

ModernGraham Valuation

Company Name:

Dana Inc

Company Ticker DAN

Date of Analysis

4/14/2017



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	\$2,510,360,302	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.82	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	-161.84%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	8.11	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.23	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	1.82	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.55	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		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.17
MG Growth Estimate	15.00%
MG Value	\$83.42
MG Value based on 3% Growth	\$31.42
MG Value based on 0% Growth	\$18.42
Market Implied Growth Rate	-0.20%

MG Opinion

Current Price	\$17.57
% of Intrinsic Value	21.06%
Opinion	Undervalued
MG Grade	C-

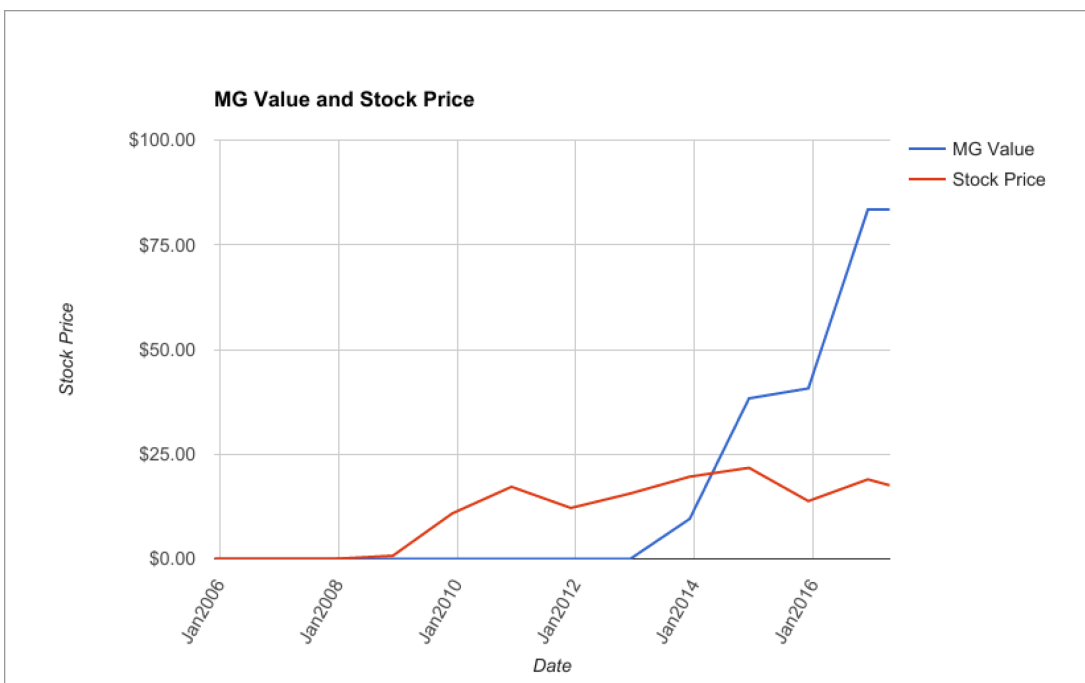
Stage 3: Information for Further Research

