

ModernGraham Valuation

Norwegian Cruise
Line Holdings Ltd



Company Name:

Company Ticker NCLH

Date of Analysis

1/25/2019

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	\$10,517,052,862	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.24	Fail
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	867.56%	Pass
5. Earnings Growth	PEmg < 20	14.73	Pass
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.72	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	0.24	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-2.53	Fail
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	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.24
MG Growth Estimate	15.00%
MG Value	\$124.92
MG Value based on 3% Growth	\$47.05
MG Value based on 0% Growth	\$27.58
Market Implied Growth Rate	3.12%

MG Opinion

Current Price	\$47.81
% of Intrinsic Value	38.27%
Opinion	Undervalued
MG Grade	C+

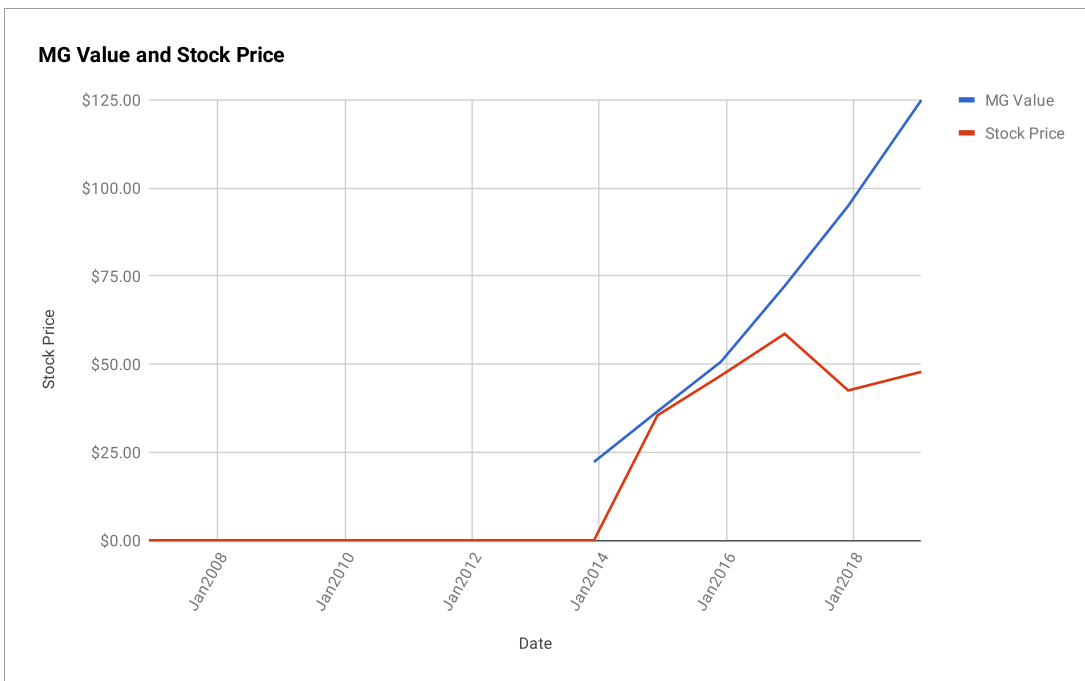
Stage 3: Information for Further Research

