

ModernGraham Valuation

Osisko gold royalties
Ltd



Company Name:

Company Ticker TSE:OR

Date of Analysis

9/6/2017

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	\$2,706,063,686	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	12.75	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	3233.33%	Pass
6. Moderate PEmg Ratio	PEmg < 20	3.90	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.51	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	12.75	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.14	Pass
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 Score		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$4.42
MG Growth Estimate	15.00%
MG Value	\$170.30
MG Value based on 3% Growth	\$64.14
MG Value based on 0% Growth	\$37.60
Market Implied Growth Rate	-2.30%

MG Opinion

Current Price	\$17.24
% of Intrinsic Value	10.12%
Opinion	Undervalued
MG Grade	B-

Stage 3: Information for Further Research

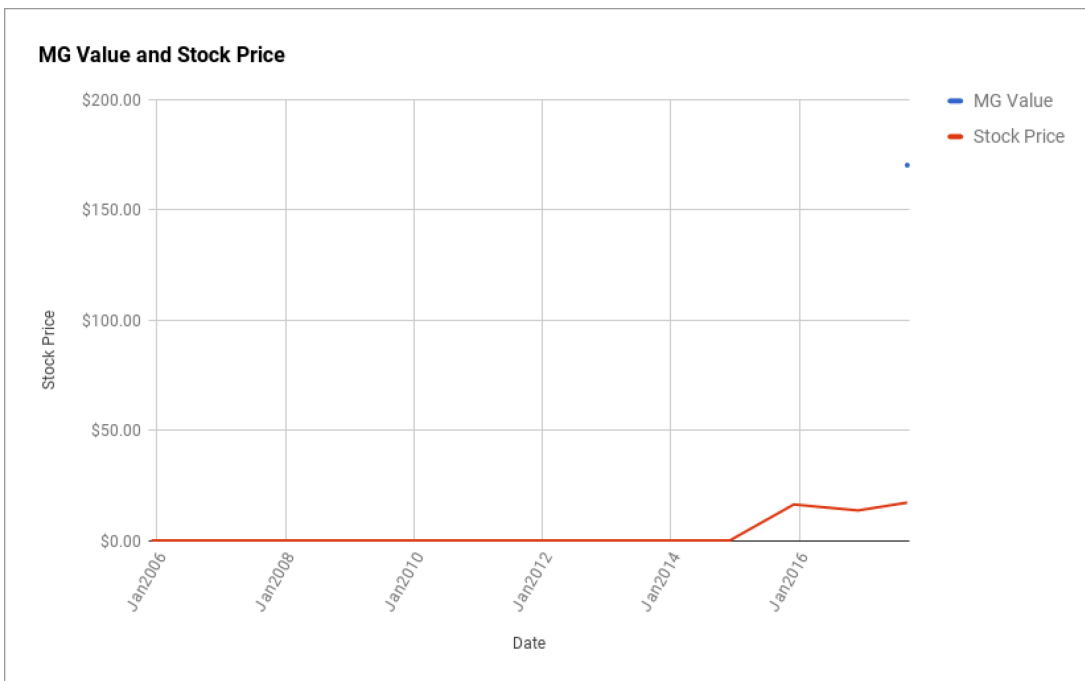
Net Current Asset Value (NCAV)	\$1.27
Graham Number	\$8.47
PEmg	3.90
Current Ratio	12.75
PB Ratio	1.51
Current Dividend	\$0.16
Dividend Yield	0.93%
Number of Consecutive Years of Dividend Growth	3

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EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.28	Next Fiscal Year Estimate	\$4.42
Dec2016	\$0.40	Dec2016	\$6.11
Dec2015	\$0.32	Dec2015	\$7.73
Dec2014	\$36.40	Dec2014	\$9.36
Dec2013	-\$10.41	Dec2013	-\$3.47
Dec2012	\$0.00	Dec2012	\$0.00
Dec2011	\$0.00	Dec2011	\$0.00
Dec2010	\$0.00	Dec2010	\$0.00
Dec2009	\$0.00	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 6/1/2017	
Dec1999	\$0.00	Total Current Assets	\$358,002,000
Dec1998	\$0.00	Total Current Liabilities	\$28,075,000
Dec1997	\$0.00	Long-Term Debt	\$46,236,000
		Total Assets	\$1,438,511,000
		Intangible Assets	\$654,406,000
		Total Liabilities	\$221,902,000
		Shares Outstanding (Diluted Average)	106,771,000





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.

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ModernGraham
posts about the
company

#N/A

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- [New Gold Inc \(USA\) Valuation – Initial Coverage \\$NGD](#)
- [Dominion Diamond Corp Valuation – Initial Coverage \\$TSE:DDC](#)
- [Lundin Mining Co Valuation – Initial Coverage \\$TSE:LUN](#)
- [Lucara Diamond Corp Valuation – Initial Coverage \\$TSE:LUC](#)
- [Teck Resources Ltd Valuation – Initial Coverage \\$TSE:TECK.B](#)
- [Consol Energy Inc Valuation – March 2017 \\$CNX](#)
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- [Allegheny Technologies Inc Valuation – March 2017 \\$ATI](#)
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