

# ModernGraham Valuation

## Company Name:

Company Ticker CORE

Date of Analysis

2/5/2017

Core-Mark Holding  
Company, 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	\$1,598,593,331	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.07	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	58.64%	Pass
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	32.55	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.08	Fail

*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	2.07	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.47	Pass
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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$1.05
MG Growth Estimate	9.50%
<b>MG Value</b>	<b>\$28.86</b>
MG Value based on 3% Growth	\$15.21
MG Value based on 0% Growth	\$8.92
Market Implied Growth Rate	12.03%

### MG Opinion

Current Price	\$34.15
% of Intrinsic Value	118.34%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C-</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$4.71
Graham Number	\$17.44
PEmg	32.55
Current Ratio	2.07
PB Ratio	3.08
Current Dividend	\$0.32
Dividend Yield	0.94%
Number of Consecutive Years of Dividend Growth	3

### Useful Links:

[ModernGraham tagged articles](#)  
[Google Finance](#)  
[Yahoo Finance](#)  
[GuruFocus](#)

[Morningstar](#)  
[MSN Money](#)  
[Seeking Alpha](#)  
[SEC Filings](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$1.21	Next Fiscal Year Estimate	\$1.05
Dec2015	\$1.11	Dec2015	\$0.93
Dec2014	\$0.92	Dec2014	\$0.79
Dec2013	\$0.90	Dec2013	\$0.73
Dec2012	\$0.73	Dec2012	\$0.64
Dec2011	\$0.56	Dec2011	\$0.60
Dec2010	\$0.39	Dec2010	\$0.60
Dec2009	\$1.09	Dec2009	\$0.66
Dec2008	\$0.41	Dec2008	\$0.51
Dec2007	\$0.54	Dec2007	\$0.11
Dec2006	\$0.47	Dec2006	-\$0.31
Dec2005	\$0.34	Dec2005	-\$0.71
Dec2004	\$1.43	Dec2004	-\$1.08
Dec2003	-\$6.84	Dec2003	-\$1.92
Dec2002	\$1.02	Dec2002	\$0.46
Dec2001	\$0.45	Dec2001	\$0.15
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	<b>Balance Sheet Information 9/1/2016</b>	
Dec1998	\$0.00	Total Current Assets	\$1,086,400,000
Dec1997	\$0.00	Total Current Liabilities	\$525,400,000
Dec1996	\$0.00	Long-Term Debt	\$262,000,000
		Total Assets	\$1,383,800,000
		Intangible Assets	\$77,000,000
		Total Liabilities	\$867,500,000
		Shares Outstanding (Diluted Average)	46,500,000





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

[Equifax Inc Valuation – February 2017 \\$EFX](#)  
[Janus Capital Group Inc Valuation – Initial Coverage \\$JNS](#)  
[Jones Lang LaSalle Inc Valuation – Initial Coverage \\$JLL](#)  
[Sun Life Financial Inc Valuation – Initial Coverage \\$TSE:SLF](#)  
[Capstead Mortgage Corporation Valuation – Initial Coverage \\$CMO](#)  
[Affiliated Managers Group Inc Valuation – January 2017 \\$AMG](#)  
[Investment Technology Group Valuation – Initial Coverage \\$ITG](#)  
[Calamos Asset Management Inc Valuation – Initial Coverage \\$CLMS](#)  
[Corelogic Inc Valuation – Initial Coverage \\$CLGX](#)  
[CI Financial Corp Valuation – Initial Coverage \\$TSE-CIX](#)