	\$1.40	Dec2011	\$0.82
Dec2010	\$0.87	Dec2010	\$0.66
Dec2009	\$1.99	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	Balance Sheet Information 12/1/2016	
Dec1999	\$0.00	Total Current Assets	\$316,100,000
Dec1998	\$0.00	Total Current Liabilities	\$172,000,000
Dec1997	\$0.00	Long-Term Debt	\$849,200,000
		Total Assets	\$2,120,900,000
		Intangible Assets	\$255,900,000
		Total Liabilities	\$1,809,800,000
		Shares Outstanding (Diluted Average)	64,400,000





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
- [Steel Dynamics Inc Valuation – Initial Coverage \\$STLD](#)
 - [Carpenter Technology Corp Valuation – Initial Coverage \\$CRS](#)
 - [Commercial Metals Company Valuation – Initial Coverage \\$CMC](#)
 - [Cliffs Natural Resources Inc Valuation – January 2017 \\$CLF](#)
 - [Nucor Corporation Valuation – December 2016 \\$NUE](#)
 - [Nucor Corp Valuation – August 2016 \\$NUE](#)
 - [United States Steel Corp Valuation – July 2016 \\$X](#)
 - [Nucor Corp Valuation – February 2016 Update \\$NUE](#)
 - [Allegheny Technologies Inc. Valuation – November 2015 Update \\$ATI](#)
 - [Nucor Corporation Analysis – September 2015 Update \\$NUE](#)