ModernGraham Valuation

Company Name:

Company Ticker CFNL Date of Analysis

Cardinal Financial Corporation



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

12/5/2016

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Defensive Investor; must	pass all 6 of the following tests.			
1.	Adequate Size of the Enterprise	Market Cap > \$2Bil \$1,	,046,959,564	Fail
2.	. Earnings Stability	Positive EPS for 10 years prior		Pass
3.	. Dividend Record	Dividend Payments for 10 years prior		Pass
		Increase of 33% in EPS in past 10 years using 3 year averages at	608.02%	Deee
4.	. Earnings Growth	beginning and end	608.93%	Pass
5.	. Moderate PEmg Ratio	PEmg < 20	24.97	Fail
6	. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.43	Pass
Enterprising Investor; mu	st pass all 3 of the following tests, or be suita	able for the Defensive Investor.		
1.	. Earnings Stability	Positive EPS for 5 years prior		Pass
2.	Dividend Record	Currently Pays Dividend		Pass
3.	. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	1.30
MG Growth Estimate	6.09%
MG Value	\$26.98
MG Value based on 3% Growth	\$18.92
MG Value based on 0% Growth	\$11.09
Market Implied Growth Rate	8.24%

MG Opinion

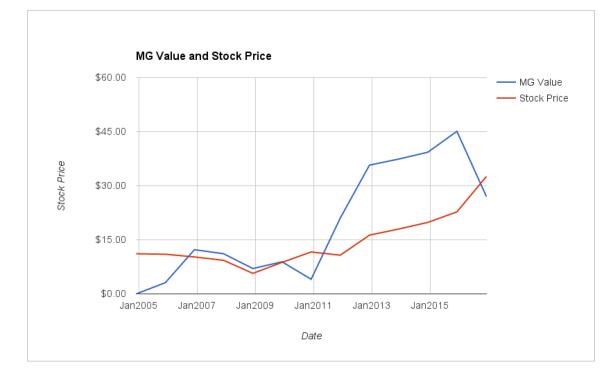
Current Price		\$32.58
% of Intrinsic Value		120.77%
Opinion	Overvalued	
MG Grade	C-	

Stage 3: Information for Further Research

	Graham Number		\$21.85
	PEmg		24.97
	PB Ratio		2.43
	Dividend Yield		1.44%
	Number of Consecutive Years of Dividend Growth		7
Useful Links:	ModernGraham tagged articles	<u>Morningstar</u>	
	Google Finance	MSN Money	
	Yahoo Finance	Seeking Alpha	
	GuruFocus	SEC Filings	

E	EPS History		EPSmg History	
	lext Fiscal Year Estimate	\$1.54	Next Fiscal Year Estimate	\$1.30
	Dec2015	\$1.43	Dec2015	\$1.17

Dec2014	\$1.00	Dec2014	\$1.02
Dec2013	\$0.82	Dec2013	\$0.97
Dec2012	\$1.51	Dec2012	\$0.93
Dec2011	\$0.94	Dec2011	\$0.57
Dec2010	\$0.62	Dec2010	\$0.35
Dec2009	\$0.37	Dec2009	\$0.23
Dec2008	\$0.01	Dec2008	\$0.18
Dec2007	\$0.18	Dec2007	\$0.29
Dec2006	\$0.30	Dec2006	\$0.32
Dec2005	\$0.44	Dec2005	\$0.08
Dec2004	\$0.19	Dec2004	-\$0.30
Dec2003	\$0.54	Dec2003	-\$0.67
Dec2002	-\$0.13	Dec2002	-\$1.23
Dec2001	-\$3.11	Dec2001	-\$1.58
Dec2000	-\$0.98	Dec2000	-\$0.72
Dec1999	-\$0.94	Balance Sheet Information	9/1/2016
Dec1998	-\$0.64	Long-Term Debt & Capital Lease Obligation	\$464,876,000
Dec1997	-\$0.12	Total Assets	\$4,219,648,000
Dec1996	\$0.00	Intangible Assets	\$36,115,000
		Total Liabilities	\$3,767,811,000
		Shares Outstanding (Diluted Average)	33,767,000







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:

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