

ModernGraham Valuation

Company Name:

Unum Group

Company Ticker UNM

Date of Analysis

11/11/2015



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	\$8,961,452,530	Pass
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	74.58%	Pass
4. Earnings Growth	PEmg < 20	13.47	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.05	Pass
6. Moderate Price to Assets			

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	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	2.72
MG Growth Estimate	6.53%
MG Value	\$58.58
MG Value based on 3% Growth	\$39.40
MG Value based on 0% Growth	\$23.10
Market Implied Growth Rate	2.48%

MG Opinion

Current Price	\$36.60
% of Intrinsic Value	62.48%
Opinion	Undervalued

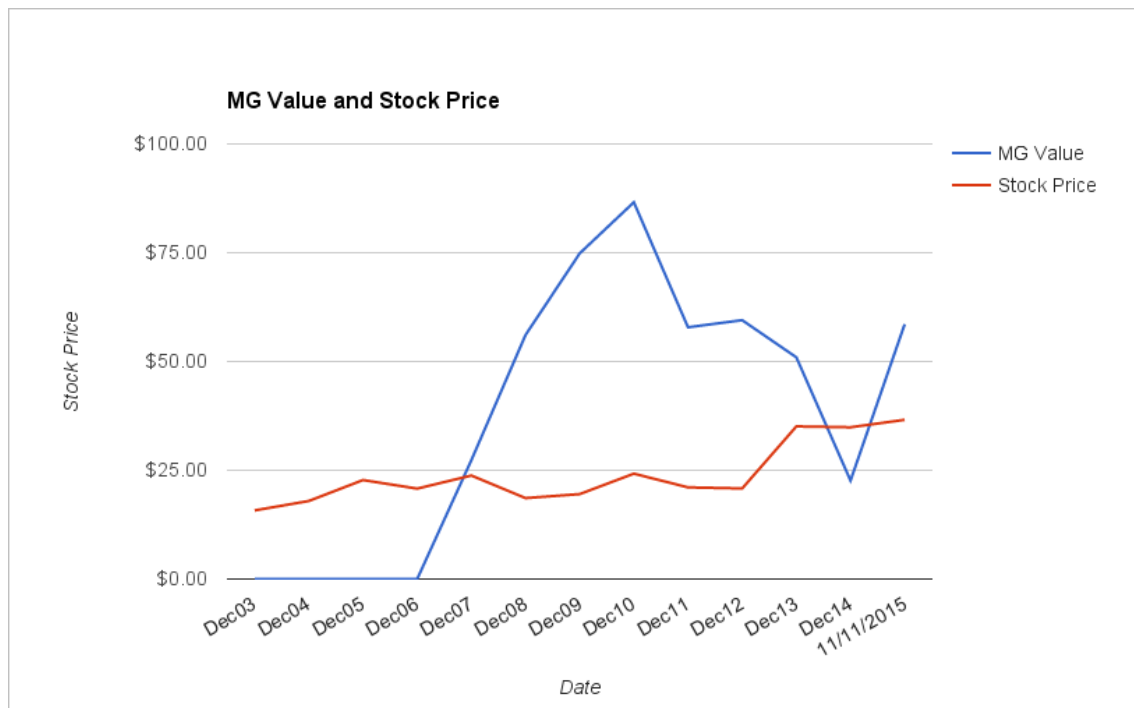
Stage 3: Information for Further Research

