

# ModernGraham Valuation

SBA Communications  
Corporation



## Company Name:

Company Ticker SBAC

Date of Analysis

3/8/2018

## 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	\$18,497,954,000	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.93	Fail
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	-159.15%	Fail
6. Moderate PEmg Ratio	PEmg < 20	357.50	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	-7.51	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	0.93	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-479.59	Fail
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		Pass

## Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$0.46
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$17.68</b>
MG Value based on 3% Growth	\$6.66
MG Value based on 0% Growth	\$3.90
Market Implied Growth Rate	174.50%

## MG Opinion

Current Price	\$164.21
% of Intrinsic Value	928.56%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>F</b>

## Stage 3: Information for Further Research

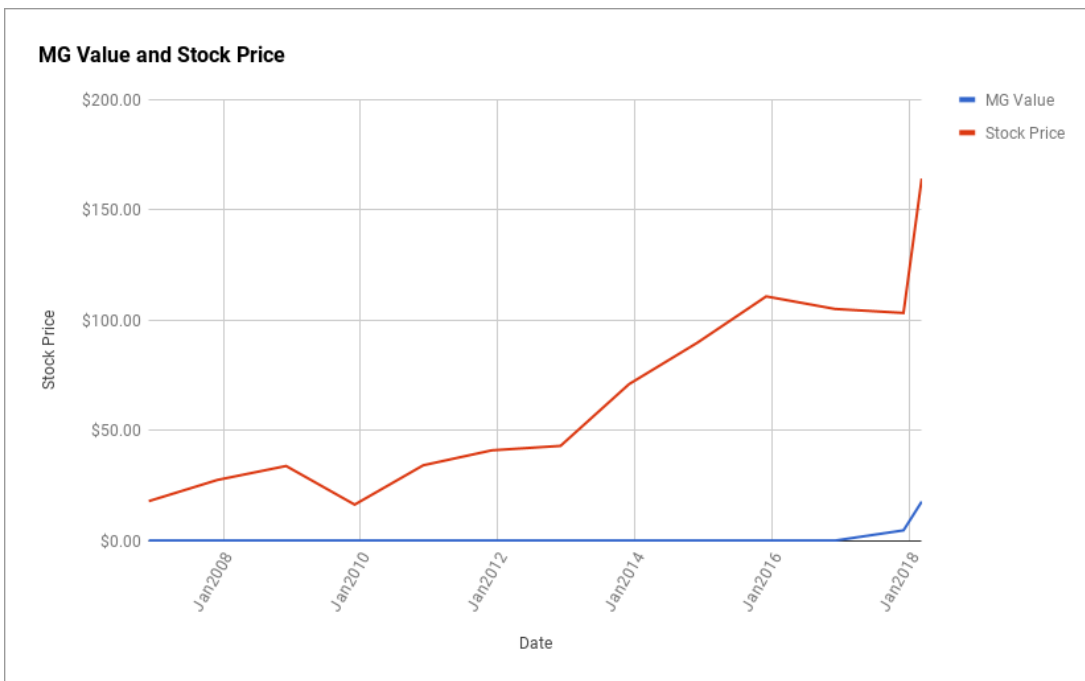
Net Current Asset Value (NCAV)	-\$81.24
Graham Number	\$0.00
PEmg	357.50
Current Ratio	0.93
PB Ratio	-7.51
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

## Useful Links:

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[Google Finance](#)  
[Yahoo Finance](#)  
[GuruFocus](#)

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

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.91	Next Fiscal Year Estimate	\$0.46
Dec2017	\$0.86	Dec2017	\$0.12
Dec2016	\$0.61	Dec2016	-\$0.36
Dec2015	-\$1.37	Dec2015	-\$0.87
Dec2014	-\$0.19	Dec2014	-\$0.75
Dec2013	-\$0.44	Dec2013	-\$1.08
Dec2012	-\$1.51	Dec2012	-\$1.34
Dec2011	-\$1.14	Dec2011	-\$1.20
Dec2010	-\$1.68	Dec2010	-\$1.19
Dec2009	-\$1.20	Dec2009	-\$0.98
Dec2008	-\$0.61	Dec2008	-\$1.01
Dec2007	-\$0.74	Dec2007	-\$1.43
Dec2006	-\$1.36	Dec2006	-\$2.10
Dec2005	-\$1.28	Dec2005	-\$2.68
Dec2004	-\$2.52	Dec2004	-\$3.24
Dec2003	-\$3.36	Dec2003	-\$3.34
Dec2002	-\$5.29	Dec2002	-\$3.11
Dec2001	-\$2.99	<b>Balance Sheet Information 12/1/2017</b>	
Dec2000	-\$0.70	Total Current Assets	\$259,533,000
Dec1999	-\$1.77	Total Current Liabilities	\$278,905,000
Dec1998	-\$2.64	Long-Term Debt	\$9,290,686,000
		Total Assets	\$7,320,205,000
		Intangible Assets	\$3,598,131,000
		Total Liabilities	\$9,919,319,000
		Shares Outstanding (Diluted Average)	118,907,000





**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
- [Harris Corporation Valuation – February 2018 \\$HRS](#)
  - [Verizon Communications Inc Valuation – February 2018 \\$VZ](#)
  - [Mitel Networks Corp Valuation – Initial Coverage \\$TSE:MNW](#)
  - [ATN International Inc Valuation – Initial Coverage \\$ATNI](#)
  - [CenturyLink Inc Valuation – July 2017 \\$CTL](#)
  - [Telephone & Data Systems Inc Valuation – Initial Coverage \\$TDS](#)
  - [Lumos Networks Corp Valuation – Initial Coverage \\$LMOS](#)
  - [Lumentum Holdings Inc Valuation – Initial Coverage \\$LITE](#)
  - [Windstream Holdings Inc Valuation – March 2017 \\$WIN](#)
  - [Sierra Wireless Inc Valuation – Initial Coverage \\$TSE:SW](#)