

CalAtlantic Group, Inc. - CAA

Buy – Target: \$45.00

Closing Price: \$49.55

Price at Initiation: \$36.50

Gain/Loss: +36%

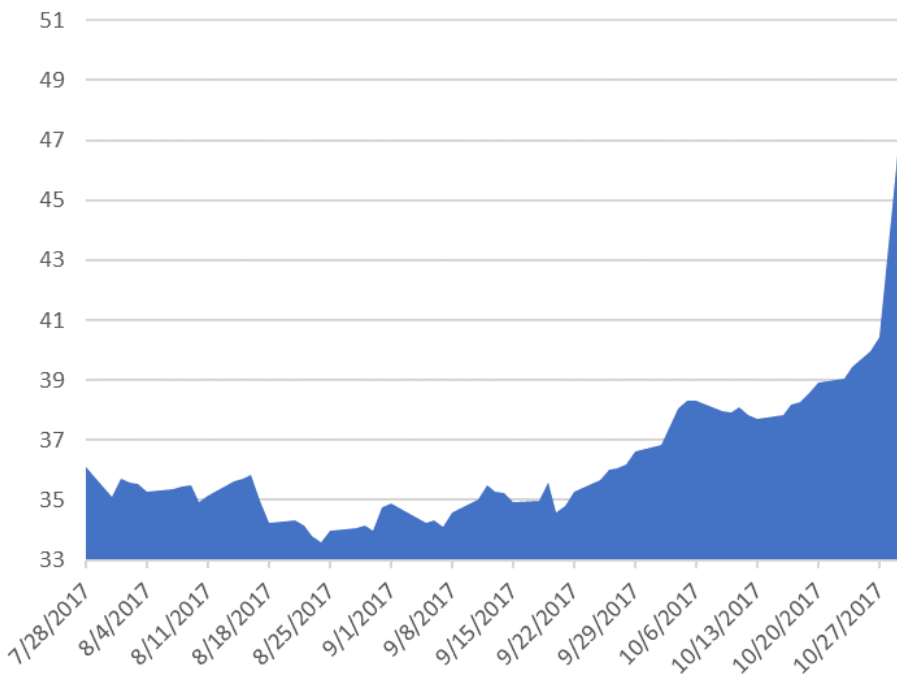
Recommendation Closed

October 30, 2017

On October 29, 2017 Lennar Cop (LEN) announced it will buy CalAtlantic Group (CAA). The deal is a \$5.7 billion deal where a CAA share can be exchanged for 0.885 shares of LEN or \$48.26 per share in cash in lieu of LEN’s class A stock. The current price represents a 27% premium from Fridays close and a 36% gain from our initial buy recommendation on March 14th, 2017.

We are closing our recommended buy of CalAtlantaic Group (CAA). As of 10:30 a.m. CAA is trading at \$49.55.

CAA – 3 Month Chart



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JWC Rating Systems

Buy: The stock's total return is expected to outperform the S&P 500 over the next 12 months.

Avoid: The stock's outlook and drivers are too unpredictable. This stock should be avoided.

Sell: The stock's total return is expected to materially underperform the S&P 500 over the next 12 months.

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