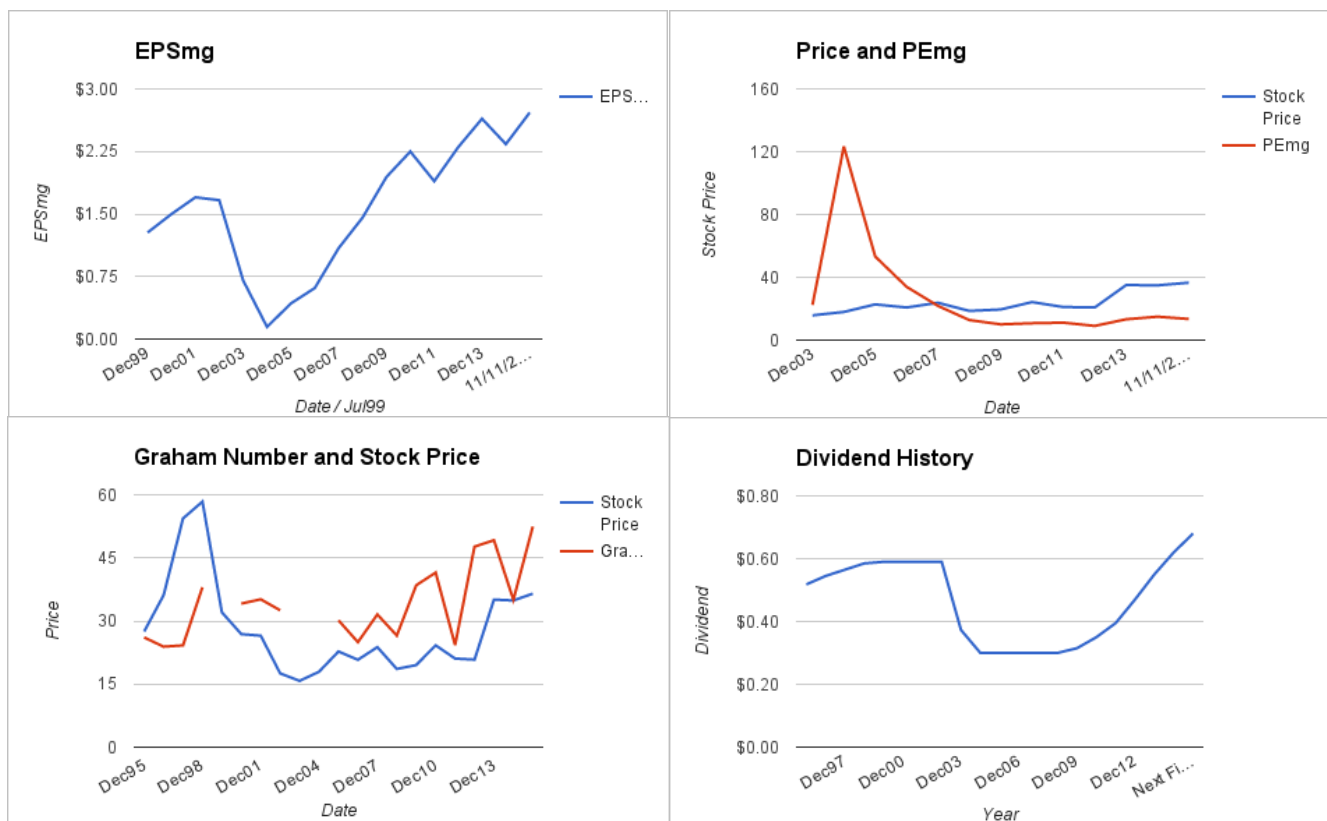
Graham Number	\$52.46
PEmg	13.47
PB Ratio	1.05
Dividend Yield	1.86%
Number of Consecutive Years of Dividend Growth	7

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	\$3.47	Next Fiscal Year Estimate	\$2.72
Dec14	\$1.61	Dec14	\$2.34
Dec13	\$3.23	Dec13	\$2.64
Dec12	\$3.17	Dec12	\$2.30
Dec11	\$0.94	Dec11	\$1.89
Dec10	\$2.71	Dec10	\$2.25
Dec09	\$2.57	Dec09	\$1.94
Dec08	\$1.62	Dec08	\$1.46
Dec07	\$1.91	Dec07	\$1.09
Dec06	\$1.23	Dec06	\$0.61
Dec05	\$1.64	Dec05	\$0.43
Dec04	-\$0.86	Dec04	\$0.15
Dec03	-\$1.31	Dec03	\$0.70
Dec02	\$1.66	Dec02	\$1.67
Dec01	\$2.24	Dec01	\$1.70
Dec00	\$2.24	Dec00	\$1.50
Dec99	-\$0.77	Dec99	\$1.28
Dec98	\$2.54	Balance Sheet Information Sep15	
Dec97	\$2.57	Long-Term Debt	\$2,217,100,000
Dec96	\$1.61	Total Assets	\$61,503,800,000
Dec95	\$1.92	Intangible Assets	\$232,100,000
		Total Liabilities	\$52,922,700,000
		Shares Outstanding (Diluted Average)	246,324,000





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](#)

[10 Low PE Stocks for the Defensive Investor – August 2015](#)

[The 20 Best Stocks For Value Investors This Week – 8/15/15](#)

[Unum Group Analysis – August 2015 Update \\$UNM](#)

[The Best Companies of the Insurance Industry – June 2015](#)

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posts about related
companies

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[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](#)