

ModernGraham Valuation

Company Name:

Clean Harbors Inc

Company Ticker CLH

Date of Analysis

7/28/2018



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	\$3,149,973,931	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.06	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-70.33%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	94.23	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.78	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	2.06	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.93	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		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.60
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$8.67
MG Value based on 0% Growth	\$5.08
Market Implied Growth Rate	42.87%

MG Opinion

Current Price	\$56.35
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	F

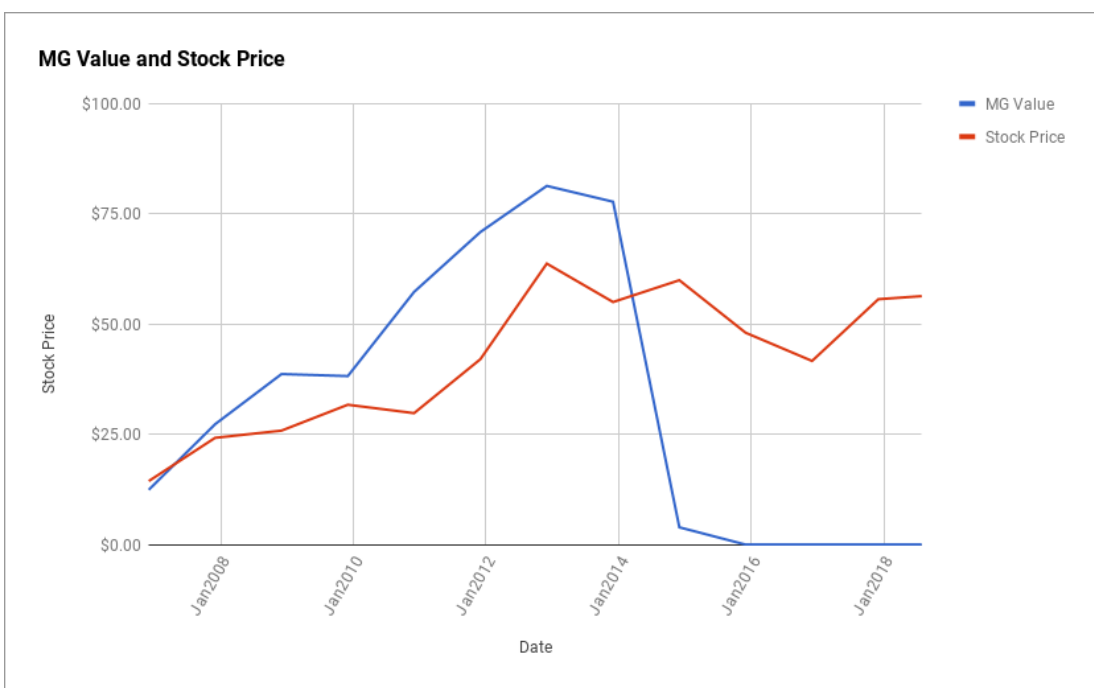
Stage 3: Information for Further Research

