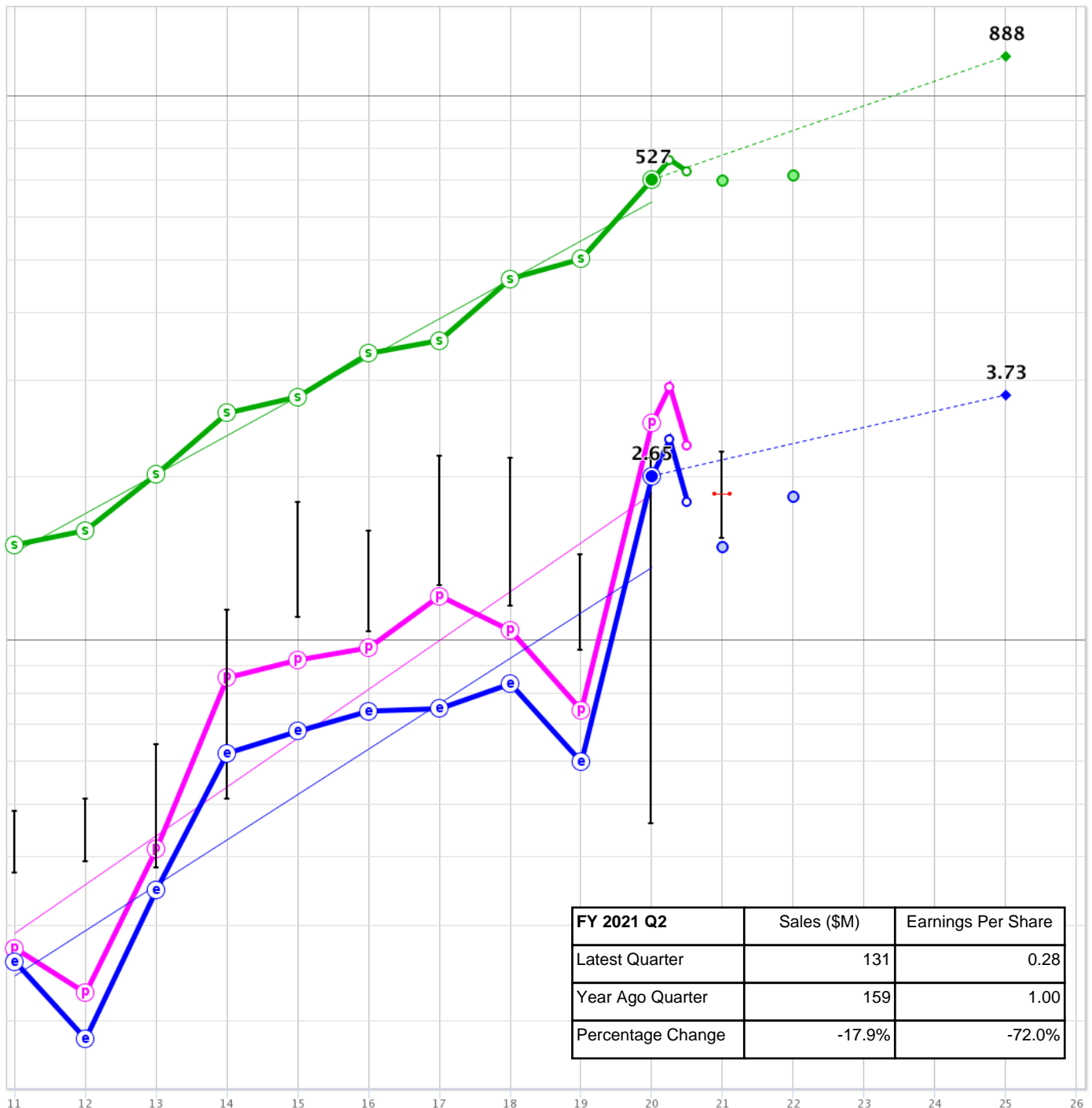


Stock Selection Guide

Company	Superior Gr of Cos		Date	10/08/21	
Prepared by	FWIC		Data taken from	BI Stock Data	
Where traded	NAS		Industry	Apparel Manufacturing	
Capitalization --- Outstanding Amounts	Reference				
Preferred (\$M)	0.0	% Insiders	% Institution		
Common (M Shares)	16.1	13.4	37.4		
Debt (\$M)	115.4	% to Tot Cap	35.1	% Pot Dil	4.2

