

ModernGraham Valuation

Tesco Corporation
(USA)



Company Name:

Company Ticker TESO

Date of Analysis

7/17/2017

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	\$217,205,339	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	6.51	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		
5. Earnings Growth		-618.38%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-2.91	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.72	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	6.51	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	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 Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$1.58
MG Growth Estimate	-4.25%
MG Value	\$3.84
MG Value based on 3% Growth	-\$22.92
MG Value based on 0% Growth	-\$13.44
Market Implied Growth Rate	-5.71%

MG Opinion

Current Price	\$4.60
% of Intrinsic Value	119.83%
Opinion	Overvalued
MG Grade	D

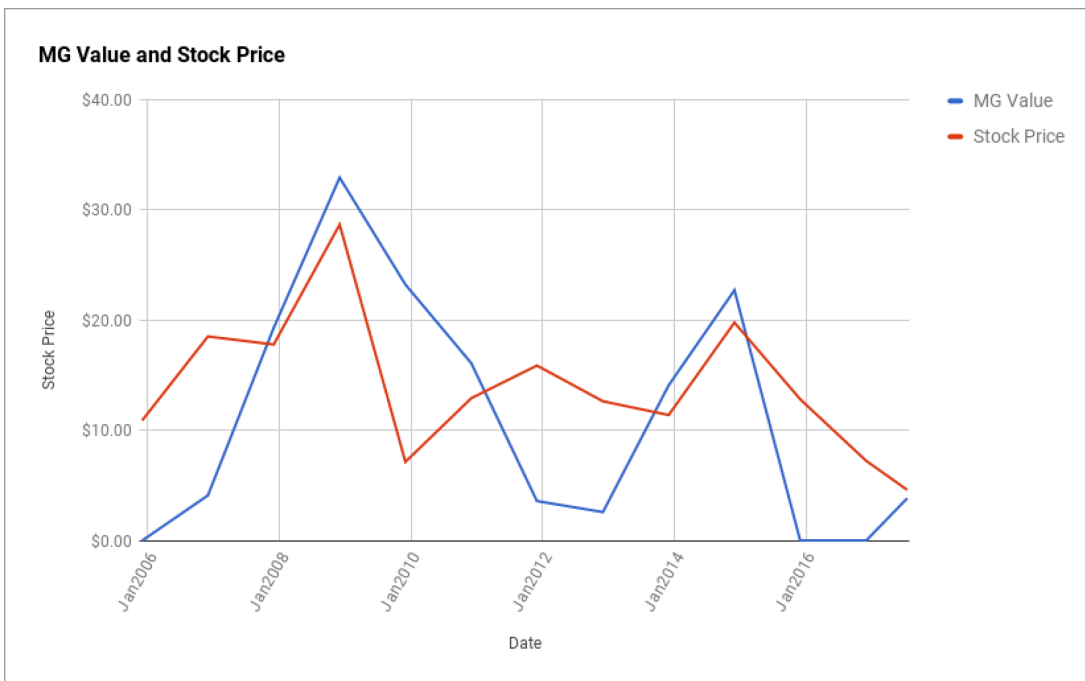
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$3.84
Graham Number	\$0.00
PEmg	-2.91
Current Ratio	6.51
PB Ratio	0.72
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	-\$0.89	Next Fiscal Year Estimate	-\$1.58
Dec2016	-\$2.73	Dec2016	-\$1.51
Dec2015	-\$3.43	Dec2015	-\$0.61
Dec2014	\$0.53	Dec2014	\$0.77
Dec2013	\$0.89	Dec2013	\$0.79
Dec2012	\$1.28	Dec2012	\$0.72
Dec2011	\$0.69	Dec2011	\$0.48
Dec2010	\$0.18	Dec2010	\$0.46
Dec2009	-\$0.14	Dec2009	\$0.60
Dec2008	\$1.32	Dec2008	\$0.86
Dec2007	\$0.86	Dec2007	\$0.50
Dec2006	\$0.83	Dec2006	\$0.24
Dec2005	\$0.23	Dec2005	-\$0.02
Dec2004	-\$0.16	Dec2004	-\$0.10
Dec2003	-\$0.47	Dec2003	-\$0.04
Dec2002	-\$0.03	Dec2002	\$0.19
Dec2001	\$0.65	Dec2001	\$0.30
Dec2000	-\$0.07	Balance Sheet Information 3/1/2017	
Feb1999	-\$0.01	Total Current Assets	\$214,064,000
Feb1998	\$0.58	Total Current Liabilities	\$32,897,000
Feb1997	\$0.44	Long-Term Debt	\$0
		Total Assets	\$331,908,000
		Intangible Assets	\$2,415,000
		Total Liabilities	\$34,772,000
		Shares Outstanding (Diluted Average)	46,705,000





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
- [Apache Corp Valuation – April 2017 \\$APA](#)
 - [Anadarko Petroleum Co Valuation – April 2017 \\$APC](#)
 - [Cenovus Energy Inc Valuation – Initial Coverage \\$TSE:CVE](#)
 - [Cabot Oil & Gas Corp Valuation – March 2017 \\$COG](#)
 - [Chevron Corporation Valuation – March 2017 \\$CVX](#)
 - [CARBO Ceramics Inc Valuation – Initial Coverage \\$CRR](#)
 - [Concho Resources Inc Valuation – Initial Coverage \\$CXO](#)
 - [Murphy Oil Corporation Valuation – March 2017 \\$MUR](#)
 - [Suncor Energy Inc Valuation – Initial Coverage \\$TSE:SU](#)
 - [CST Brands Inc Valuation – Initial Coverage \\$CST](#)