

ModernGraham Valuation

Company Name:

Steven Madden, Ltd.

Company Ticker SHOO

Date of Analysis

5/16/2018



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	\$2,930,778,721	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	3.61	Pass
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	92.79%	Pass
5. Earnings Growth	PEmg < 20	23.21	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.66	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	3.61	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	Pass
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

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.20
MG Growth Estimate	3.83%
MG Value	\$35.61
MG Value based on 3% Growth	\$31.96
MG Value based on 0% Growth	\$18.73
Market Implied Growth Rate	7.35%

MG Opinion

Current Price	\$51.15
% of Intrinsic Value	143.63%
Opinion	Overvalued
MG Grade	C

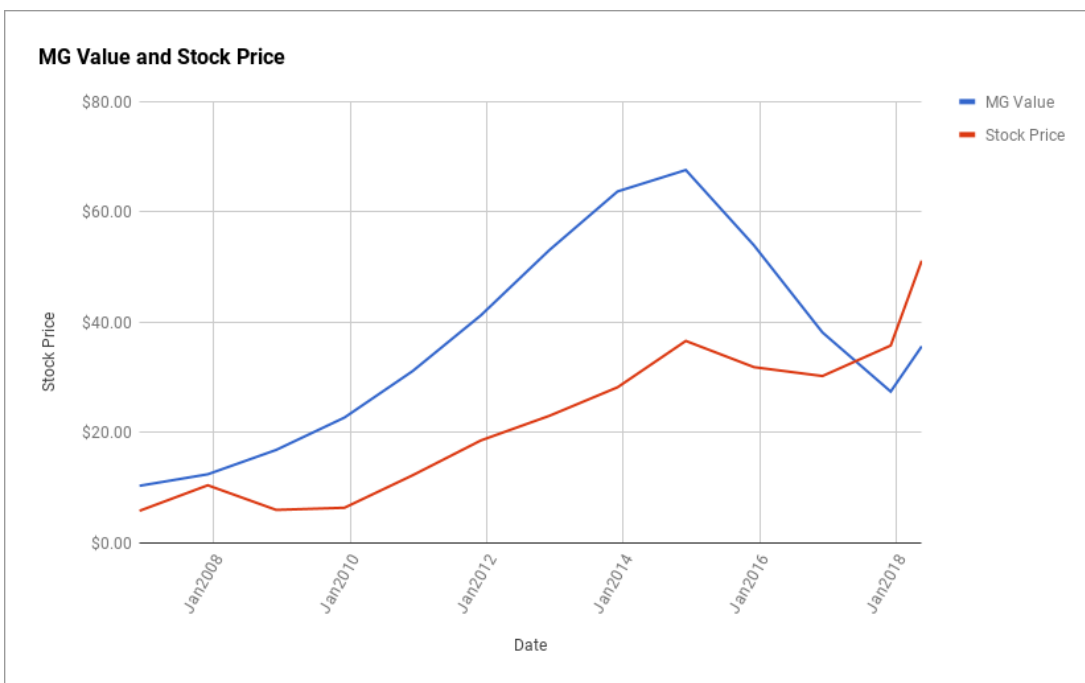
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$7.01
Graham Number	\$28.66
PEmg	23.21
Current Ratio	3.61
PB Ratio	3.66
Current Dividend	\$0.00
Dividend Yield	0.00%
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	
Dec2017	\$2.67	Dec2017	\$2.20
Dec2016	\$2.04	Dec2016	\$1.96
Dec2015	\$2.03	Dec2015	\$1.91
Dec2014	\$1.85	Dec2014	\$1.82
Dec2013	\$1.76	Dec2013	\$1.76
Dec2012	\$1.98	Dec2012	\$1.65
Dec2011	\$1.81	Dec2011	\$1.38
Dec2010	\$1.50	Dec2010	\$1.07
Dec2009	\$1.19	Dec2009	\$0.81
Dec2008	\$0.81	Dec2008	\$0.59
Dec2007	\$0.45	Dec2007	\$0.45
Dec2006	\$0.50	Dec2006	\$0.43
Dec2005	\$0.62	Dec2005	\$0.37
Dec2004	\$0.27	Dec2004	\$0.24
Dec2003	\$0.17	Dec2003	\$0.23
Dec2002	\$0.29	Dec2002	\$0.25
Dec2001	\$0.29	Dec2002	\$0.23
Dec2000	\$0.19	Balance Sheet Information 3/1/2018	
Dec1999	\$0.25	Total Current Assets	\$622,486,000
Dec1998	\$0.18	Total Current Liabilities	\$172,319,000
	\$0.10	Long-Term Debt	\$0
		Total Assets	\$1,021,933,000
		Intangible Assets	\$298,539,000
		Total Liabilities	\$220,347,000
		Shares Outstanding (Diluted Average)	57,326,000





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

[15 Best Stocks for Value Investors This Week – 1/14/17](#)
[Steve Madden Ltd Valuation – Initial Coverage \\$SHOO](#)

Other
ModernGraham
posts about related
companies

[Gap Inc Valuation – May 2018 \\$GPS](#)
[PVH Corp Valuation – May 2018 \\$PVH](#)
[VF Corp Valuation – April 2018 \\$VFC](#)
[Michael Kors Holdings Ltd Valuation – March 2018 \\$KORS](#)
[Foot Locker Inc Valuation – March 2018 \\$FL](#)
[Under Armour Inc Valuation – March 2018 \\$UA](#)
[Hanesbrands Inc Valuation – March 2018 \\$HBI](#)
[L Brands Inc Valuation – March 2018 \\$LB](#)
[Nike Inc Valuation – February 2018 \\$NKE](#)
[Nike Inc Valuation – July 2017 \\$NKE](#)