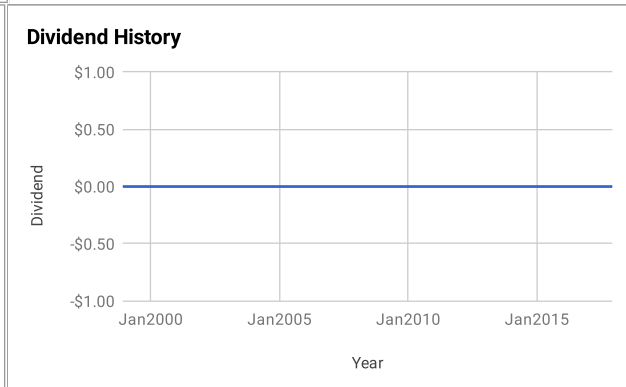
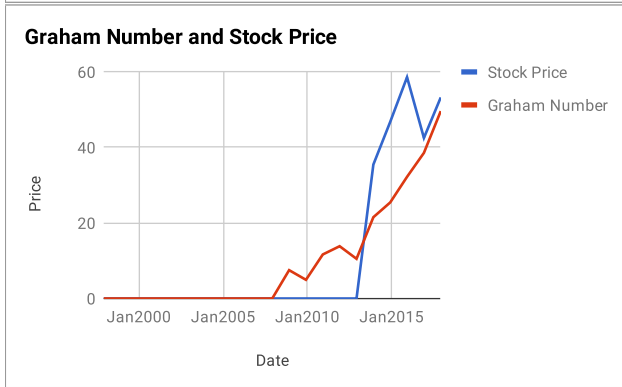
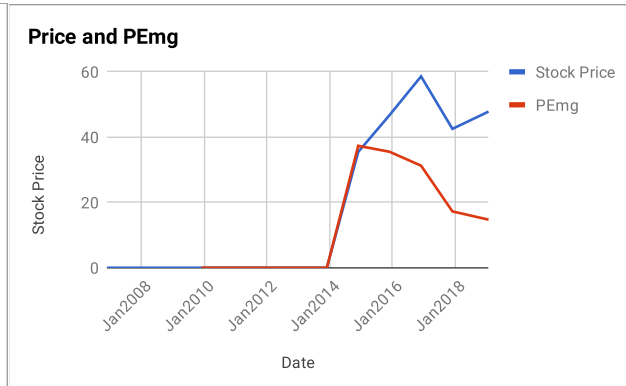
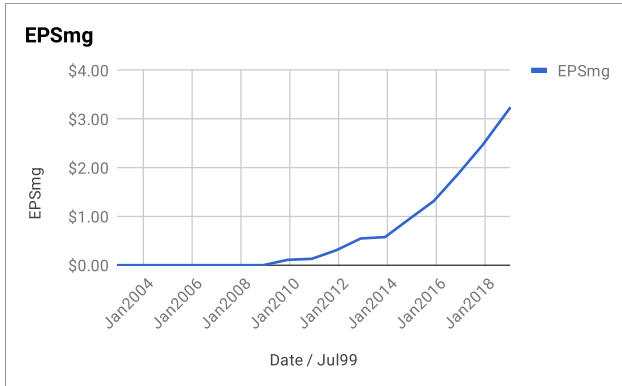
Net Current Asset Value (NCAV)	-\$37.67
Graham Number	\$49.62
PEmg	14.73
Current Ratio	0.24
PB Ratio	1.72
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$4.35	Next Fiscal Year Estimate	\$3.24
Dec2017	\$3.31	Dec2017	\$2.47
Dec2016	\$2.78	Dec2016	\$1.87
Dec2015	\$1.86	Dec2015	\$1.32
Dec2014	\$1.62	Dec2014	\$0.95
Dec2013	\$0.49	Dec2013	\$0.58
Dec2012	\$0.94	Dec2012	\$0.55
Dec2011	\$0.62	Dec2011	\$0.31
Dec2010	\$0.13	Dec2010	\$0.13
Dec2009	\$0.33	Dec2009	\$0.11
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 9/1/2018	
Dec2000	\$0.00	Total Current Assets	\$727,408,000
Dec1999	\$0.00	Total Current Liabilities	\$3,052,179,000
Dec1998	\$0.00	Long-Term Debt	\$5,875,252,000
		Total Assets	\$15,316,122,000
		Intangible Assets	\$2,241,747,000
		Total Liabilities	\$9,118,032,000
		Shares Outstanding (Diluted Average)	222,753,000





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.

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[Norwegian Cruise Line Holdings Ltd Valuation – Initial Coverage \\$NCLH](#)
[Wyndham Worldwide Corp Valuation – January 2017 \\$WYN](#)
[ILG Inc Valuation – Initial Coverage \\$ILG](#)
[Starwood Hotels & Resorts Worldwide Inc Valuation – August 2016 \\$HOT](#)
[Carnival Corp Valuation – July 2016 \\$CCL](#)
[Marriott International Inc Valuation – July 2016 \\$MAR](#)
[Starwood Hotels & Resorts Worldwide Inc. Analysis – July 2015 Update \\$HOT](#)