

ModernGraham Valuation

Company Name:

Deltic Timber Corp

Company Ticker DEL

Date of Analysis

8/14/2017



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	\$844,434,262	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.48	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	1.22%	Fail
5. Earnings Growth	PEmg < 20	84.71	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.33	Fail
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	1.48	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	23.92	Fail
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 Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.82
MG Growth Estimate	-3.55%
MG Value	\$1.14
MG Value based on 3% Growth	\$11.86
MG Value based on 0% Growth	\$6.95
Market Implied Growth Rate	38.10%

MG Opinion

Current Price	\$69.29
% of Intrinsic Value	6086.16%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$22.53
Graham Number	\$17.89
PEmg	84.71
Current Ratio	1.48
PB Ratio	3.33
Current Dividend	\$0.40
Dividend Yield	0.58%
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		Next Fiscal Year Estimate	
Dec2016	\$0.69	Dec2016	\$0.82
Dec2015	\$0.76	Dec2015	\$0.94
Dec2014	\$0.21	Dec2015	\$1.00
Dec2013	\$1.55	Dec2014	\$1.30
Dec2012	\$2.05	Dec2013	\$1.07
Dec2011	\$0.73	Dec2012	\$0.56
Dec2010	\$0.21	Dec2011	\$0.50
Dec2009	\$0.99	Dec2010	\$0.66
Dec2008	\$0.30	Dec2009	\$0.57
Dec2007	\$0.35	Dec2008	\$0.75
Dec2006	\$0.89	Dec2007	\$0.94
Dec2005	\$0.89	Dec2006	\$0.79
Dec2004	\$1.17	Dec2005	\$0.64
Dec2003	\$0.91	Dec2004	\$0.37
Dec2002	\$0.69	Dec2003	\$0.18
Dec2001	-\$1.33	Dec2002	\$0.04
Dec2000	\$0.65	Dec2001	\$0.75
Dec1999	\$0.93	Balance Sheet Information	
Dec1998	\$0.69	6/1/2017	
Dec1997	\$0.48	Total Current Assets	\$31,092,000
	\$1.29	Total Current Liabilities	\$21,022,000
		Long-Term Debt	\$240,846,000
		Total Assets	\$556,147,000
		Intangible Assets	\$0
		Total Liabilities	\$303,980,000
		Shares Outstanding (Diluted Average)	12,111,000





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

[First Solar Inc Valuation – February 2017 \\$FSLR](#)
[Innogy Renewable Energy Inc Valuation – Initial Coverage \\$TSE:INE](#)
[Canfor Corporation Valuation – Initial Coverage \\$TSE:CFP](#)
[First Solar Inc. Valuation – November 2015 Update \\$FSLR](#)
[First Solar Inc. Annual Valuation – 2014 \\$FSLR](#)