

# ModernGraham Valuation

## Company Name:

Company Ticker NCLH

Date of Analysis

3/27/2018

Norwegian Cruise  
Line Holdings Ltd



## 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	\$11,839,734,154	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.21	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	160.99%	Pass
5. Earnings Growth	PEmg < 20	16.08	Pass
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.12	Pass
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	0.21	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-2.89	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago Score		Pass

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$3.29
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$126.59</b>
MG Value based on 3% Growth	\$47.68
MG Value based on 0% Growth	\$27.95
Market Implied Growth Rate	3.79%

### MG Opinion

Current Price	\$52.87
% of Intrinsic Value	41.77%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>C-</b>

## Stage 3: Information for Further Research

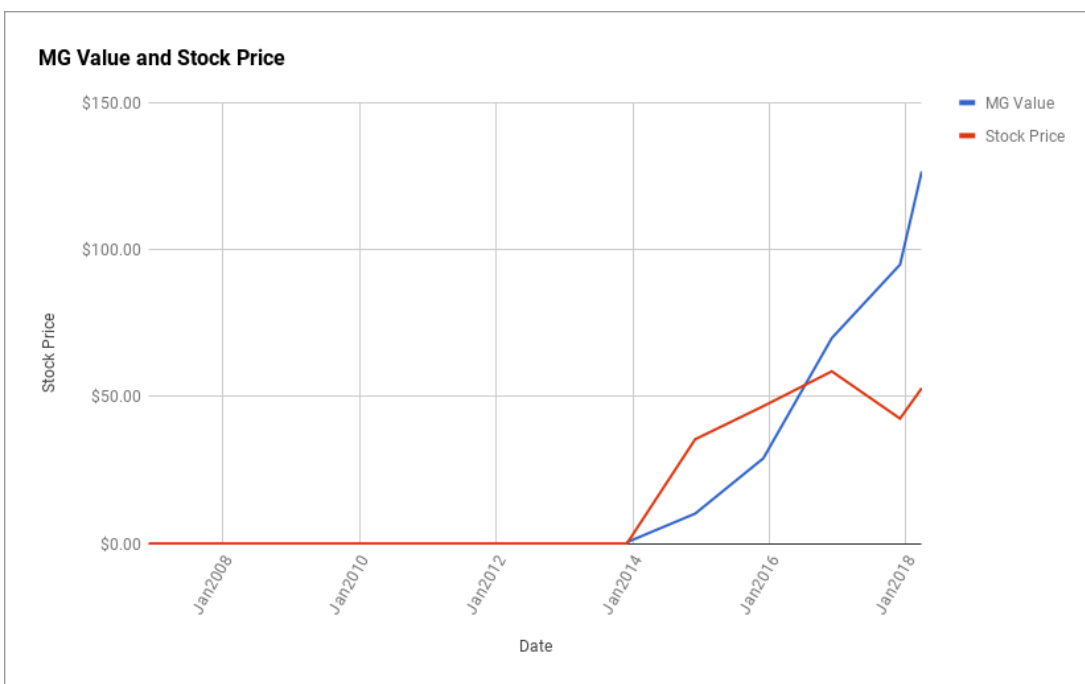
Net Current Asset Value (NCAV)	-\$34.00
Graham Number	\$50.36
PEmg	16.08
Current Ratio	0.21
PB Ratio	2.12
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

