# **ModernGraham Valuation**

# **Company Name:**

Alexander & Baldwin Inc



Company Ticker ALEX

Date of Analysis 7/27/2018

## 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.

<ol> <li>Adequ</li> </ol>	uate Size of the Enterprise	Market Cap > \$2Bil	\$1,674,345,366	Fail
2. Suffic	ciently Strong Financial Condition	Current Ratio > 2	1.45	Fail
<ol><li>Earnii</li></ol>	ngs Stability	Positive EPS for 10 years prior		Fail
4. Divide	end Record	Dividend Payments for 10 years prior		Fail
		Increase of 33% in EPS in past 10 years using 3 year averages at		
<ol><li>Earnii</li></ol>	ngs Growth	beginning and end	97.51%	Pass
6. Mode	erate PEmg Ratio	PEmg < 20	15.76	Pass
7. Mode	erate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.27	Pass

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

<ol> <li>Sufficiently Strong Financial Condition</li> </ol>	Current Ratio > 1.5	1.45 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	14.42 Fail
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	Pass
	Score	

Score

Suitability

Defensive No Enterprising No

# Stage 2: Determination of Intrinsic Value

EPSmg	\$1.48
MG Growth Estimate	11.60%
MG Value	\$46.81
MG Value based on 3% Growth	\$21.41
MG Value based on 0% Growth	\$12.55
Market Implied Growth Rate	3.63%

MG Opinion

O11	Hardward and
% of Intrinsic Value	49.71%
Current Price	\$23.27

Opinion Undervalued

MG Grade C-

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$11.18
Graham Number	\$13.30
PEmg	15.76
Current Ratio	1.45
PB Ratio	1.27
Current Dividend	\$0.21
Dividend Yield	0.90%
Number of Consecutive Years of Dividend Growth	0

Morningstar

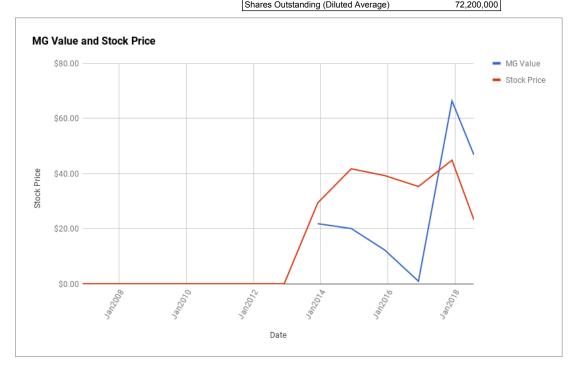
Useful Links: ModernGraham tagged articles

 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year	***	Nort Final Van Fatimete	64.40
Estimate	• • • • • • • • • • • • • • • • • • • •	Next Fiscal Year Estimate	\$1.48
Dec2017	\$4.34	Dec2017	\$1.72
Dec2016	-\$0.18	Dec2016	\$0.46
Dec2015	\$0.54	Dec2015	\$0.76
Dec2014	\$1.25	Dec2014	\$0.83
Dec2013	\$0.76	Dec2013	\$0.66
Dec2012	\$0.44	Dec2012	\$0.59
Dec2011	\$0.55	Dec2011	\$0.61
Dec2010	\$0.78	Dec2010	\$0.55
Dec2009	\$1.08	Dec2009	\$0.36
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Balance Sheet Information	3/1/2018
Dec2000	\$0.00	Total Current Assets	\$178,500,000
Dec1999	\$0.00	Total Current Liabilities	\$123,300,000
Dec1998	\$0.00	Long-Term Debt	\$795,800,000
	•	Total Assets	\$2,310,700,000
		Intangible Assets	\$182,800,000
		Total Liabilities	\$985,500,000
		Shares Outstanding (Diluted Average)	72,200,000





#### 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 Alexander & Baldwin Inc Valuation – December 2016 \$ALEX 5 Speculative and Overvalued Companies to Avoid – August 2015

Alexander & Baldwin Inc Analysis – Initial Coverage \$ALEX

Other ModernGraham posts about related companies Sabra Health Care REIT Inc Valuation - July 2018 \$SBRA

National Retail Properties Inc Valuation – July 2018 \$NNN

Equinix Inc Valuation – June 2018 \$EQIX

Kimco Realty Corp Valuation – June 2018 \$KIM

Essex Property Trust Inc Valuation – June 2018 \$ESS

Federal Realty Investment Trust Valuation – June 2018 \$FRT

UDR Inc Valuation – June 2018 \$UDR

Mid-America Apartment Communities Inc Valuation – June 2018 \$MAA

Extra Space Storage Inc Valuation – June 2018 \$EXR Digital Realty Trust Inc Valuation – June 2018 \$DLR