

ModernGraham Valuation

Company Name:

Navient Corp

Company Ticker NAVI

Date of Analysis

3/5/2018



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$3,532,253,362	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. 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		
4. Earnings Growth		16766566.67%	Pass
5. Moderate PEmg Ratio	PEmg < 20	7.28	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.05	Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings Stability	Positive EPS for 5 years prior	Pass
2. Dividend Record	Currently Pays Dividend	Pass
3. Earnings Growth	EPSmg greater than 5 years ago	Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	1.85
MG Growth Estimate	-1.81%
MG Value	\$9.02
MG Value based on 3% Growth	\$26.77
MG Value based on 0% Growth	\$15.69
Market Implied Growth Rate	-0.61%

MG Opinion

Current Price	\$13.43
% of Intrinsic Value	148.83%
Opinion	Overvalued
MG Grade	C

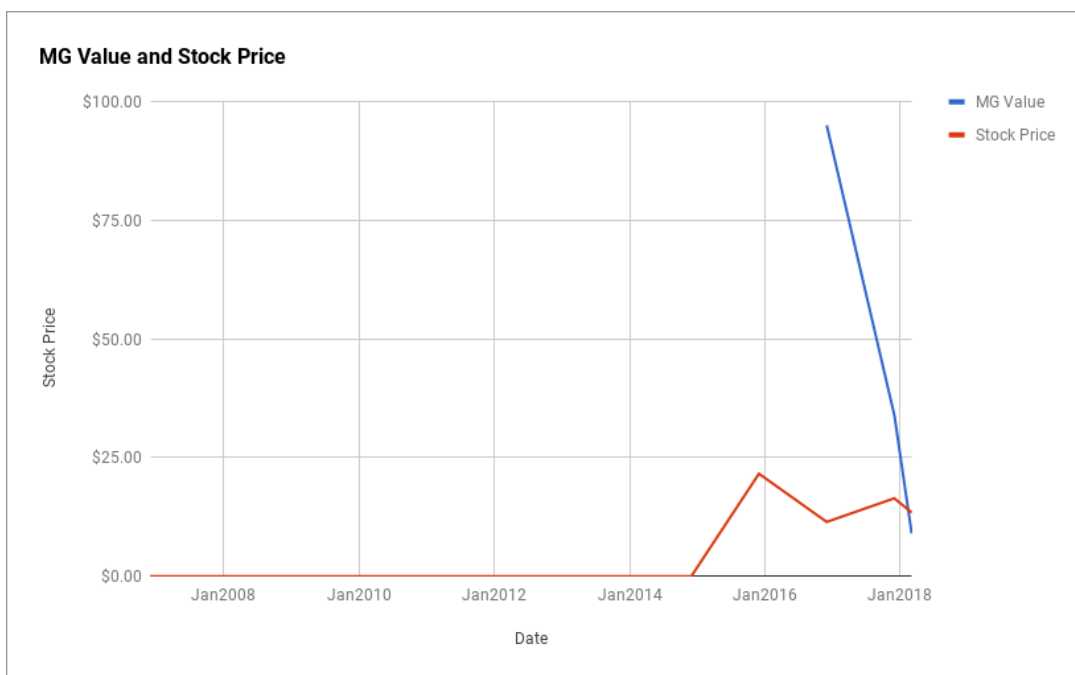
Stage 3: Information for Further Research

Graham Number	\$23.51
PEmg	7.28
PB Ratio	1.05
Dividend Yield	4.77%
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	
	\$1.87		\$1.85
Dec2017	\$1.04	Dec2017	\$1.99
Dec2016	\$2.12	Dec2016	\$2.47
Dec2015	\$2.58	Dec2015	\$2.45
Dec2014	\$2.66	Dec2014	\$2.10
Dec2013	\$3.12	Dec2013	\$1.55
Dec2012	\$1.90	Dec2012	\$0.63
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	Balance Sheet Information	
		12/1/2017	
Dec2000	\$0.00	Long-Term Debt & Capital Lease Obligation	\$105,012,000,000
Dec1999	\$0.00	Total Assets	\$114,991,000,000
Dec1998	\$0.00	Intangible Assets	\$810,000,000
		Total Liabilities	\$111,537,000,000
		Shares Outstanding (Diluted Average)	269,000,000





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

- [10 Best Dividend Paying Stocks for the Enterprising Investor – September 2016](#)
- [7 Best Undervalued Stocks of the Week – 9/3/16](#)
- [10 Low PE Stock Picks for the Enterprising Investor – September 2016](#)
- [Navient Corp Valuation – August 2016 \\$NAV1](#)
- [Navient Corporation Analysis – Initial Coverage \\$NAV1](#)

Other
ModernGraham
posts about related
companies

- [Invesco Ltd Valuation – March 2018 \\$IVZ](#)
- [Capital One Financial Corp Valuation – March 2018 \\$COF](#)
- [Total System Services Inc Valuation – February 2018 \\$TSS](#)
- [Visa Inc Valuation – February 2018 \\$V](#)
- [Goldman Sachs Group Inc Valuation – February 2018 \\$GS](#)
- [American Express Co. Valuation – February 2018 \\$AXP](#)
- [Encore Capital Group Inc Valuation – Initial Coverage \\$ECPG](#)
- [T.Rowe Price Group Inc Valuation – July 2017 \\$TROW](#)
- [T.Rowe Price Group Inc Valuation – June 2017 \\$TROW](#)
- [Tricon Capital Group Inc Valuation – Initial Coverage \\$TSE:TCN](#)