

ModernGraham Valuation

Company Name:

S & T Bancorp Inc

Company Ticker STBA

Date of Analysis

2/23/2017



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass all 6 of the following tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$1,299,112,786	Fail
2. Earnings Stability	Positive EPS for 10 years prior		Pass
3. 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	67.48%	Pass
4. Earnings Growth			
5. Moderate PEmg Ratio	PEmg < 20	18.29	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.54	Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings Stability	Positive EPS for 5 years prior		Pass
2. Dividend Record	Currently Pays Dividend		Pass
3. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	2.03
MG Growth Estimate	7.64%
MG Value	\$48.34
MG Value based on 3% Growth	\$29.47
MG Value based on 0% Growth	\$17.28
Market Implied Growth Rate	4.90%

MG Opinion

Current Price	\$37.18
% of Intrinsic Value	76.91%
Opinion	Fairly Valued
MG Grade	C+

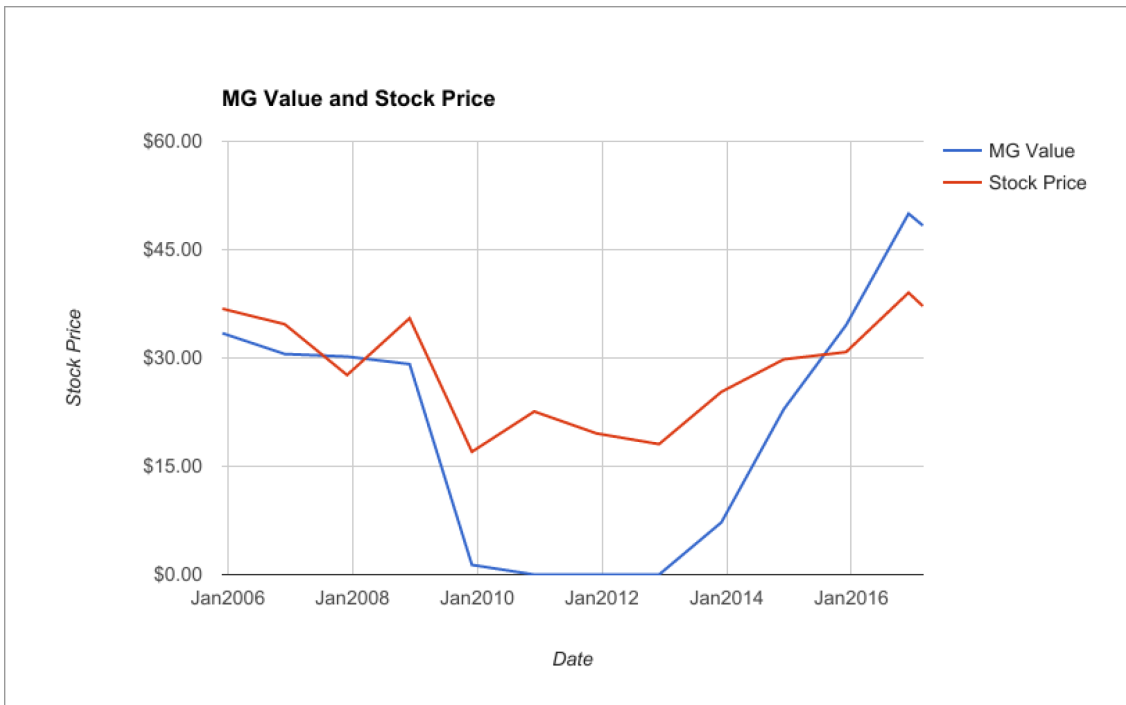
Stage 3: Information for Further Research

Graham Number	\$34.16
PEmg	18.29
PB Ratio	1.54
Dividend Yield	2.07%
Number of Consecutive Years of Dividend Growth	5

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	\$2.15	Next Fiscal Year Estimate	\$2.03
Dec2016	\$2.05	Dec2016	\$1.91
Dec2015	\$1.98	Dec2015	\$1.77
Dec2014	\$1.95	Dec2014	\$1.62
Dec2013	\$1.70	Dec2013	\$1.35
Dec2012	\$1.18	Dec2012	\$1.20
Dec2011	\$1.41	Dec2011	\$1.30
Dec2010	\$1.34	Dec2010	\$1.36
Dec2009	\$0.07	Dec2009	\$1.50
Dec2008	\$2.28	Dec2008	\$2.20
Dec2007	\$2.26	Dec2007	\$2.14
Dec2006	\$2.06	Dec2006	\$2.05
Dec2005	\$2.18	Dec2005	\$2.01
Dec2004	\$2.03	Dec2004	\$1.90
Dec2003	\$1.94	Dec2003	\$1.80
Dec2002	\$1.81	Dec2002	\$1.69
Dec2001	\$1.75	Dec2001	\$1.59
Dec2000	\$1.66	Balance Sheet Information 12/1/2016	
Dec1999	\$1.51	Long-Term Debt & Capital Lease Obligation	\$60,332,000
Dec1998	\$1.35	Total Assets	\$6,943,053,000
Dec1997	\$1.17	Intangible Assets	\$291,670,000
		Total Liabilities	\$6,101,097,000
		Shares Outstanding (Diluted Average)	34,913,000





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

#N/A

Other ModernGraham posts about related companies

- [Central Pacific Financial Corp Valuation – Initial Coverage \\$CPF](#)
- [Synovus Financial Corp Valuation – Initial Coverage \\$SNV](#)
- [U.S. Bancorp Valuation – February 2017 \\$USB](#)
- [Columbia Banking System Inc Valuation – Initial Coverage \\$COLB](#)
- [Canadian Imperial Bank of Commerce Valuation – Initial Coverage \\$TSE:CM](#)
- [SVB Financial Group Valuation – Initial Coverage \\$SIVB](#)
- [Bank of New York Mellon Corp Valuation – January 2017 \\$BK](#)
- [Simmons First National Corporation Valuation – Initial Coverage \\$SFNC](#)
- [ServisFirst Bancshares Inc Valuation – Initial Coverage \\$SFBS](#)
- [Ingredion Inc Valuation – Initial Coverage \\$INGR](#)