Symbol: SGC

1 VISUAL ANALYSIS of Sales, Earnings, and Price



- (1) Historical Sales Growth 17.9% (3) Historical Earnings Per Share Growth 21.2%
- (2) Estimated Future Sales Growth 11.0% (4) Estimated Future Earnings Per Share Growth 7.1%

2 EVALUATING Management

Superior Gr of Cos

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	Last 5 Year Avg.
Pre-tax Profit on Sales	5.0%	3.9%	5.6%	8.9%	9.0%	7.9%	9.3%	6.2%	4.1%	9.8%	7.5%
% Earned on Equity	6.4%	5.2%	8.9%	13.7%	13.8%	13.2%	12.0%	11.1%	7.7%	22.2%	13.2%
% Debt To Capital	1.0%	0.0%	26.7%	23.7%	20.5%	27.6%	23.8%	43.8%	43.8%	32.0%	34.2%

3 PRICE-EARNINGS HISTORY as an indicator of the future

This shows how stock prices have fluctuated with earnings and dividends. It is building block for translating earnings into future stock prices.

CLOSING PRICE 24.53 (10/08/21)

HIGH THIS YEAR 29.33

LOW THIS YEAR 20.32

	A	B	C	D	E	F	G	H
Year	Price		Earnings	Price Earnings Ratio		Dividend	% Payout	% High Yield
	High	Low	Per Share	High A / C	Low B / C	Per Share	F / C * 100	F / B * 100
2016	21.0	13.7	0.98	21.4	14.0	0.34	34.7	2.5
2017	28.8	16.7	0.99	29.1	16.8	0.37	36.9	2.2
2018	28.5	15.3	1.10	25.9	13.9	0.39	35.5	2.5
2019	18.9	12.7	0.79	24.0	16.1	0.40	50.6	3.1
2020	28.6	6.1	2.65	10.8	2.3	0.30	11.3	4.9
AVERAGE		12.9		22.3	12.6		33.8	
CURRENT/TTM			2.37			0.48	20.3	
AVERAGE PRICE EARNINGS RATIO: 17.4				CURRENT PRICE EARNINGS RATIO: 10.4				

4 EVALUATING RISK and REWARD over the next 5 years

Assuming one recession and one business boom every 5 years, calculations are made of how high and how low the stock might sell. The upside-downside ratio is the key to evaluating risk and reward.

A HIGH PRICE - NEXT 5 YEARS

Avg. High P/E 17.4 X Estimate High Earnings/Share 3.73 = Forecasted High Price \$ 65.0

B LOW PRICE - NEXT 5 YEARS

(a) Avg. Low P/E 7.0 X Estimate Low Earnings/Share 2.65 = Forecasted Low Price \$ 18.6

(b) Avg. Low Price of Last 5 Years 12.9

(c) Recent Market Low Price 6.1

(d) Price Dividend Will Support $\frac{\text{Indicated Dividend}}{\text{High Yield}} = \frac{0.48}{4.92\%} = 9.8$

Selected Forecasted Low Price \$ 18.6

C ZONING using 25%-50%-25%

Forecasted High Price 65.0 Minus Forecasted Low Price 18.6 = 46.4 Range. 25% of Range 11.6

Buy Zone 18.6 to 30.2

Hold Zone 30.2 to 53.4

Sell Zone 53.4 to 65.0

Present Market Price of 24.53 is in the **BUY** Zone

D UPSIDE DOWNSIDE RATIO (POTENTIAL GAIN VS. RISK OR LOSS)

$\frac{\text{High Price} - \text{Present Price}}{\text{Present Price} - \text{Low Price}} = \frac{65.0 - 24.53}{24.53 - 18.6} = \frac{40.44}{5.93} = 6.8$ To 1

E PRICE TARGET (Note: This shows the potential market price appreciation over the next five years in simple interest terms.)

$\frac{\text{High Price} - \text{Closing Price}}{\text{Closing Price}} = \frac{65.0 - 24.53}{24.53} = 2.6488$ X 100 = 264.88 - 100 = 164.9 % Appreciation

5 5-YEAR POTENTIAL

This combines price appreciation with dividend yield to get an estimate of total return. It provides a standard for comparing income and growth stocks.