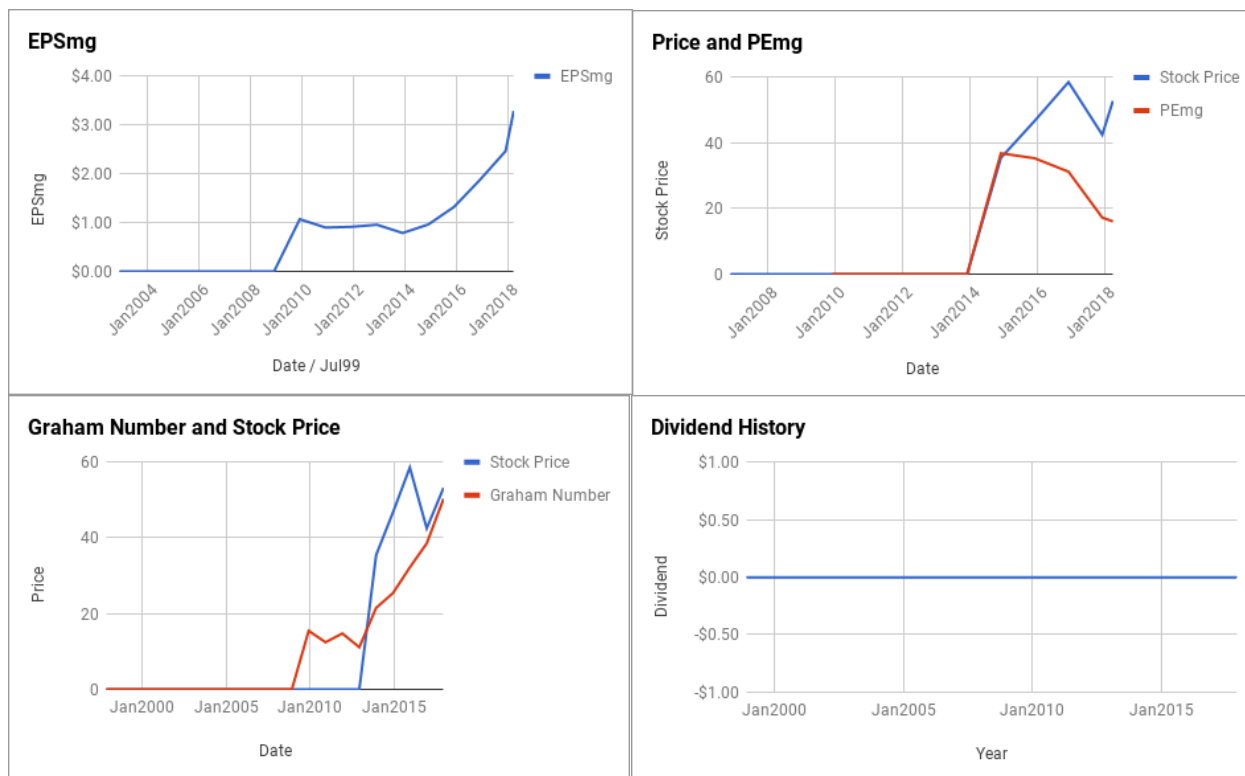
### Useful Links:

[ModernGraham tagged articles](#)  
[Google Finance](#)  
[Yahoo Finance](#)  
[GuruFocus](#)

[Morningstar](#)  
[MSN Money](#)  
[Seeking Alpha](#)  
[SEC Filings](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$4.48	Next Fiscal Year Estimate	\$3.29
Dec2017	\$3.31	Dec2017	\$2.47
Dec2016	\$2.78	Dec2016	\$1.87
Dec2015	\$1.86	Dec2015	\$1.32
Dec2014	\$1.62	Dec2014	\$0.96
Dec2013	\$0.49	Dec2013	\$0.79
Dec2012	\$0.94	Dec2012	\$0.96
Dec2011	\$0.71	Dec2011	\$0.91
Dec2010	\$0.13	Dec2010	\$0.90
Dec2009	\$3.21	Dec2009	\$1.07
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	<b>Balance Sheet Information 12/1/2017</b>	
Dec2000	\$0.00	Total Current Assets	\$518,337,000
Dec1999	\$0.00	Total Current Liabilities	\$2,490,021,000
Dec1998	\$0.00	Long-Term Debt	\$5,688,392,000
		Total Assets	\$14,094,869,000
		Intangible Assets	\$2,261,357,000
		Total Liabilities	\$8,345,103,000
		Shares Outstanding (Diluted Average)	230,202,000





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

[Wyndham Worldwide Corp Valuation – January 2017 \\$WYN](#)  
[ILG Inc Valuation – Initial Coverage \\$ILG](#)  
[Starwood Hotels & Resorts Worldwide Inc Valuation – August 2016 \\$HOT](#)  
[Carnival Corp Valuation – July 2016 \\$CCL](#)  
[Marriott International Inc Valuation – July 2016 \\$MAR](#)  
[Starwood Hotels & Resorts Worldwide Inc. Analysis – July 2015 Update \\$HOT](#)  
[Carnival Corporation Annual Valuation – 2015 \\$CCL](#)  
[Marriott International Inc. Annual Valuation – 2015 \\$MAR](#)  
[Wyndham Worldwide Corporation Annual Valuation – 2014 \\$WYN](#)  
[Starwood Hotels & Resorts Annual Valuation – 2014 \\$HOT](#)