

ModernGraham Valuation

Company Name:

Company Ticker INDB

Date of Analysis

12/8/2016

Independent Bank Corp



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

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$1,897,454,728	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 beginning and end	81.59%	Pass
4. Earnings Growth			
5. Moderate PEmg Ratio	PEmg < 20	27.19	Fail
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.27	Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable 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	2.59
MG Growth Estimate	6.38%
MG Value	\$54.95
MG Value based on 3% Growth	\$37.49
MG Value based on 0% Growth	\$21.98
Market Implied Growth Rate	9.35%

MG Opinion

Current Price	\$70.30
% of Intrinsic Value	127.92%
Opinion	Overvalued
MG Grade	C-

Stage 3: Information for Further Research

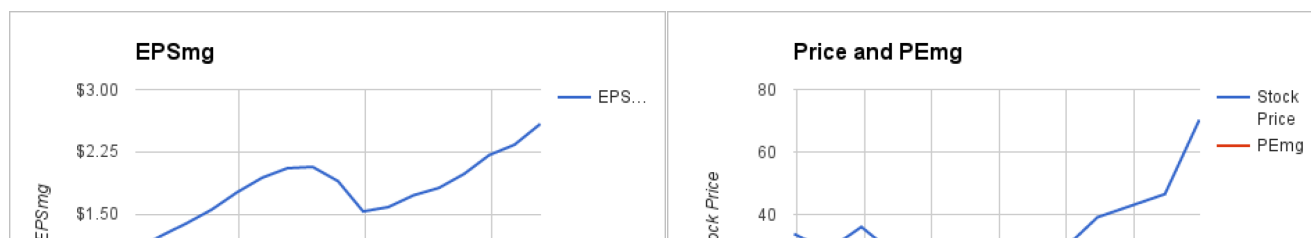
Graham Number	\$45.81
PEmg	27.19
PB Ratio	2.27
Dividend Yield	0.41%
Number of Consecutive Years of Dividend Growth	0

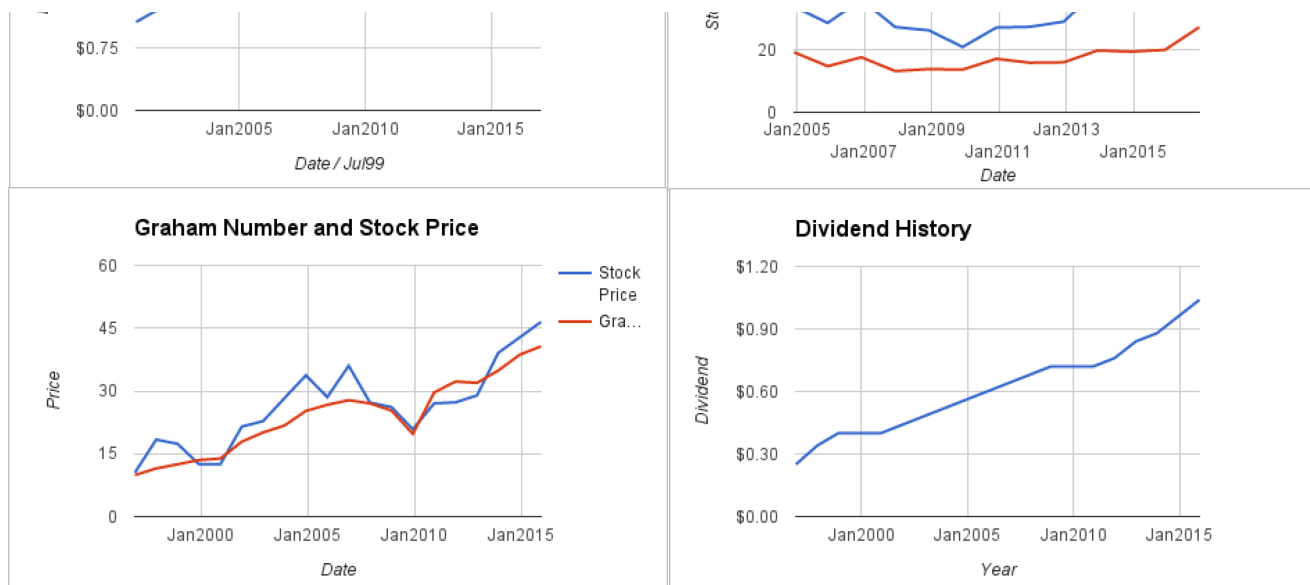
Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$3.00	Next Fiscal Year Estimate	\$2.59
Dec2015	\$2.50	Dec2015	\$2.33

Dec2014	\$2.49	Dec2014	\$2.21
Dec2013	\$2.18	Dec2013	\$1.98
Dec2012	\$1.95	Dec2012	\$1.81
Dec2011	\$2.12	Dec2011	\$1.73
Dec2010	\$1.90	Dec2010	\$1.58
Dec2009	\$0.88	Dec2009	\$1.53
Dec2008	\$1.52	Dec2008	\$1.90
Dec2007	\$2.00	Dec2007	\$2.07
Dec2006	\$2.17	Dec2006	\$2.05
Dec2005	\$2.14	Dec2005	\$1.94
Dec2004	\$2.06	Dec2004	\$1.76
Dec2003	\$1.79	Dec2003	\$1.55
Dec2002	\$1.61	Dec2002	\$1.39
Dec2001	\$1.53	Dec2001	\$1.24
Dec2000	\$1.06	Dec2000	\$1.07
Dec1999	\$1.19	Balance Sheet Information 9/1/2016	
Dec1998	\$1.08	Long-Term Debt & Capital Lease Obligation	\$158,607,000
Dec1997	\$0.95	Total Assets	\$7,502,009,000
Dec1996	\$0.79	Intangible Assets	\$210,834,000
		Total Liabilities	\$6,683,767,000
		Shares Outstanding (Diluted Average)	26,377,000





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

[Cardinal Financial Corp Valuation – Initial Coverage \\$CFNL](#)
[Citizens Financial Group Inc Valuation – Initial Coverage \\$CFG](#)
[BB&T Corporation Valuation – November 2016 \\$BBT](#)
[SunTrust Banks Inc Valuation – August 2016 \\$STI](#)
[Comerica Inc Valuation – August 2016 \\$CMA](#)
[US Bancorp Valuation – August 2016 \\$USB](#)
[Bank of New York Mellon Corp Valuation – August 2016 \\$BK](#)
[Best Stocks to Invest In: the Bank Industry – August 2016](#)
[JPMorgan Chase & Co Valuation – July 2016 \\$JPM](#)
[Dominion Resources Inc Valuation – July 2016 \\$D](#)