

ModernGraham Valuation

Company Name:

Company Ticker SKT

Date of Analysis

1/16/2017

Tanger Factory Outlet
Centers Inc.



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	\$3,376,016,739	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.37	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. 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	258.27%	Pass
5. Earnings Growth	PEmg < 20	22.12	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	5.05	Fail
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	0.37	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-34.70	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Pass
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.60
MG Growth Estimate	15.00%
MG Value	\$61.57
MG Value based on 3% Growth	\$23.19
MG Value based on 0% Growth	\$13.59
Market Implied Growth Rate	6.81%

MG Opinion

Current Price	\$35.37
% of Intrinsic Value	57.44%
Opinion	Undervalued
MG Grade	B-

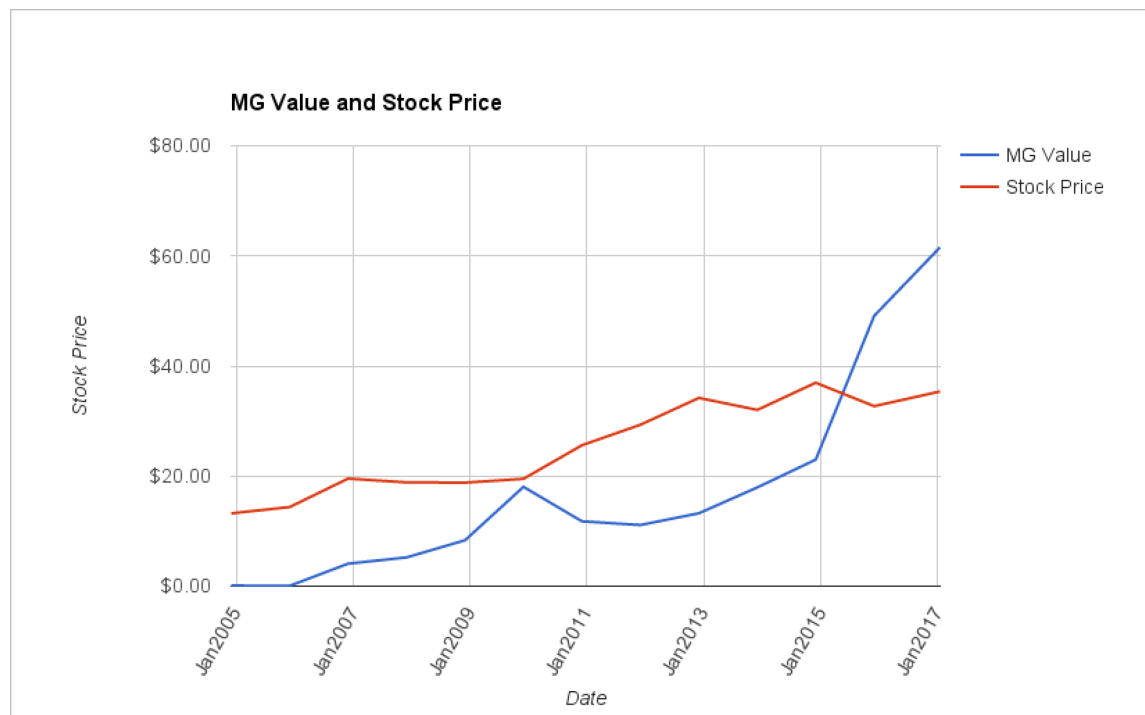
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$19.46
Graham Number	\$17.76
PEmg	22.12
Current Ratio	0.37
PB Ratio	5.05
Current Dividend	\$1.22
Dividend Yield	3.45%
Number of Consecutive Years of Dividend Growth	20

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	\$2.01	Next Fiscal Year Estimate	\$1.60
Dec2015	\$2.20	Dec2015	\$1.28
Dec2014	\$0.77	Dec2014	\$0.76
Dec2013	\$1.13	Dec2013	\$0.72
Dec2012	\$0.57	Dec2012	\$0.51
Dec2011	\$0.52	Dec2011	\$0.47
Dec2010	\$0.32	Dec2010	\$0.44
Dec2009	\$0.72	Dec2009	\$0.47
Dec2008	\$0.31	Dec2008	\$0.32
Dec2007	\$0.36	Dec2007	\$0.31
Dec2006	\$0.52	Dec2006	\$0.28
Dec2005	\$0.08	Dec2005	\$0.17
Dec2004	\$0.13	Dec2004	\$0.20
Dec2003	\$0.30	Dec2003	\$0.24
Dec2002	\$0.27	Dec2002	\$0.23
Dec2001	\$0.17	Dec2001	\$0.23
Dec2000	\$0.08	Dec2000	\$0.28
Dec1999	\$0.44	Balance Sheet Information 9/1/2016	
Dec1998	\$0.31	Total Current Assets	\$28,838,000
Dec1997	\$0.39	Total Current Liabilities	\$78,542,000
Dec1996	\$0.34	Long-Term Debt	\$1,724,646,000
		Total Assets	\$2,560,919,000
		Intangible Assets	\$0
		Total Liabilities	\$1,890,677,000
		Shares Outstanding (Diluted Average)	95,672,000





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

[Chesapeake Lodging Trust Valuation – December 2016 \\$CHSP](#)
[Summit Hotel Properties Inc Valuation – Initial Coverage \\$INN](#)
[Sabra Health Care REIT Inc Valuation – Initial Coverage \\$SBRA](#)
[National Retail Properties Inc Valuation – November 2016 \\$NNN](#)
[Welltower Inc Valuation – November 2016 \\$HCN](#)
[Realty Income Corp Valuation – November 2016 \\$O](#)
[American Campus Communities Valuation – November 2016 \\$ACC](#)
[Ventas Inc Valuation – August 2016 \\$VTR](#)
[SL Green Realty Corp Valuation – August 2016 \\$SLG](#)
[Starwood Property Trust Inc Valuation – August 2016 \\$STWD](#)