

# ModernGraham Valuation



## Company Name:

M&T Bank Corporation

Company Ticker MTB

Date of Analysis

12/10/2015

## 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	\$21,362,122,106	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	25.75%	Fail
5. Moderate PEmg Ratio	PEmg < 20	16.29	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.26	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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	7.52
MG Growth Estimate	6.39%
<b>MG Value</b>	<b>\$160.09</b>
MG Value based on 3% Growth	\$109.10
MG Value based on 0% Growth	\$63.95
Market Implied Growth Rate	3.89%

### MG Opinion

Current Price	\$122.53
% of Intrinsic Value	76.54%
<b>Opinion</b>	<b>Fairly Valued</b>

## Stage 3: Information for Further Research

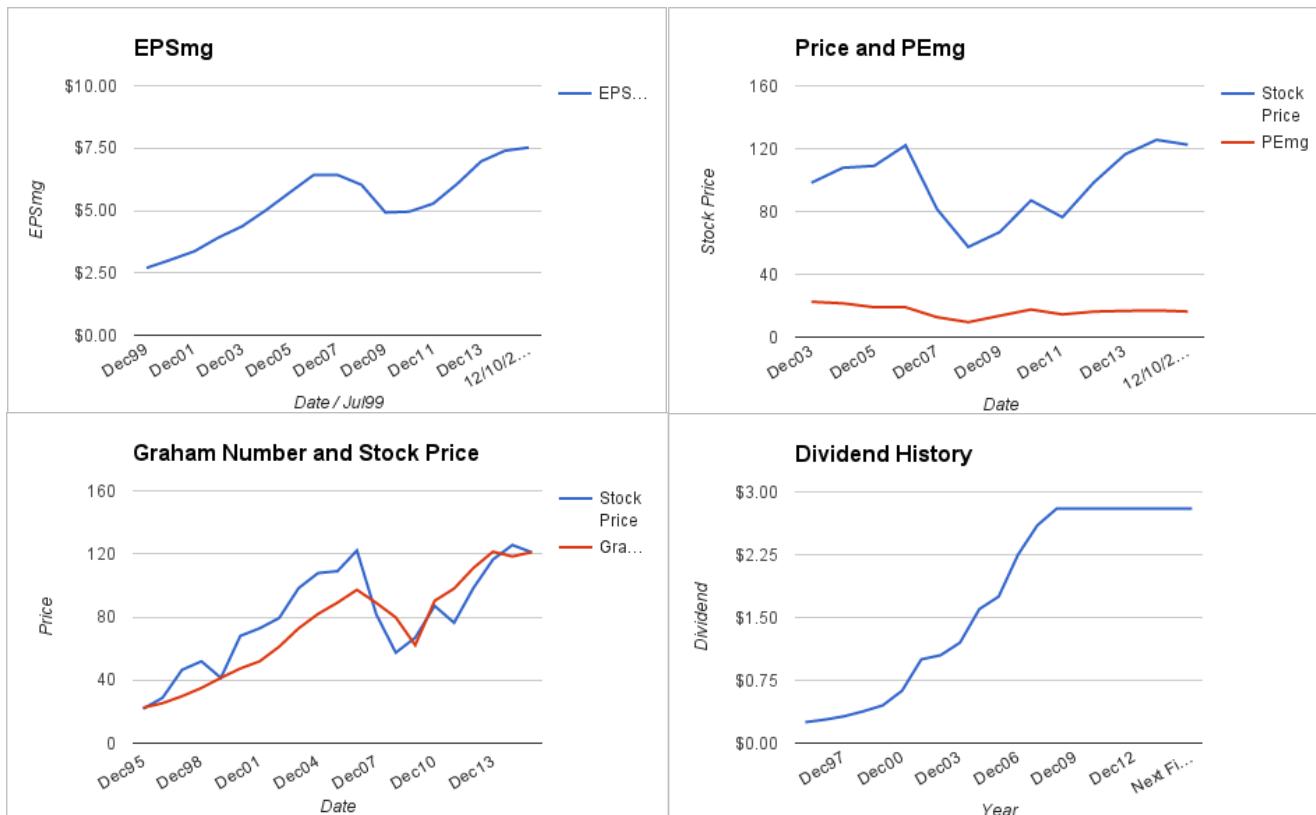
Graham Number	\$121.10
PEmg	16.29
PB Ratio	1.26
Dividend Yield	2.29%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$7.43	Next Fiscal Year Estimate	\$7.52
Dec14	\$7.42	Dec14	\$7.39
Dec13	\$8.20	Dec13	\$6.97
Dec12	\$7.54	Dec12	\$6.06
Dec11	\$6.35	Dec11	\$5.28
Dec10	\$5.69	Dec10	\$4.95
Dec09	\$2.89	Dec09	\$4.92
Dec08	\$5.01	Dec08	\$6.03
Dec07	\$5.95	Dec07	\$6.42
Dec06	\$7.37	Dec06	\$6.43
Dec05	\$6.73	Dec05	\$5.73
Dec04	\$6.00	Dec04	\$5.01
Dec03	\$4.95	Dec03	\$4.37
Dec02	\$4.78	Dec02	\$3.91
Dec01	\$3.82	Dec01	\$3.36
Dec00	\$3.44	Dec00	\$3.02
Dec99	\$3.28	Dec99	\$2.70
Dec98	\$2.62	<b>Balance Sheet Information</b>	<b>Sep15</b>
Dec97	\$2.53	Long-Term Debt	\$10,174,290,000
Dec96	\$2.11	Total Assets	\$97,797,060,000
Dec95	\$1.80	Intangible Assets	\$3,531,504,000
		Total Liabilities	\$84,875,130,000
		Shares Outstanding (Diluted Average)	133,376,000





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 Banking Industry – October 2015](#)
- [5 Undervalued Companies for Enterprising Investors Near 52 Week Lows – October 2015](#)
- [19 Best Stocks For Value Investors This Week – 8/29/15](#)
- [M&T Bank Corporation Analysis – August 2015 Update \\$MTB](#)
- [M&T Bank Corporation Quarterly Valuation – May 2015 \\$MTB](#)

Other ModernGraham posts about related companies

- [KeyCorp Valuation – November 2015 Update \\$KEY](#)
- [State Street Corp Valuation – November 2015 Update \\$STT](#)
- [BB&T Corporation Valuation – November 2015 Update \\$BBT](#)
- [PNC Financial Services Group Valuation – November 2015 Update \\$PNC](#)
- [SunTrust Banks Inc. Valuation – November 2015 Update \\$STI](#)
- [U.S. Bancorp Valuation – November 2015 Update \\$USB](#)
- [Starwood Property Trust Inc. Valuation – October 2015 Update \\$STWD](#)
- [The Best Companies of the Banking Industry – October 2015](#)
- [Comerica Inc. Valuation – October 2015 Update \\$CMA](#)
- [Bank of New York Mellon Corporation Analysis – October 2015 Update \\$BK](#)