

ModernGraham Valuation

Company Name:

SpartanNash Co

Company Ticker SPTN

Date of Analysis

2/11/2017



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 | \$1,465,921,969 | Fail |
| 2. Sufficiently Strong Financial Condition | Current Ratio > 2 | 1.79 | 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 | | |
| 5. Earnings Growth | | 9.73% | Fail |
| 6. Moderate PEmg Ratio | PEmg < 20 | 24.98 | Fail |
| 7. Moderate Price to Assets | PB Ratio < 2.5 OR PB*PEmg < 50 | 1.76 | 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 | | Pass |
| 5. Earnings Growth | EPSmg greater than 5 years ago | | Pass |
| | Score | | |

Suitability

| | |
|---------------------|------------|
| Defensive | No |
| Enterprising | Yes |

Stage 2: Determination of Intrinsic Value

| | |
|-----------------------------|----------------|
| EPSmg | \$1.56 |
| MG Growth Estimate | 1.74% |
| MG Value | \$18.67 |
| MG Value based on 3% Growth | \$22.60 |
| MG Value based on 0% Growth | \$13.25 |
| Market Implied Growth Rate | 8.24% |

MG Opinion

| | |
|----------------------|-------------------|
| Current Price | \$38.93 |
| % of Intrinsic Value | 208.49% |
| Opinion | Overvalued |
| MG Grade | C- |

Stage 3: Information for Further Research

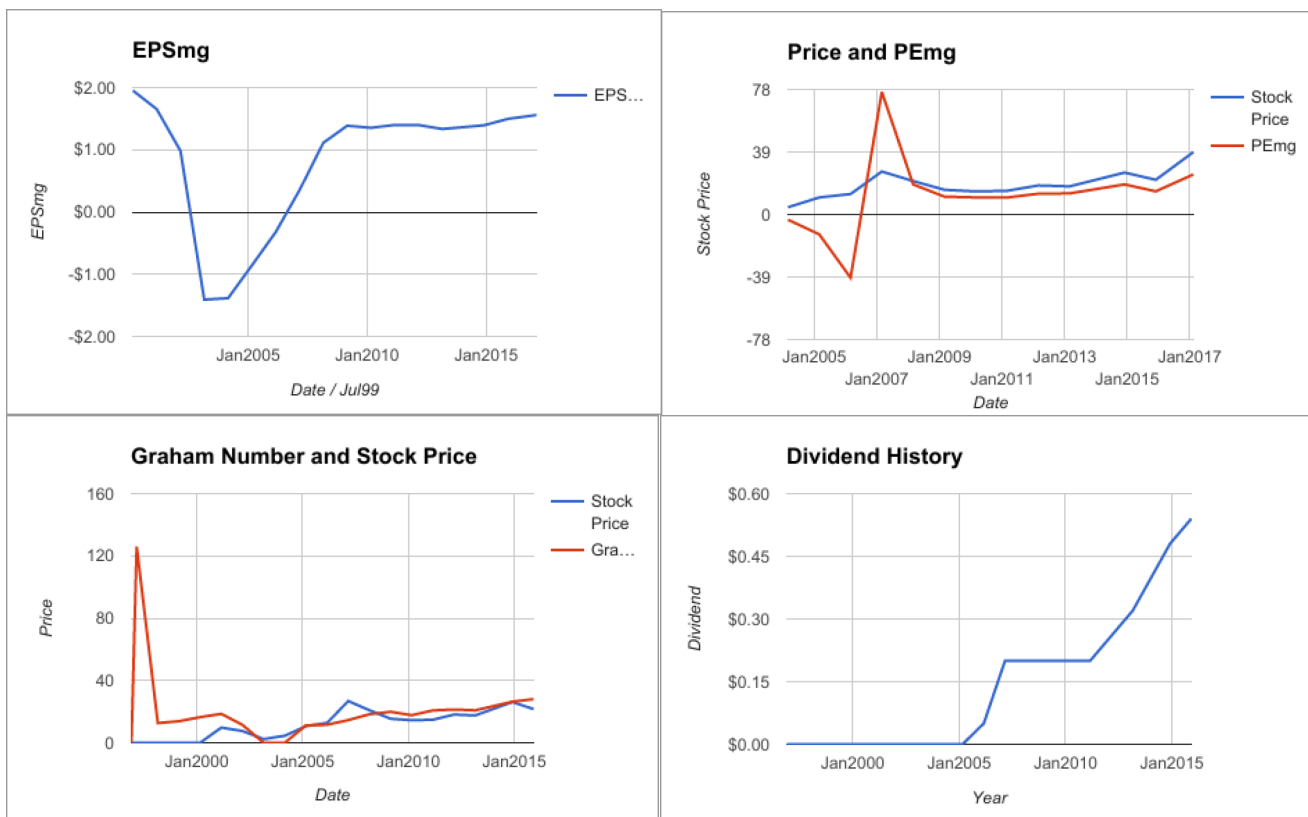
| | |
|--|---------|
| Net Current Asset Value (NCAV) | -\$6.47 |
| Graham Number | \$28.34 |
| PEmg | 24.98 |
| Current Ratio | 1.79 |
| PB Ratio | 1.76 |
| Current Dividend | \$0.59 |
| Dividend Yield | 1.50% |
| Number of Consecutive Years of Dividend Growth | 5 |

