

ModernGraham Valuation

Company Name:

Company Ticker SENE

Date of Analysis

7/28/2018

Seneca Foods Corp
Class A



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	\$261,979,486	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	4.00	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	-95.50%	Fail
5. Earnings Growth	PEmg < 20	35.97	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	0.66	Pass
7. Moderate Price to Assets			

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	4.00	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.71	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Fail
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.75
MG Growth Estimate	-4.25%
MG Value	\$10.74
MG Value based on 3% Growth	\$10.90
MG Value based on 0% Growth	\$6.39
Market Implied Growth Rate	13.74%

MG Opinion

Current Price	\$27.05
% of Intrinsic Value	251.84%
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$10.74
Graham Number	\$0.00
PEmg	35.97
Current Ratio	4.00
PB Ratio	0.66
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		Next Fiscal Year Estimate	
Mar2018	-\$1.41	Mar2018	\$0.75
Mar2017	\$1.60	Mar2017	\$1.28
Mar2016	\$5.61	Mar2016	\$2.61
Mar2015	\$0.90	Mar2016	\$2.89
Mar2014	\$1.23	Mar2015	\$1.56
Mar2013	\$3.57	Mar2014	\$2.00
Mar2012	\$0.92	Mar2013	\$2.36
Mar2011	\$1.45	Mar2012	\$1.73
Mar2010	\$3.96	Mar2011	\$2.11
Mar2009	\$1.53	Mar2010	\$2.34
Mar2008	\$0.65	Mar2009	\$1.52
Mar2007	\$2.63	Mar2008	\$1.48
Mar2006	\$1.96	Mar2007	\$1.75
Mar2005	\$0.70	Mar2006	\$1.20
Mar2004	\$1.17	Mar2005	\$0.74
Mar2003	\$0.88	Mar2004	\$0.69
Mar2002	\$0.11	Mar2003	\$0.45
Mar2001	\$0.08	Balance Sheet Information 3/1/2018	
Mar2000	\$0.42	Total Current Assets	\$778,012,000
Mar1999	\$0.85	Total Current Liabilities	\$194,354,000
		Long-Term Debt	\$414,132,000
		Total Assets	\$1,070,431,000
		Intangible Assets	\$0
		Total Liabilities	\$673,501,000
		Shares Outstanding (Diluted Average)	9,730,000





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:

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ModernGraham
posts about the
company

[10 Low PE Stock Picks for the Enterprising Investor – July 2017](#)
[Stocks Trading Closest to Net Current Asset Value – April 2017](#)
[Best Stocks Below Their Graham Number – February 2017](#)
[10 Stocks for Using A Benjamin Graham Value Investing Strategy – February 2017](#)
[Best Stocks Below Their Graham Number – January 2017](#)

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[B&G Foods Inc Valuation – July 2018 \\$BGS](#)
[Tyson Foods Inc Valuation – June 2018 \\$TSN](#)
[Mondelez International Inc Valuation – June 2018 \\$MDLZ](#)
[Hormel Foods Corp Valuation – June 2018 \\$HRL](#)
[J.M. Smucker Co Valuation – May 2018 \\$SJM](#)
[Kraft Heinz Co Valuation – May 2018 \\$KHC](#)
[Dr Pepper Snapple Group Inc Valuation – May 2018 \\$DPS](#)
[Sysco Corp Valuation – May 2018 \\$SYY](#)