A $\frac{\text{Indicated Annual Dividend}}{\text{Closing Price}} = \frac{0.30}{24.53} = 0.0196 = 2.0\%$ Current Yield

B AVERAGE YIELD - USING FORECAST HIGH P/E

$\frac{\text{Avg. \% Payout}}{\text{Forecast High PE}} = \frac{33.8\%}{17.40} = 1.9\%$

AVERAGE YIELD - USING FORECAST AVERAGE P/E

$\frac{\text{Avg. \% Payout}}{\text{Forecast Average PE}} = \frac{33.8\%}{12.20} = 2.8\%$

C COMPOUND ANNUAL RETURN - USING FORECAST HIGH P/E

Annualized Appreciation 21.5 %
Average Yield 1.9 %
Annualized Rate of Return 23.5 %

COMPOUND ANNUAL RETURN - USING FORECAST AVG P/E

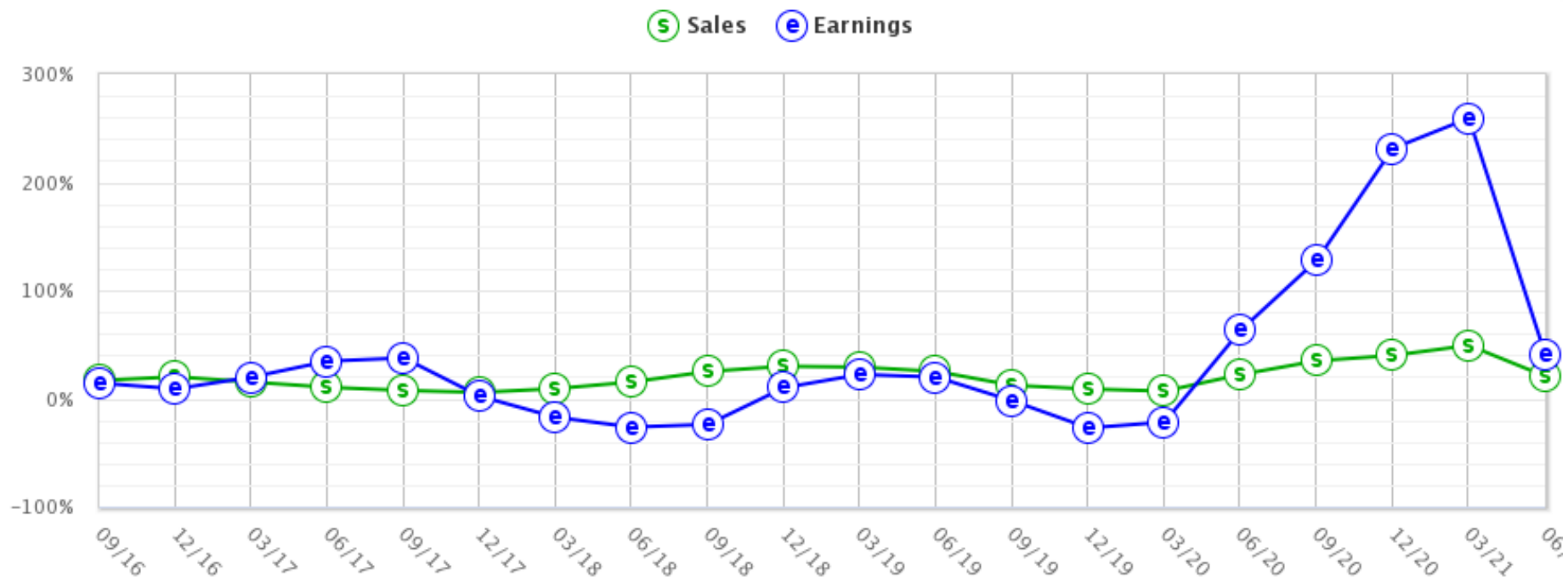
Annualized Appreciation 13.2 %
Average Yield 2.8 %
Annualized Rate of Return 16.0 %

Notes: SGC 10/9/21

Date	Subject	Description	Type
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Quarterly Growth Trend Data

