

ModernGraham Valuation

Company Name:

Kirkland's, Inc.

Company Ticker KIRK

Date of Analysis

2/9/2017



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	\$190,870,895	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.79	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	197.65%	Pass
6. Moderate PEmg Ratio	PEmg < 20	14.48	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.57	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	1.79	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	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		Fail
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.81
MG Growth Estimate	-3.18%
MG Value	\$1.73
MG Value based on 3% Growth	\$11.72
MG Value based on 0% Growth	\$6.87
Market Implied Growth Rate	2.99%

MG Opinion

Current Price	\$11.70
% of Intrinsic Value	676.30%
Opinion	Overvalued
MG Grade	D

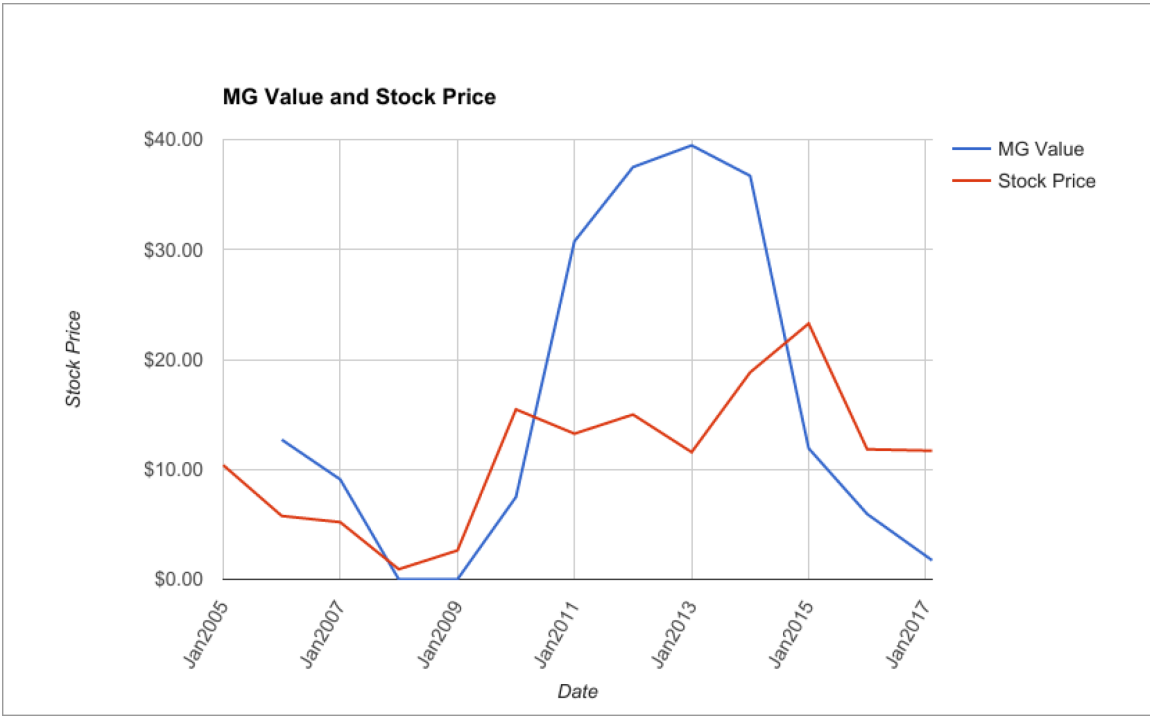
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$0.09
Graham Number	\$9.95
PEmg	14.48
Current Ratio	1.79
PB Ratio	1.57
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	\$0.59	Next Fiscal Year Estimate	\$0.81
Jan2016	\$0.94	Jan2016	\$0.91
Jan2015	\$1.00	Jan2015	\$0.92
Jan2014	\$0.82	Jan2014	\$0.95
Jan2013	\$0.77	Jan2013	\$1.03
Jan2012	\$0.95	Jan2012	\$0.97
Jan2011	\$1.28	Jan2011	\$0.80
Jan2010	\$1.71	Jan2010	\$0.43
Jan2009	\$0.47	Jan2009	-\$0.18
Jan2008	-\$1.33	Jan2008	-\$0.34
Jan2007	-\$0.01	Jan2007	\$0.24
Jan2006	\$0.01	Jan2006	\$0.33
Jan2005	\$0.34	Jan2005	\$0.42
Jan2004	\$0.92	Jan2004	\$0.37
Jan2003	\$0.69	Jan2003	\$0.07
Jan2002	-\$0.60	Jan2002	-\$0.20
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Balance Sheet Information	10/1/2016
Dec1999	\$0.00	Total Current Assets	\$147,752,000
Dec1998	\$0.00	Total Current Liabilities	\$82,387,000
Dec1997	\$0.00	Long-Term Debt	\$0
		Total Assets	\$264,820,000
		Intangible Assets	\$0
		Total Liabilities	\$146,269,000
		Shares Outstanding (Diluted Average)	15,897,000





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

- [Staples Inc Valuation – February 2017 \\$SPLS](#)
- [Stein Mart Inc Valuation – Initial Coverage \\$SMRT](#)
- [J C Penney Company Inc Valuation – Initial Coverage \\$JCP](#)
- [TJX Companies Inc Valuation – December 2016 \\$TJX](#)
- [Shoe Carnival Inc Valuation – Initial Coverage \\$SCVL](#)
- [Aaron's Inc Valuation – November 2016 \\$AAN](#)
- [Tractor Supply Company Valuation – August 2016 \\$TSCO](#)
- [Fossil Group Inc Valuation – August 2016 \\$FOSL](#)
- [Target Corp Valuation – August 2016 \\$TGT](#)
- [TJX Companies Inc Valuation – August 2016 \\$TJX](#)