

ModernGraham Valuation

Company Name:

Assurant, Inc.

Company Ticker AIZ

Date of Analysis

11/10/2015



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	\$5,542,993,906	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
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	2.58%	Fail
5. Moderate PEmg Ratio	PEmg < 20	17.24	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.22	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	4.88
MG Growth Estimate	2.91%
MG Value	\$69.99
MG Value based on 3% Growth	\$70.82
MG Value based on 0% Growth	\$41.51
Market Implied Growth Rate	4.37%

MG Opinion

Current Price	\$84.19
% of Intrinsic Value	120.29%
Opinion	Overvalued

Stage 3: Information for Further Research

Graham Number	\$60.91
PEmg	17.24
PB Ratio	1.22
Dividend Yield	1.35%
Number of Consecutive Years of Dividend Growth	12

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	\$2.35	Next Fiscal Year Estimate	\$4.88
Dec14	\$6.44	Dec14	\$5.86
Dec13	\$6.30	Dec13	\$5.29
Dec12	\$5.67	Dec12	\$4.59
Dec11	\$5.51	Dec11	\$4.09
Dec10	\$2.50	Dec10	\$3.64
Dec09	\$3.63	Dec09	\$4.26
Dec08	\$3.76	Dec08	\$4.44
Dec07	\$5.38	Dec07	\$4.43
Dec06	\$5.57	Dec06	\$2.91
Dec05	\$3.50	Dec05	\$1.02
Dec04	\$2.53	Dec04	-\$0.36
Dec03	\$1.70	Dec03	-\$1.59
Dec02	-\$9.17	Dec02	-\$2.65
Dec01	\$0.90	Dec01	\$0.53
Dec00	\$0.85	Dec00	\$0.28
Dec99	\$0.00	Dec99	\$0.00
Dec98	\$0.00	Balance Sheet Information	Sep15
Dec97	\$0.00	Long-Term Debt	\$1,171,305,000
Dec96	\$0.00	Total Assets	\$30,586,090,000
Dec95	\$0.00	Intangible Assets	\$1,185,899,000
		Total Liabilities	\$25,902,490,000
		Shares Outstanding (Diluted Average)	67,633,000





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

- [The Best Companies of the Insurance Industry – October 2015](#)
- [The 20 Best Stocks For Value Investors This Week – 8/15/15](#)
- [Assurant Inc. Analysis – August 2015 Update \\$AIZ](#)
- [47 Companies in the Spotlight This Week – 5/16/15](#)
- [Assurant Inc. Quarterly Valuation – May 2015 \\$AIZ](#)

Other ModernGraham posts about related companies

- [American International Group Inc. Valuation – November 2015 Update \\$AIG](#)
- [Cincinnati Financial Corp Valuation – November 2015 Update \\$CINF](#)
- [American Financial Group Inc. Valuation – November 2015 Update \\$AFG](#)
- [Loews Corporation Valuation – November 2015 Update \\$L](#)
- [Allstate Corporation Valuation – October 2015 Update \\$ALL](#)
- [Humana Inc. Valuation – October 2015 Update \\$HUM](#)
- [Torchmark Corporation Valuation – October 2015 Update \\$TMK](#)
- [MetLife Inc. Valuation – October 2015 Update \\$MET](#)
- [Aetna Inc. Valuation – October 2015 Update \\$AET](#)
- [Cigna Corporation Analysis – October 2015 Update \\$CI](#)