

ModernGraham Valuation

Company Name:

Spok Holdings, Inc.

Company Ticker SPOK

Date of Analysis

3/12/2018



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	\$317,291,300	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.89	Pass
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	-108.34%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	61.52	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.03	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	2.89	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.00	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.24
MG Growth Estimate	-4.25%
MG Value	\$4.34
MG Value based on 3% Growth	\$3.52
MG Value based on 0% Growth	\$2.06
Market Implied Growth Rate	26.51%

MG Opinion

Current Price	\$14.93
% of Intrinsic Value	343.64%
Opinion	Overvalued
MG Grade	D

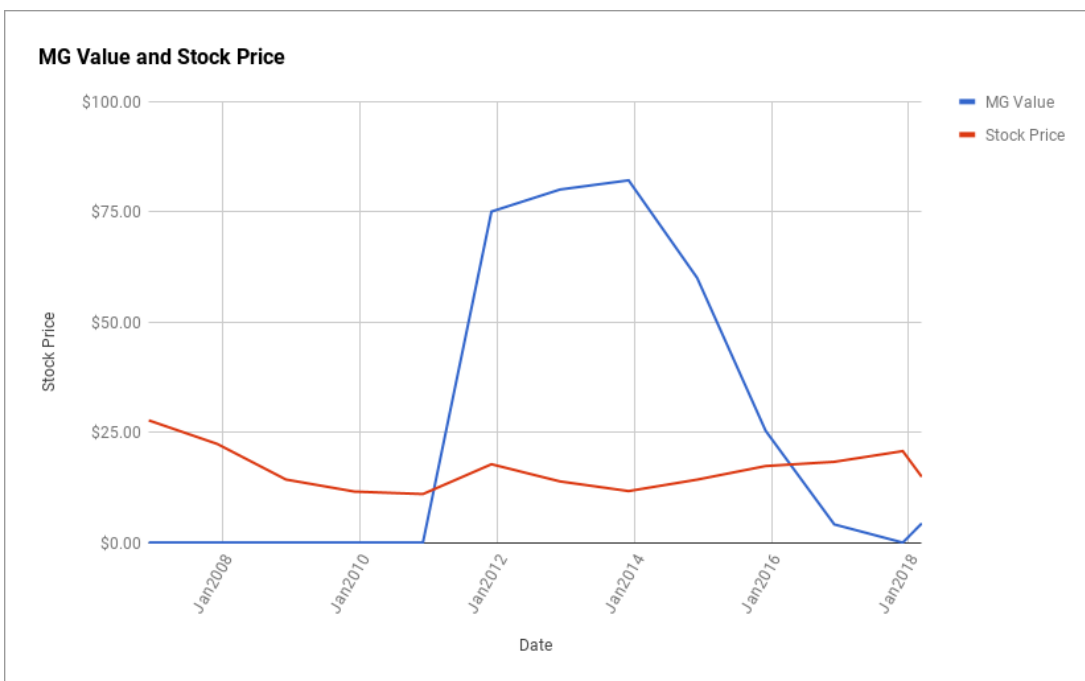
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$4.34
Graham Number	\$0.00
PEmg	61.52
Current Ratio	2.89
PB Ratio	1.03
Current Dividend	\$0.50
Dividend Yield	3.35%
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	
Dec2017	-\$0.76	Dec2017	\$0.24
Dec2016	-\$0.76	Dec2016	\$0.89
Dec2015	\$0.68	Dec2015	\$1.66
Dec2014	\$3.74	Dec2014	\$2.16
Dec2013	\$0.96	Dec2013	\$1.62
Dec2012	\$1.25	Dec2012	\$2.13
Dec2011	\$1.20	Dec2011	\$2.08
Dec2010	\$3.72	Dec2010	\$1.95
Dec2009	\$3.45	Dec2009	\$0.83
Dec2008	\$2.90	Dec2008	-\$0.40
Dec2007	-\$5.83	Dec2007	-\$1.60
Dec2006	-\$0.19	Dec2006	\$0.54
Dec2005	\$1.46	Dec2005	\$2.07
Dec2004	\$0.47	Dec2004	\$2.36
Dec2003	\$0.58	Dec2003	\$2.68
Dec2002	\$0.65	Dec2002	\$2.93
Dec2001	\$18.84	Dec2001	\$3.11
Dec2000	-\$8.83	Balance Sheet Information 12/1/2017	
Dec1999	-\$4.10	Total Current Assets	\$146,860,000
Dec1998	\$0.00	Total Current Liabilities	\$50,894,000
	\$0.00	Long-Term Debt	\$0
		Total Assets	\$350,561,000
		Intangible Assets	\$140,948,000
		Total Liabilities	\$60,032,000
		Shares Outstanding (Diluted Average)	19,985,000





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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company

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[CenturyLink Inc Valuation – July 2017 \\$CTL](#)
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[Lumos Networks Corp Valuation – Initial Coverage \\$LMOS](#)
[Lumentum Holdings Inc Valuation – Initial Coverage \\$LITE](#)
[Windstream Holdings Inc Valuation – March 2017 \\$WIN](#)
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