Graph: Trailing 4 Quarters, Last 5 Years of Data



Quarterly Data									Last 12 Months Data								
Period	EPS		Pre-Tax Profit			Sales		Income Tax Rate	EPS	Pre-Tax Profit		Sales	Income Tax		%Change		
	\$	%Change	\$ Mil	%Sales	%Change	\$ Mil	%Change	\$		\$ Mil	%Sales	\$ Mil	%Rate	EPS	Pre-Tax Profit	Sales	
06/21	0.28	-72.0	5.5	4.2	-70.7	130.8	-17.9	17.3	2.37	46.7	8.6	544.7	9.0	19.2	41.1	45.4	20.7
03/21	0.66	200.0	13.2	9.4	186.5	140.8	49.4	20.8	3.09	60.1	10.5	573.3	11.9	19.8	259.3	254.9	49.1
12/20	0.80	300.0	15.9	10.9	294.3	145.4	34.1	21.0	2.65	51.5	9.8	526.7	11.0	21.4	231.3	236.6	39.8
09/20	0.63	142.3	12.1	9.5	161.0	127.7	42.8	17.7	2.05	39.6	8.1	489.8	8.9	22.6	127.8	133.6	34.8
06/20	1.00	455.6	18.9	11.8	416.8	159.4	72.7	19.6	1.68	32.1	7.1	451.5	7.1	22.0	63.1	64.0	22.1
03/20	0.22	37.5	4.6	4.9	55.1	94.2	8.9	27.1	0.86	16.9	4.4	384.4	3.9	23.0	-21.8	-19.6	6.8
12/19	0.20	-33.3	4.0	3.7	-29.3	108.4	14.1	25.8	0.80	15.3	4.1	376.7	3.3	21.3	-27.3	-28.6	8.8