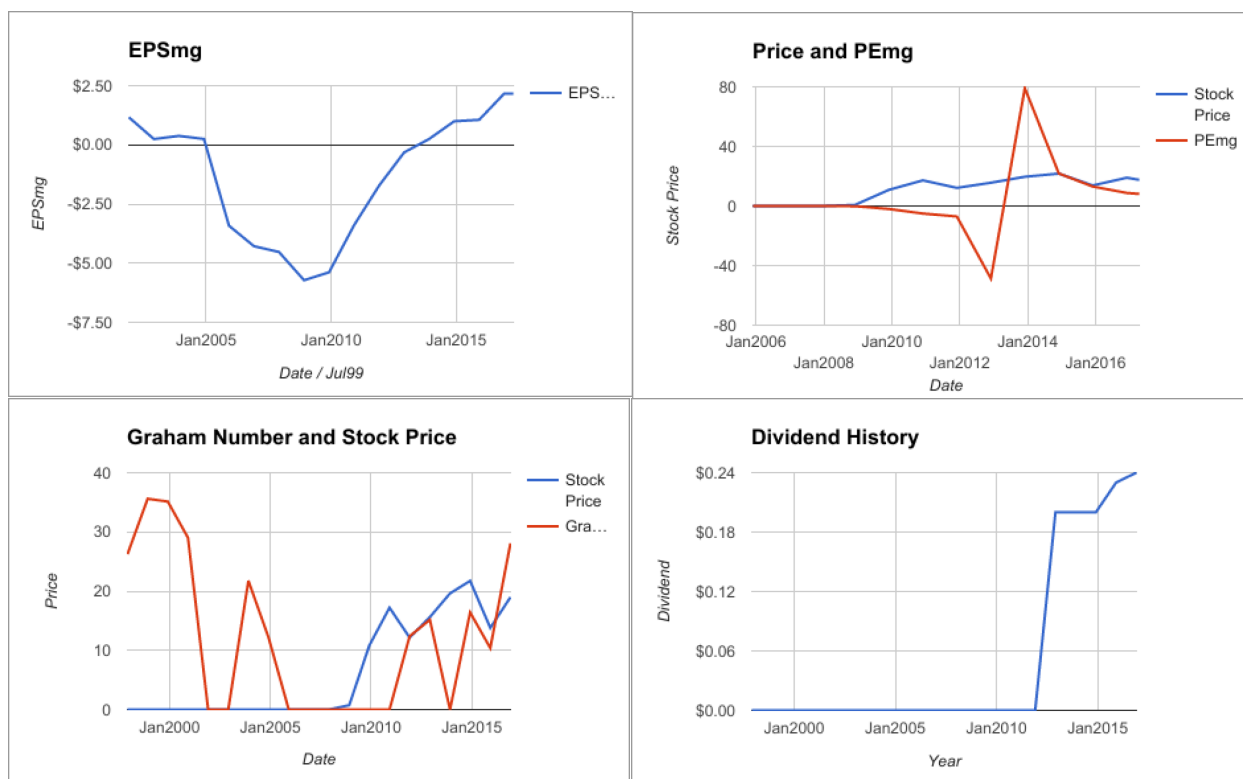
Net Current Asset Value (NCAV)	-\$9.67
Graham Number	\$17.53
PEmg	8.11
Current Ratio	1.82
PB Ratio	2.23
Current Dividend	\$0.24
Dividend Yield	1.37%
Number of Consecutive Years of Dividend Growth	3

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	
	\$1.70		\$2.17
Dec2016	\$4.36	Dec2016	\$2.17
Dec2015	\$0.99	Dec2015	\$1.06
Dec2014	\$1.84	Dec2014	\$1.00
Dec2013	-\$0.09	Dec2013	\$0.25
Dec2012	\$1.40	Dec2012	-\$0.32
Dec2011	\$1.02	Dec2011	-\$1.72
Dec2010	-\$0.15	Dec2010	-\$3.40
Dec2009	-\$4.19	Dec2009	-\$5.39
Dec2008	-\$7.06	Dec2008	-\$5.72
Dec2007	-\$3.68	Dec2007	-\$4.53
Dec2006	-\$4.92	Dec2006	-\$4.28
Dec2005	-\$10.73	Dec2005	-\$3.42
Dec2004	\$0.41	Dec2004	\$0.25
Dec2003	\$1.53	Dec2003	\$0.38
Dec2002	-\$1.03	Dec2002	\$0.24
Dec2001	-\$1.77	Dec2001	\$1.16
Dec2000	\$2.18	Balance Sheet Information	
Dec1999	\$3.08	12/1/2016	
Dec1998	\$3.20	Total Current Assets	\$2,284,000,000
Dec1997	\$1.94	Total Current Liabilities	\$1,253,000,000
		Long-Term Debt	\$1,595,000,000
		Total Assets	\$4,860,000,000
		Intangible Assets	\$199,000,000
		Total Liabilities	\$3,703,000,000
		Shares Outstanding (Diluted Average)	146,800,000





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

[Linamar Corp Valuation – Initial Coverage \\$TSE:LNR](#)
[AutoNation Inc Valuation – March 2017 \\$AN](#)
[Superior Industries International Inc Valuation – Initial Coverage \\$SUP](#)
[Canadian Tire Corp Limited Valuation – Initial Coverage \\$TSE:CTC.A](#)
[LKQ Corporation Valuation – Initial Coverage \\$LKQ](#)
[Lithia Motors Inc Valuation – Initial Coverage \\$LAD](#)
[Delphi Automotive PLC Valuation – February 2017 \\$DLPH](#)
[Cooper-Standard Holdings Inc Valuation – Initial Coverage \\$CPS](#)
[Copart Inc Valuation – Initial Coverage \\$CPRT](#)
[Standard Motor Products Inc Valuation – Initial Coverage \\$SMP](#)