# **ModernGraham Valuation**

### **Company Name:**

Company Ticker MET

Date of Analysis

10/15/2015



## 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	\$53,149,439,730 Pass
2. Earnings Stability	Positive EPS for 10 years prior	Fail
3. Dividend Record	Dividend Payments for 10 years prior	Pass
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-24.76% Fail
5. Moderate PEmg Ratio	PEmg < 20	11.41 Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.78 Pass
Enterprising Investor; must pass all 3 of the following tests, or	be suitable for the Defensive Investor.	

**Metlife Inc** 

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	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	4.20
MG Growth Estimate	5.85%
MG Value	\$84.86
MG Value based on 3% Growth	\$60.91
MG Value based on 0% Growth	\$35.71
Market Implied Growth Rate	1.45%

MG Opinion	
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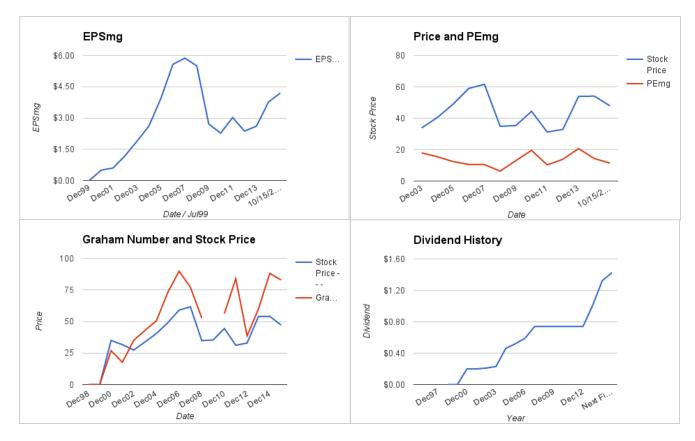
56.46%
\$47.91

#### Stage 3: Information for Further Research

	Graham Number		\$82.93
	PEmg		11.41
	PB Ratio		0.78
	Dividend Yield		2.97%
	Number of Consecutive Years of Dividend Growth	I	3
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	\$4.92	Next Fiscal Year Estimate	\$4.20
Dec14	\$5.42	Dec14	\$3.77
Dec13	\$2.91	Dec13	\$2.61
Dec12	\$1.12	Dec12	\$2.37
Dec11	\$5.76	Dec11	\$3.02
Dec10	\$2.86	Dec10	\$2.27
Dec09	-\$2.89	Dec09	\$2.71
Dec08	\$4.14	Dec08	\$5.50
Dec07	\$5.48	Dec07	\$5.87
Dec06	\$7.99	Dec06	\$5.57
Dec05	\$6.16	Dec05	\$3.95
Dec04	\$3.65	Dec04	\$2.62
Dec03	\$2.94	Dec03	\$1.89
Dec02	\$2.20	Dec02	\$1.20
Dec01	\$0.62	Dec01	\$0.60
Dec00	\$1.49	Dec00	\$0.50
Dec99	\$0.00	Dec99	\$0.00
Dec98	\$0.00	Balance Sheet Information	Jun15
Dec97	\$0.00	Long-Term Debt	\$19,963,000,000
Dec96	\$0.00	Total Assets	\$898,409,000,000
Dec95	\$0.00	Intangible Assets	\$9,644,000,000
		Total Liabilities	\$829,032,000,000
		Shares Outstanding (Diluted Average)	1,128,392,000





#### 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	The Best Companies of the Insurance Industry – October 2015
ModernGraham posts about the company	5 Undervalued Companies for Value Investors with a High Beta – August 2015
	The 20 Best Stocks For Value Investors This Week - 7/25/15
	MetLife Inc. Analysis – July 2015 Update \$MET
	The Best Companies of the Insurance Industry – June 2015
Other ModernGraham posts about related	Aetna Inc. Valuation – October 2015 Update \$AET
	Cigna Corporation Analysis – October 2015 Update \$CI
companies	The Best Companies of the Insurance Industry – October 2015
	Chubb Corporation Analysis – September 2015 Update \$CB
	Anthem Inc. Analysis – September 2015 Update \$ANTM
	Aflac Inc. Analysis – September 2015 Update \$AFL
	Marsh & McLennan Companies Analysis – September 2015 Update \$MMC
	Berkshire Hathaway Analysis – August 2015 Update \$BRK/B
	Progressive Corporation Analysis – August 2015 Update \$PGR
	Ace Limited Analysis – August 2015 Update \$ACE