Quarterly Growth Trend Data

Graph: Trailing 4 Quarters, Last 5 Years of Data

Quarterly Data									Last 12 Months Data								
Period	EPS		Pre-Tax Profit			Sales		Income Tax Rate	EPS	Pre-Tax Profit		Sales	Income Tax		%Change		
	\$	%Change	\$ Mil	%Sales	%Change	\$ Mil	%Change	\$		\$ Mil	%Sales		\$ Mil	%Rate	EPS	Pre-Tax Profit	Sales
09/19	0.26	-33.3	4.6	5.2	-36.4	89.5	-6.7	15.3	0.90	17.0	4.7	363.3	3.3	19.7	-2.2	-24.8	12.2
06/19	0.18	-28.0	3.7	4.0	-28.4	92.3	12.0	23.9	1.03	19.6	5.3	369.7	3.9	19.9	19.8	-11.3	25.0
03/19	0.16	0.0	3.0	3.4	-10.4	86.6	18.4	20.2	1.10	21.1	5.9	359.8	4.2	20.2	22.2	-7.3	29.0
12/18	0.30	150.0	5.7	6.0	-16.7	95.0	31.1	19.5	1.10	21.4	6.2	346.4	4.6	21.7	10.0	-13.7	29.8
09/18	0.39	18.2	7.3	7.6	6.4	95.9	41.5	15.9	0.92	22.5	7.0	323.8	7.9	34.9	-24.0	-5.4	25.0
06/18	0.25	-13.8	5.1	6.2	-10.6	82.4	25.6	25.1	0.86	22.1	7.5	295.7	8.4	37.8	-26.5	-3.9	15.3
03/18	0.16	-38.5	3.3	4.5	-38.6	73.1	19.8	26.2	0.90	22.7	8.1	278.9	8.5	37.5	-17.4	3.7	9.1
12/17	0.12	-63.6	6.8	9.4	16.5	72.4	12.0	72.4	1.00	24.8	9.3	266.8	9.5	38.2	2.0	24.5	5.6
09/17	0.33	13.8	6.8	10.1	13.9	67.8	3.8	27.5	1.21	23.8	9.2	259.1	5.8	24.1	37.5	27.2	7.4
06/17	0.29	38.1	5.7	8.7	23.5	65.6	1.5	23.9	1.17	23.0	9.0	256.6	5.5	24.0	34.5	25.5	10.4
03/17	0.26	73.3	5.4	8.9	58.5	61.0	5.2	29.1	1.09	21.9	8.6	255.6	5.8	26.4	19.8	14.7	15.2
12/16	0.33	43.5	5.9	9.1	24.9	64.7	21.6	16.2	0.98	19.9	7.9	252.6	5.5	27.6	8.9	5.3	20.1
09/16	0.29	3.6	6.0	9.2	7.6	65.3	15.2	27.0	0.88	18.7	7.8	241.1	5.7	30.6	14.3	-0.5	16.6
06/16	0.21	-16.0	4.6	7.1	-14.4	64.7	19.5	33.4	0.87	18.3	7.9	232.5	5.6	30.8	19.2	-0.5	14.8
03/16	0.15	7.1	3.4	5.9	5.8	58.0	25.1	33.7	0.91	19.1	8.6	221.9	5.8	30.7	19.0	1.1	10.1
12/15	0.23	130.0	4.7	8.8	1.8	53.2	7.0	28.3	0.90	18.9	9.0	210.3	5.9	31.4	25.9	7.8	7.2
09/15	0.28	16.7	5.6	9.8	8.0	56.7	8.4	27.8	0.77	18.8	9.1	206.8	6.4	33.8	4.1	21.7	7.7
06/15	0.25	-12.3	5.4	10.0	-8.1	54.1	1.7	32.8	0.73	18.4	9.1	202.5	6.5	35.6	17.7	48.2	10.1
03/15	0.14	55.6	3.2	7.0	71.6	46.3	13.0	36.6	0.77	18.9	9.4	201.6	6.7	35.7	70.0	119.0	24.8
12/14	0.10	-20.0	4.6	9.3	81.4	49.7	9.3	38.1	0.72	17.5	8.9	196.2	6.2	35.4	55.4	106.5	29.5
09/14	0.24	100.0	5.2	9.9	142.9	52.3	18.3	34.8	0.74	15.5	8.1	192.0	5.3	34.4	97.3	128.3	40.1
06/14	0.29	147.8	5.9	11.0	183.7	53.2	72.5	33.4	0.62	12.4	6.8	183.9	4.1	33.0	74.6	96.1	48.9
03/14	0.09	-10.0	1.9	4.6	7.4	41.0	32.4	35.1	0.45	8.6	5.3	161.5	2.8	32.2	40.6	47.8	32.4
12/13	0.13	212.5	2.5	5.6	208.5	45.5	46.5	34.2	0.46	8.5	5.6	151.5	2.6	30.9	87.8	83.7	26.8
09/13	0.12	20.0	2.1	4.8	25.8	44.2	44.4	29.1	0.38	6.8	4.9	137.1	2.2	32.6	41.5	53.5	18.5
06/13	0.12	43.8	2.1	6.7	32.0	30.9	5.2	30.5	0.36	6.3	5.1	123.5	2.0	32.0	10.9	19.1	6.6
03/13	0.10	300.0	1.7	5.6	225.7	31.0	8.7	29.7	0.32	5.8	4.8	122.0	2.0	33.8	1.6	12.5	7.0
12/12	0.04	-33.3	0.8	2.7	34.0	31.0	14.0	41.2	0.25	4.6	3.9	119.5	1.7	36.1	-27.9	-17.3	6.3
09/12	0.10	-35.5	1.7	5.5	-34.9	30.6	-0.4	26.6	0.27	4.4	3.8	115.7	0.9	21.4			
06/12	0.08	6.7	1.6	5.3	9.4	29.3	6.7	37.7	0.32	5.3	4.6	115.8	1.2	21.6			
03/12	0.03	-50.0	0.5	1.9	-42.8	28.5	6.0	39.1	0.32	5.2	4.5	114.0	1.1	21.0			

Quarterly Growth Trend Data

Graph: Trailing 4 Quarters, Last 5 Years of Data

Quarterly Data									Last 12 Months Data									
Period	EPS		Pre-Tax Profit			Sales		Income Tax Rate	EPS	Pre-Tax Profit			Sales	Income Tax		%Change		
	\$	%Change	\$ Mil	%Sales	%Change	\$ Mil	%Change	\$		\$ Mil	%Sales	\$ Mil		%Rate	EPS	Pre-Tax Profit	Sales	
12/11	0.06		0.6	2.3		27.2		-17.9										
09/11	0.16		2.6	8.5		30.7		27.7										
06/11	0.08		1.4	5.2		27.5		34.9										
03/11	0.05		0.9	3.5		26.9		36.2										