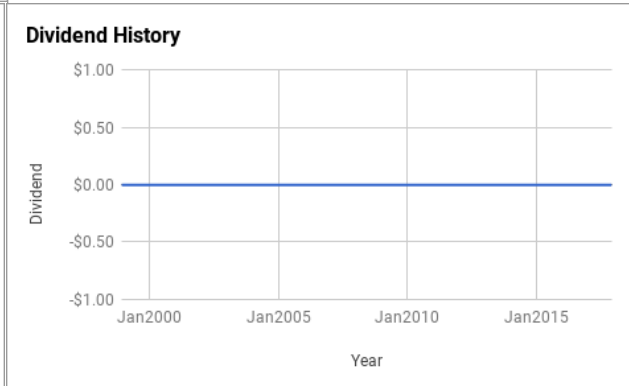
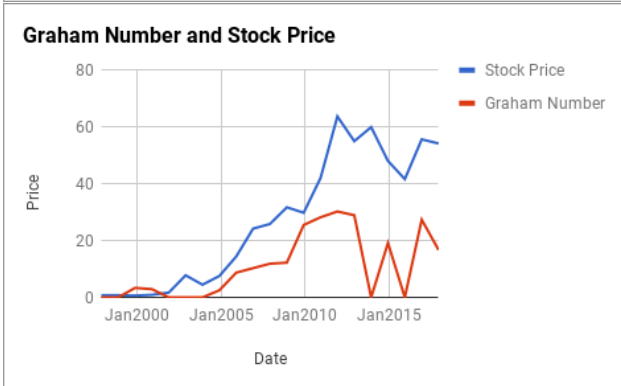
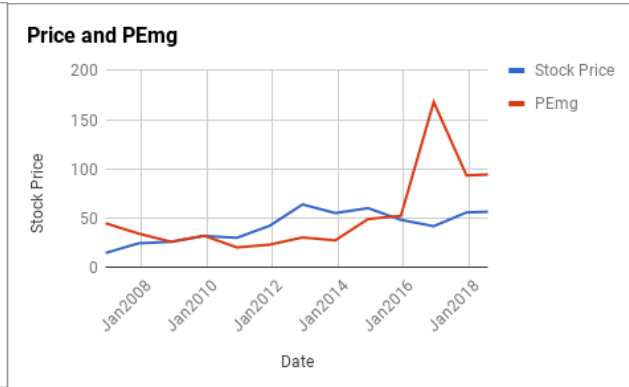
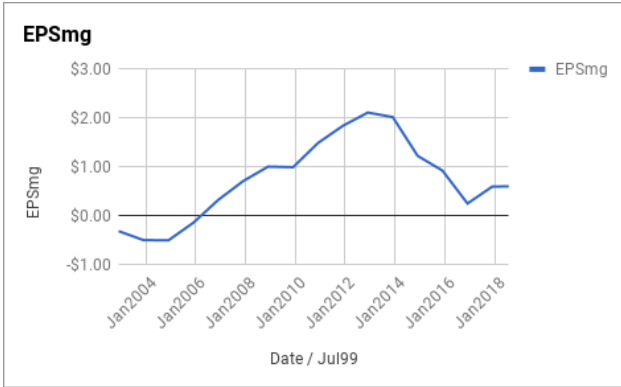
Net Current Asset Value (NCAV)	-\$25.85
Graham Number	\$16.71
PEmg	94.23
Current Ratio	2.06
PB Ratio	2.78
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$0.59	Next Fiscal Year Estimate	\$0.60
Dec2017	\$1.76	Dec2017	\$0.60
Dec2016	-\$0.69	Dec2016	\$0.25
Dec2015	\$0.76	Dec2015	\$0.92
Dec2014	-\$0.47	Dec2014	\$1.23
Dec2013	\$1.57	Dec2013	\$2.02
Dec2012	\$2.40	Dec2012	\$2.11
Dec2011	\$2.39	Dec2011	\$1.84
Dec2010	\$2.47	Dec2010	\$1.49
Dec2009	\$0.74	Dec2009	\$0.99
Dec2008	\$1.26	Dec2008	\$1.00
Dec2007	\$1.07	Dec2007	\$0.71
Dec2006	\$1.13	Dec2006	\$0.32
Dec2005	\$0.73	Dec2005	-\$0.15
Dec2004	-\$0.33	Dec2004	-\$0.51
Dec2003	-\$0.76	Dec2003	-\$0.50
Dec2002	-\$1.21	Dec2002	-\$0.32
Dec2001	\$0.20	Balance Sheet Information 3/1/2018	
Dec2000	\$0.32	Total Current Assets	\$1,079,822,000
Dec1999	-\$0.13	Total Current Liabilities	\$524,684,000
Dec1998	-\$0.21	Long-Term Debt	\$1,625,259,000
		Total Assets	\$3,684,816,000
		Intangible Assets	\$957,340,000
		Total Liabilities	\$2,539,290,000
		Shares Outstanding (Diluted Average)	56,457,000





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 [Clean Harbors Inc Valuation – Initial Coverage \\$CLH](#)

Other ModernGraham posts about related companies [Stericycle Inc Valuation – May 2018 \\$SRCL](#)
[Republic Services Inc Valuation – May 2018 \\$RSG](#)
[Waste Management Inc Valuation – April 2018 \\$WM](#)
[US Ecology Inc Valuation – Initial Coverage \\$ECOL](#)
[Stericycle Inc Valuation – February 2017 \\$SRCL](#)
[Republic Services Inc Valuation – January 2017 \\$RSG](#)
[Clean Harbors Inc Valuation – Initial Coverage \\$CLH](#)
[Waste Management Inc Valuation – August 2016 \\$WM](#)
[Stericycle Inc. Analysis – October 2015 Update \\$SRCL](#)
[Republic Services Inc. Analysis – September 2015 Update \\$RSG](#)