

ModernGraham Valuation

Superior Energy
Services, Inc.



Company Name:

Company Ticker SPN

Date of Analysis

8/9/2018

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	\$1,511,280,681	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.97	Fail
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		
5. Earnings Growth		-656.76%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-2.76	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.38	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	1.97	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	3.42	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	-\$3.41
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$49.45
MG Value based on 0% Growth	-\$28.99
Market Implied Growth Rate	-5.63%

MG Opinion

Current Price	\$9.42
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

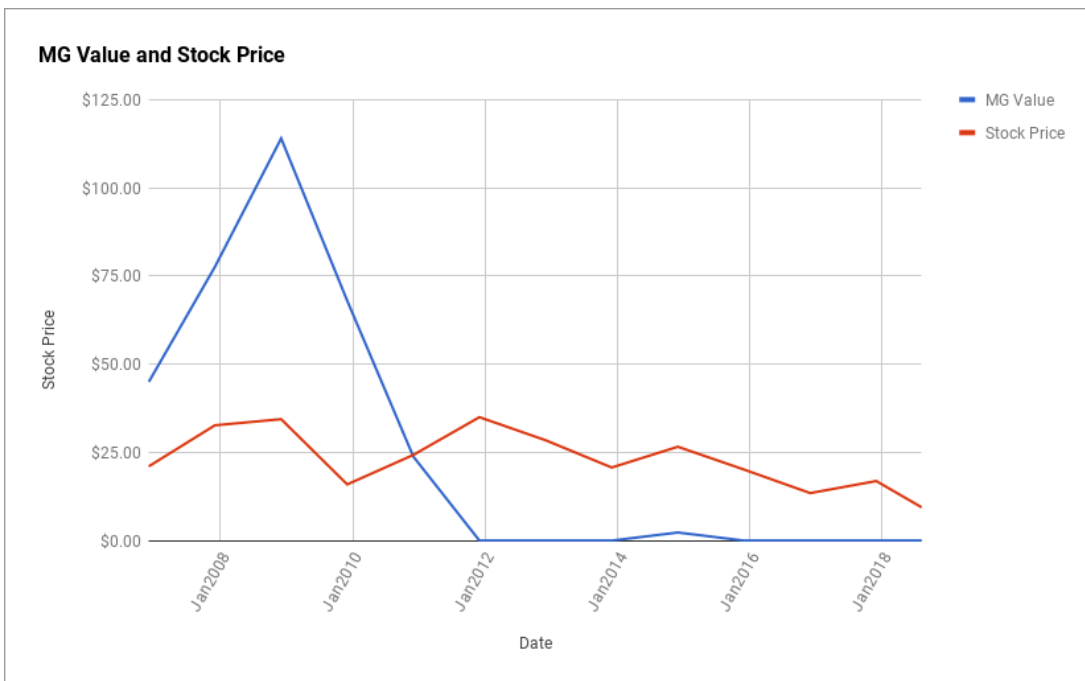
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$7.82
Graham Number	\$0.00
PEmg	-2.76
Current Ratio	1.97
PB Ratio	1.38
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	-\$1.04	Next Fiscal Year Estimate	-\$3.41
Dec2017	-\$1.35	Dec2017	-\$4.30
Dec2016	-\$5.85	Dec2016	-\$4.84
Dec2015	-\$12.33	Dec2015	-\$3.37
Dec2014	\$1.65	Dec2014	\$1.15
Dec2013	-\$0.70	Dec2013	\$0.81
Dec2012	\$2.42	Dec2012	\$1.60
Dec2011	\$1.76	Dec2011	\$1.40
Dec2010	\$1.03	Dec2010	\$1.47
Dec2009	-\$1.31	Dec2009	\$1.77
Dec2008	\$4.33	Dec2008	\$2.96
Dec2007	\$3.41	Dec2007	\$2.02
Dec2006	\$2.32	Dec2006	\$1.17
Dec2005	\$0.85	Dec2005	\$0.58
Dec2004	\$0.47	Dec2004	\$0.45
Dec2003	\$0.41	Dec2003	\$0.39
Dec2002	\$0.30	Dec2002	\$0.24
Dec2001	\$0.77	Balance Sheet Information 6/1/2018	
Dec2000	\$0.28	Total Current Assets	\$762,448,000
Dec1999	-\$0.25	Total Current Liabilities	\$387,946,000
Dec1998	-\$1.27	Long-Term Debt	\$1,281,145,000
		Total Assets	\$3,020,985,000
		Intangible Assets	\$944,162,000
		Total Liabilities	\$1,968,270,000
		Shares Outstanding (Diluted Average)	154,278,000





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 [Superior Energy Services Inc Valuation – Initial Coverage \\$SPN](#)

Other ModernGraham posts about related companies [Crescent Point Energy Corp Valuation – August 2018 \\$TSE-CPG](#)
[Kelt Exploration Ltd Valuation – August 2018 \\$TSE-KEL](#)
[Canadian Natural Resources Ltd Valuation – August 2018 \\$TSE:CNQ](#)
[SM Energy Co Valuation – August 2018 \\$SM](#)
[Surge Energy Inc Valuation – July 2018 \\$TSE:SGY](#)
[CIRCOR International Inc Valuation – July 2018 \\$CIR](#)
[SEACOR Holdings Inc Valuation – July 2018 \\$CKH](#)
[Inter Pipeline Ltd Valuation – July 2018 \\$TSE:IPL](#)
[World Fuel Services Corp Valuation – July 2018 \\$INT](#)
[Shawcor Ltd Valuation – July 2018 \\$TSE-SCL](#)