

# Shake Shack Upgraded to BUY

April 9, 2018 by [Steve Hach](#)

For today's bulletin, we take a look at our latest **STRONG BUY** and **BUY** upgrades and focus on one of our top upgrades for the day, Shake Shack \$SHAK. We also provide a link to download a **FREE STOCK REPORT** on the company.

NYSE:HFC  
NASDAQ:LION  
NYSE:NWHM  
NASDAQ:LAND  
NYSE:SHAK

**VALUATION WATCH: Overvalued stocks now make up 43.64% of our stocks assigned a valuation and 14.89% of those equities are calculated to be overvalued by 20% or more. Eight sectors are calculated to be overvalued.**

For today's edition of our upgrade list, we used our [website's advanced screening functions](#) to search for UPGRADES to BUY or STRONG BUY with complete forecast and valuation data. They are presented by one-month forecast return. Holly Frontier, Fidelity Southern, and New Home Co are STRONG BUY stocks. Gladstone Land and Shake Shack are rated BUY.

Ticker	Company Name	Market Price	Valuation	Last 12-M Return	1-M Forecast Return	1-Yr Forecast Return	P/E Ratio	Sector Name
HFC	HOLLYFRONTIER	52.26	13.09%	98.10%	1.09%	13.05%	18.15	OIL REFINING & MARKETING
LION	FIDELITY SOUTHN	22.66	37.80%	5.79%	1.08%	13.01%	18.13	BANKS-SOUTHEAST
NWHM	NEW HOME CO LLC	11.3	0.96%	7.72%	0.61%	7.26%	12.28	BLDG & CONST PROD-MISC
LAND	GLADSTONE LAND	12.78	9.90%	14.62%	0.58%	6.90%	22.82	REIT-EQTY TRUST – OTHER
SHAK	SHAKE SHACK INC	43.15	15.67%	30.84%	0.55%	6.54%	77.05	RETAIL-FOOD & RESTAURANTS

**Want to learn more about ValuEngine? Our methods? Our history?**  
**[Check out our video presentation HERE](#)**

For today's bulletin, we take a look at Shake Shack Inc. (SHAK). Shake Shack is engaged in owning and operating restaurants. The company offers burgers, hot dogs, frozen custard, crinkle cut fries, beer and wine. It operates primarily in New York, New Jersey, Washington, D.C., Connecticut, Georgia, Illinois, Pennsylvania, Florida, Massachusetts, Virginia, Nevada, London, Istanbul and Dubai. Shake Shack Inc. is headquartered in New York.

Shake Shack approaches levels of dedication amongst its fans that approach In N' Out levels. That means tasty burgers and cult-like followings. When the company reported earnings back in February, the numbers were lacking compared to last year's with a loss of \$14.4 million, or 55 cents a share, compared with net income of \$3.9 million, or 15 cents a share. This loss was a result of US tax law changes, and when those costs were excluded, Shake Shake earned \$0.10/share—which was a beat.

Investors were also disappointed by a weak revenue and same-store sales forecast.

At the time, company CEO Randy Garutti said “we’re remaining cautious. It’s been a volatile time for us. We’ve got our largest class of restaurants coming yet. And, you know, as the industry continues to evolve, we’re going to remain cautious in our outlook. And for us, ... that looks like a flat guidance at this time, and we’re putting a lot of strategies in place to do our best to beat that.”

The chain remains committed to expansion plans and expects to have 200 US locations and 120 stores across the globe by 2020.

Below is our latest data for Shake Shack Inc. (SHAK).

ValuEngine updated its recommendation from HOLD to BUY for Shake Shack on 2018-04-06. Based on the information we have gathered and our resulting research, we feel that Shake Shack has the probability to OUTPERFORM average market performance for the next year. The company exhibits ATTRACTIVE Momentum and Price Sales Ratio.

You can download a free copy of detailed report on Shake Shack Inc. from the link below.



### ValuEngine Forecast

	Target Price*	Expected Return
<b>1-Month</b>	43.39	0.55%
<b>3-Month</b>	43.77	1.43%
<b>6-Month</b>	45.18	4.70%
<b>1-Year</b>	45.97	6.54%
<b>2-Year</b>	46.95	8.80%
<b>3-Year</b>	46.21	7.10%

## Valuation & Rankings

<b>Valuation</b>	15.67% overvalued	<b>Valuation Rank</b>	19
<b>1-M Forecast Return</b>	0.55%	<b>1-M Forecast Return Rank</b>	86
<b>12-M Return</b>	30.84%	<b>Momentum Rank</b>	82
<b>Sharpe Ratio</b>	-0.07	<b>Sharpe Ratio Rank</b>	42
<b>5-Y Avg Annual Return</b>	-3.08%	<b>5-Y Avg Annual Rtn Rank</b>	39
<b>Volatility</b>	43.96%	<b>Volatility Rank</b>	37
<b>Expected EPS Growth</b>	-8.93%	<b>EPS Growth Rank</b>	12
<b>Market Cap (billions)</b>	0.52	<b>Size Rank</b>	53
<b>Trailing P/E Ratio</b>	77.05	<b>Trailing P/E Rank</b>	33
<b>Forward P/E Ratio</b>	84.61	<b>Forward P/E Ratio Rank</b>	4
<b>PEG Ratio</b>	n/a	<b>PEG Ratio Rank</b>	n/a
<b>Price/Sales</b>	1.45	<b>Price/Sales Rank</b>	59
<b>Market/Book</b>	2.32	<b>Market/Book Rank</b>	49
<b>Beta</b>	1.49	<b>Beta Rank</b>	18
<b>Alpha</b>	0.05	<b>Alpha Rank</b>	69

**[DOWNLOAD A FREE SAMPLE OF OUR SHAKE SHACK \(SHAK\) REPORT BY CLICKING HERE](#)**

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