

# ModernGraham Valuation

Company Name:

Superior Plus Corp.

Company Ticker TSE:SPB

Date of Analysis

8/7/2018



## 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	\$2,286,118,115	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.67	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-188.69%	Fail
5. Earnings Growth	PEmg < 20	21.68	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.35	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	1.67	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	4.59	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 Score		Pass

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	\$0.61
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$23.46</b>
MG Value based on 3% Growth	\$8.84
MG Value based on 0% Growth	\$5.18
Market Implied Growth Rate	6.59%

### MG Opinion

Current Price	\$13.21
% of Intrinsic Value	56.31%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>C</b>

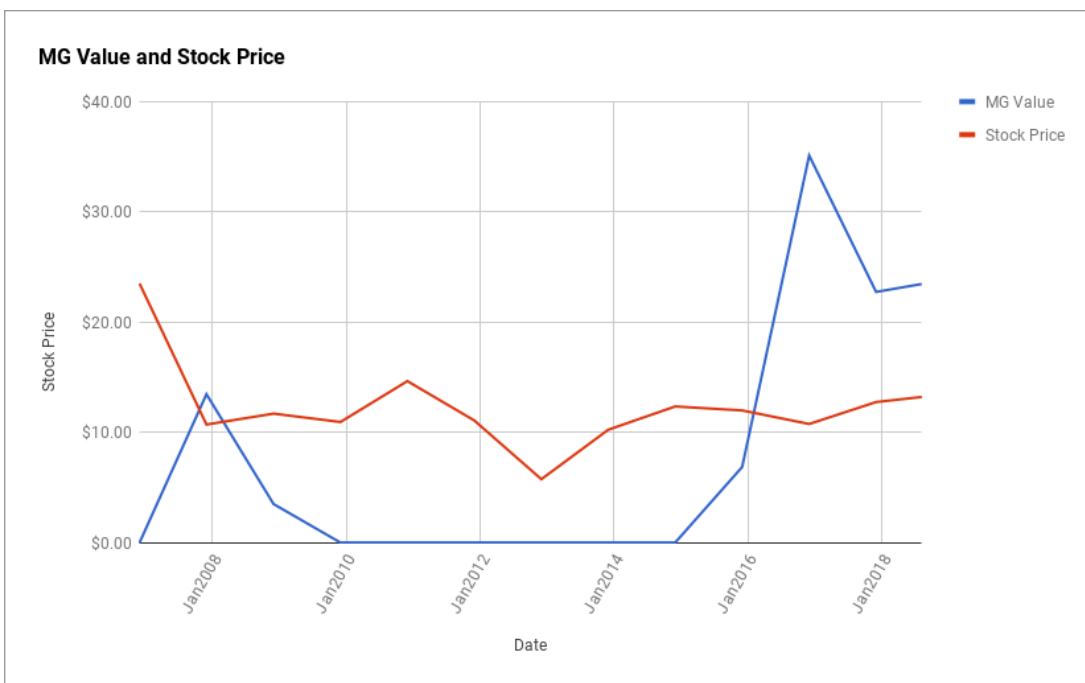
## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.46
Graham Number	\$8.71
PEmg	21.68
Current Ratio	1.67
PB Ratio	2.35
Current Dividend	\$0.72
Dividend Yield	5.45%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
Dec2017	-\$0.20	Dec2017	\$0.61
Dec2016	\$2.01	Dec2016	\$0.59
Dec2015	\$0.20	Dec2015	\$0.91
Dec2014	\$0.41	Dec2014	\$0.18
Dec2013	\$0.40	Dec2013	-\$0.01
Dec2012	\$0.80	Dec2013	-\$0.25
Dec2011	-\$2.77	Dec2012	-\$0.46
Dec2010	-\$0.72	Dec2011	-\$0.77
Dec2009	\$0.75	Dec2010	\$0.24
Dec2008	\$0.77	Dec2009	\$0.69
Dec2007	\$1.38	Dec2008	\$0.71
Dec2006	-\$0.94	Dec2007	\$0.65
Dec2005	\$1.30	Dec2006	\$0.38
Dec2004	\$1.53	Dec2005	\$0.99
Dec2003	-\$0.33	Dec2004	\$0.81
Dec2002	\$1.29	Dec2003	\$0.46
Dec2001	\$0.67	Dec2002	\$0.80
Dec2000	\$0.59	<b>Balance Sheet Information</b>	
Dec1999	\$0.25	<b>3/1/2018</b>	
Dec1998	\$0.65	Total Current Assets	
		\$552,500,000	
		Total Current Liabilities	
		\$330,000,000	
		Long-Term Debt	
		\$1,021,400,000	
		Total Assets	
		\$2,280,000,000	
		Intangible Assets	
		\$590,000,000	
		Total Liabilities	
		\$1,475,600,000	
		Shares Outstanding (Diluted Average)	
		142,800,000	





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

[Superior Plus Corp Valuation – Initial Coverage \\$TSE:SPB](#)

Other  
ModernGraham  
posts about related  
companies

[Just Energy Group Inc Valuation – August 2018 \\$TSE:JE](#)  
[South Jersey Industries Inc Valuation – July 2018 \\$S:JI](#)  
[Innervex Renewable Energy Inc Valuation – July 2018 \\$TSE:INE](#)  
[Suburban Propane Partners LP Valuation – June 2018 \\$SPH](#)  
[Public Service Enterprise Group Inc Valuation – June 2018 \\$PEG](#)  
[Eversource Energy Valuation – June 2018 \\$ES](#)  
[PPL Corp Valuation – June 2018 \\$PPL](#)  
[Entergy Corp Valuation – June 2018 \\$ETR](#)  
[Pinnacle West Capital Corp Valuation – June 2018 \\$PNW](#)  
[NiSource Inc Valuation – June 2018 \\$NI](#)