

ModernGraham Valuation

Company Name:

SunCoke Energy Inc

Company Ticker SXC

Date of Analysis

9/9/2018



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	\$727,544,987	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.86	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	-18.53%	Fail
5. Earnings Growth	PEmg < 20	24.72	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.10	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	1.86	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	5.25	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.45
MG Growth Estimate	15.00%
MG Value	\$17.50
MG Value based on 3% Growth	\$6.59
MG Value based on 0% Growth	\$3.86
Market Implied Growth Rate	8.11%

MG Opinion

Current Price	\$11.24
% of Intrinsic Value	64.21%
Opinion	Undervalued
MG Grade	C-

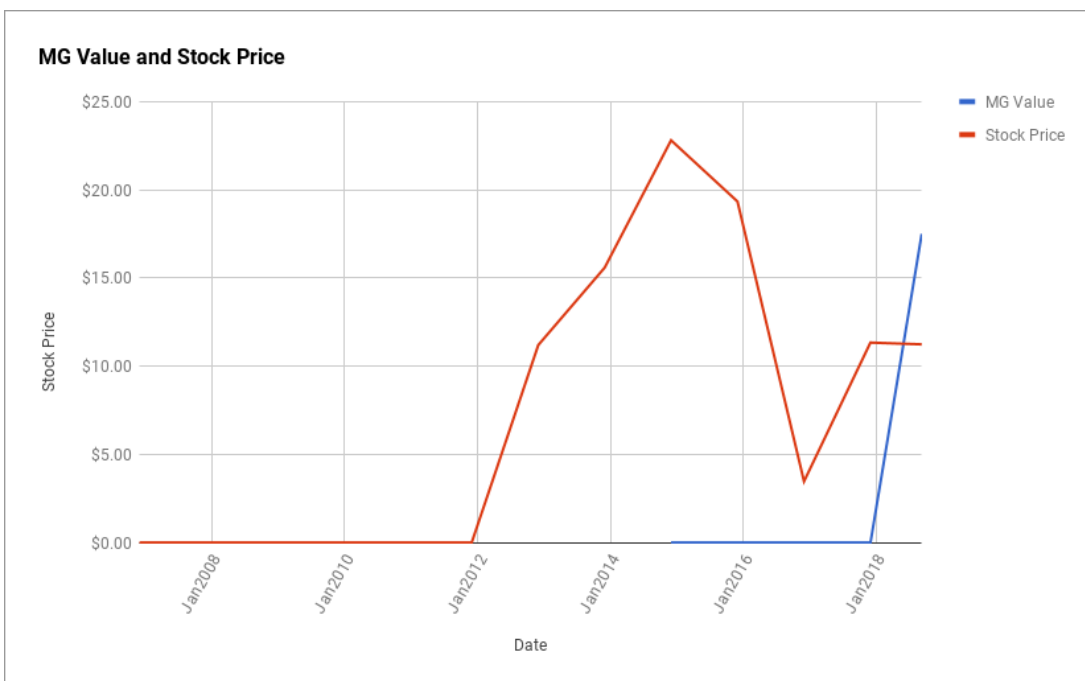
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$16.12
Graham Number	\$5.85
PEmg	24.72
Current Ratio	1.86
PB Ratio	1.10
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	
	\$0.23		\$0.45
Dec2017	\$1.88	Dec2017	\$0.40
Dec2016	\$0.22	Dec2016	-\$0.24
Dec2015	-\$0.34	Dec2015	-\$0.28
Dec2014	-\$1.83	Dec2014	\$0.01
Dec2013	\$0.36	Dec2013	\$0.93
Dec2012	\$1.40	Dec2012	\$1.10
Dec2011	\$0.87	Dec2011	\$0.82
Dec2010	\$1.99	Dec2010	\$0.66
Dec2009	\$0.00	Dec2009	\$0.00
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	Balance Sheet Information	
Dec2000	\$0.00	6/1/2018	
Dec1999	\$0.00	Total Current Assets	\$354,200,000
Dec1998	\$0.00	Total Current Liabilities	\$190,300,000
		Long-Term Debt	\$860,000,000
		Total Assets	\$2,084,300,000
		Intangible Assets	\$239,200,000
		Total Liabilities	\$1,411,900,000
		Shares Outstanding (Diluted Average)	65,600,000





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

[SunCoke Energy Inc Valuation – Initial Coverage \\$SXC](#)

Other
ModernGraham
posts about related
companies

[Allegheny Technologies Inc Valuation – September 2018 \\$ATI](#)
[SSR Mining Inc Valuation – August 2018 \\$TSE-SSRM](#)
[Sandstorm Gold Ltd Valuation – August 2018 \\$TSE-SSL](#)
[Kirkland Lake Gold Ltd Valuation – August 2018 \\$TSE-KL](#)
[Natural Resource Partners LP Valuation – August 2018 \\$NRP](#)
[Kaiser Aluminum Corp Valuation – August 2018 \\$KALU](#)
[Semafo Inc Valuation – August 2018 \\$TSE-SMF](#)
[US Silica Holdings Inc Valuation – August 2018 \\$SLCA](#)
[Ivanhoe Mines Ltd Valuation – August 2018 \\$TSE-IVN](#)
[Cleveland-Cliffs Inc Valuation – July 2018 \\$CLF](#)