

ModernGraham Valuation

Company Name:

Celadon Group, Inc.

Company Ticker

CGI

Date of Analysis

12/9/2016



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	\$251,138,109	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.16	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	286.44%	Pass
6. Moderate PEmg Ratio	PEmg < 20	12.22	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.68	Pass

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	1.16	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	4.73	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.75
MG Growth Estimate	-1.86%
MG Value	\$3.58
MG Value based on 3% Growth	\$10.86
MG Value based on 0% Growth	\$6.36
Market Implied Growth Rate	1.86%

MG Opinion

Current Price	\$9.15
% of Intrinsic Value	255.72%
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

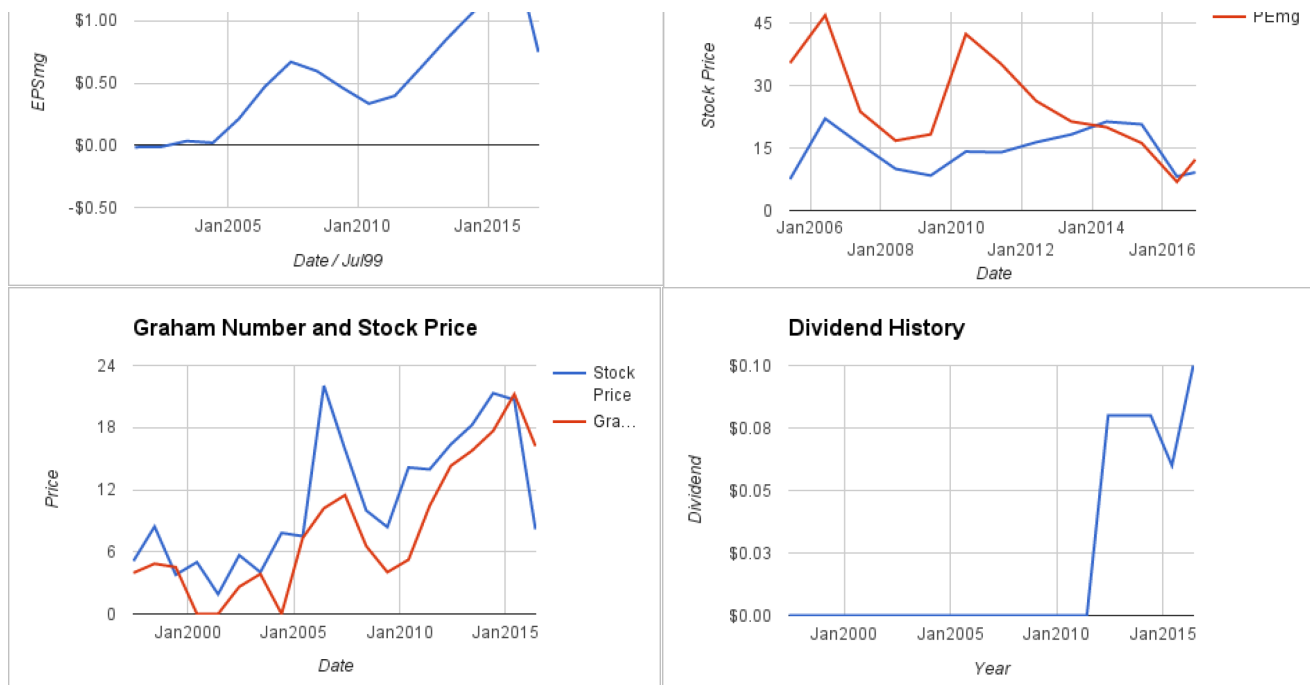
Net Current Asset Value (NCAV)	-\$17.47
Graham Number	\$0.00
PEmg	12.22
Current Ratio	1.16
PB Ratio	0.68
Current Dividend	\$0.08
Dividend Yield	0.87%
Number of Consecutive Years of Dividend Growth	0

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	\$0.75
Jun2016	-\$0.12	Jun2016	\$1.19
Jun2015	\$0.88	Jun2015	\$1.28
Jun2014	\$1.52	Jun2014	\$1.07
Jun2013	\$1.29	Jun2013	\$0.85
Jun2012	\$1.17	Jun2012	\$0.62
Jun2011	\$1.12	Jun2011	\$0.40
Jun2010	\$0.67	Jun2010	\$0.33
Jun2009	\$0.18	Jun2009	\$0.46
Jun2008	\$0.12	Jun2008	\$0.60
Jun2007	\$0.29	Jun2007	\$0.67
Jun2006	\$0.94	Jun2006	\$0.47
Jun2005	\$0.88	Jun2005	\$0.21
Jun2004	\$0.55	Jun2004	\$0.02
Jun2003	-\$0.01	Jun2003	\$0.03
Jun2002	\$0.20	Jun2002	-\$0.01
Jun2001	\$0.10	Jun2001	-\$0.02
Jun2000	-\$0.31	Balance Sheet Information 9/1/2016	
Jun1999	-\$0.12	Total Current Assets	\$238,668,000
Jun1998	\$0.28	Total Current Liabilities	\$205,221,000
Jun1997	\$0.35	Long-Term Debt	\$158,152,000
	\$0.26	Total Assets	\$1,094,756,000
		Intangible Assets	\$62,451,000
		Total Liabilities	\$721,253,000
		Shares Outstanding (Diluted Average)	27,616,000





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

#N/A

Other
ModernGraham
posts about related
companies

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[FedEx Corp Valuation – July 2016 \\$FDX](#)
[Ryder System Inc Valuation – July 2016 \\$R](#)
[Expeditors International of Washington Valuation – June 2016 \\$EXPD](#)
[Expeditors International of Washington Valuation – January 2016 Update \\$EXPD](#)
[FedEx Corp Valuation – November 2015 Update \\$FDX](#)
[United Parcel Service Inc. Valuation – October 2015 Update \\$UPS](#)
[Expeditors International of Washington Analysis – October 2015 Update \\$EXPD](#)
[FedEx Corporation Analysis – August 2015 Update \\$FDX](#)
[C.H. Robinson Worldwide Inc. Analysis – 2015 Update \\$CHRW](#)