

ModernGraham Valuation

Company Name:

Sanmina Corp

Company Ticker SANM

Date of Analysis

12/4/2016



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	\$2,523,838,015 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.70 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	-264.80% Fail
5. Earnings Growth	PEmg < 20	12.14 Pass
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.64 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	1.70 Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.45 Pass
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	Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.75
MG Growth Estimate	15.00%
MG Value	\$106.05
MG Value based on 3% Growth	\$39.94
MG Value based on 0% Growth	\$23.41
Market Implied Growth Rate	1.82%

MG Opinion

Current Price	\$33.45
% of Intrinsic Value	31.54%
Opinion	Undervalued
MG Grade	B+

Stage 3: Information for Further Research

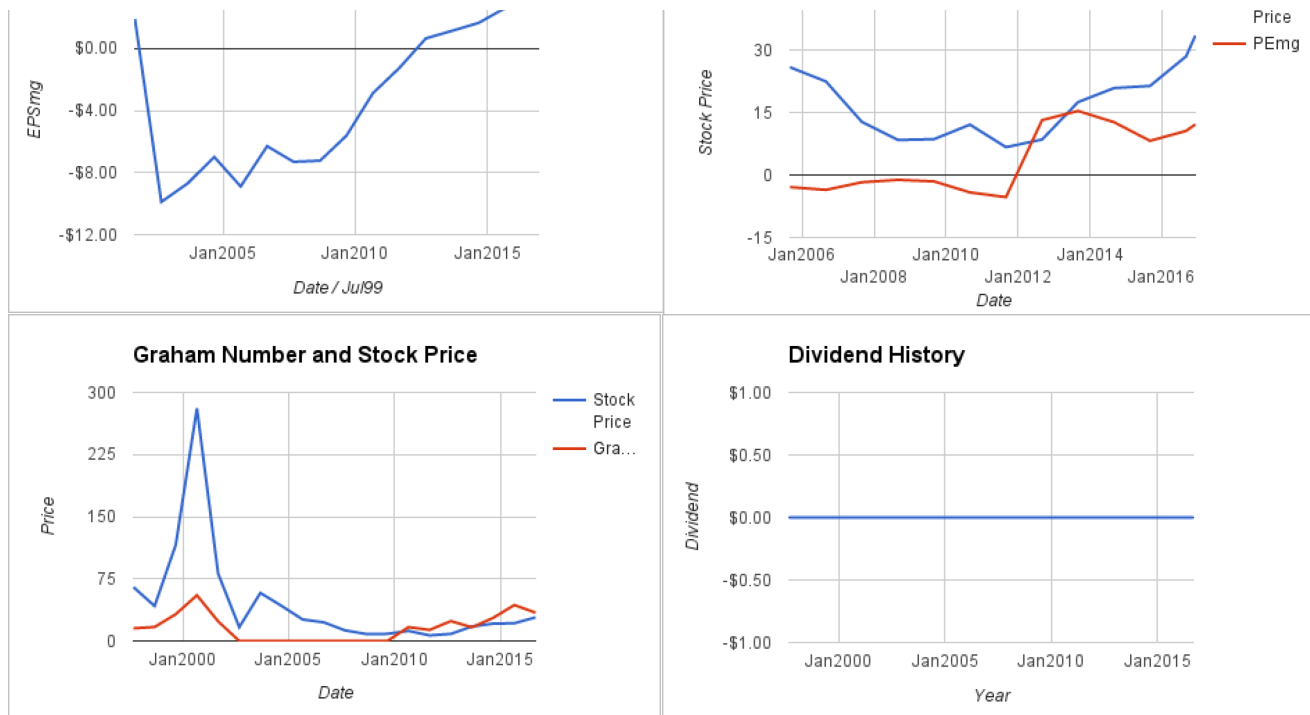
Net Current Asset Value (NCAV)	\$4.57
Graham Number	\$36.05
PEmg	12.14
Current Ratio	1.70
PB Ratio	1.64
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	
Sep2016	\$2.38	Sep2016	\$2.69
Sep2015	\$4.41	Sep2015	\$2.60
Sep2014	\$2.27	Sep2014	\$1.65
Sep2013	\$0.93	Sep2013	\$1.14
Sep2012	\$2.16	Sep2012	\$0.65
Sep2011	\$0.83	Sep2011	-\$1.26
Sep2010	\$1.48	Sep2010	-\$2.88
Sep2009	-\$1.67	Sep2009	-\$5.62
Sep2008	-\$5.52	Sep2008	-\$7.24
Sep2007	-\$12.90	Sep2007	-\$7.31
Sep2006	-\$1.62	Sep2006	-\$6.30
Sep2005	-\$11.94	Sep2005	-\$8.89
Sep2004	-\$0.60	Sep2004	-\$6.99
Sep2003	-\$1.61	Sep2003	-\$8.69
Sep2002	-\$33.60	Sep2002	-\$9.89
Sep2001	\$0.72	Sep2001	\$1.90
Sep2000	\$3.90	Balance Sheet Information 9/16/2016	
Sep1999	\$2.10	Total Current Assets	\$2,375,652,000
Sep1998	\$0.84	Total Current Liabilities	\$1,401,263,000
Sep1997	\$1.38	Long-Term Debt	\$434,059,000
		Total Assets	\$3,625,222,000
		Intangible Assets	\$0
		Total Liabilities	\$2,015,419,000
		Shares Outstanding (Diluted Average)	78,787,000





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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ModernGraham
posts about the
company

#N/A

Other
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