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 | \$1.64 | Next Fiscal Year Estimate | \$1.56 |
| Dec2015 | \$1.66 | Dec2015 | \$1.50 |
| Dec2014 | \$1.55 | Dec2014 | \$1.39 |
| Mar2013 | \$1.25 | Mar2013 | \$1.33 |
| Mar2012 | \$1.39 | Mar2012 | \$1.40 |
| Mar2011 | \$1.42 | Mar2011 | \$1.40 |
| Mar2010 | \$1.14 | Mar2010 | \$1.35 |
| Mar2009 | \$1.66 | Mar2009 | \$1.39 |
| Mar2008 | \$1.58 | Mar2008 | \$1.11 |
| Mar2007 | \$1.18 | Mar2007 | \$0.35 |
| Mar2006 | \$0.86 | Mar2006 | -\$0.32 |
| Mar2005 | \$0.91 | Mar2005 | -\$0.86 |
| Mar2004 | -\$0.33 | Mar2004 | -\$1.38 |
| Mar2003 | -\$6.15 | Mar2003 | -\$1.41 |
| Mar2002 | \$0.50 | Mar2002 | \$0.98 |
| Mar2001 | \$1.35 | Mar2001 | \$1.65 |
| Mar2000 | \$1.28 | Mar2000 | \$1.95 |
| Mar1999 | \$1.02 | Balance Sheet Information 9/1/2016 | |
| Mar1998 | \$0.94 | Total Current Assets | \$939,748,000 |
| Mar1997 | \$7.99 | Total Current Liabilities | \$525,072,000 |
| Dec1996 | \$0.00 | Long-Term Debt | \$0 |
| | | Total Assets | \$1,993,879,000 |
| | | Intangible Assets | \$322,686,000 |
| | | Total Liabilities | \$1,178,296,000 |
| | | Shares Outstanding (Diluted Average) | 36,892,000 |





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

- [The Kroger Co Valuation – August 2016 \\$KR](#)
- [Whole Foods Market Inc Valuation – May 2016 \\$WFM](#)
- [Whole Foods Market Inc. Valuation – October 2015 Update \\$WFM](#)
- [Kroger Company Analysis – 2015 Update \\$KR](#)
- [Whole Foods Market Inc. Quarterly Valuation – May 2015 \\$WFM](#)
- [Whole Foods Market Inc. Quarterly Valuation – February 2015 \\$WFM](#)
- [Safeway Inc. Quarterly Valuation – December 2014 \\$SWY](#)
- [Whole Foods Markets Inc. Quarterly Valuation – October 2014 \\$WFM](#)
- [Whole Foods Market Inc. Quarterly Valuation – July 2014 \\$WFM](#)
- [Kroger Company Annual Valuation – 2014 \\$KR](#)