

ModernGraham Valuation

Company Name:

Metlife Inc

Company Ticker MET

Date of Analysis

2/3/2016



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	\$49,080,524,517	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-23.68%	Fail
4. Earnings Growth	PEmg < 20	9.71	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	0.66	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	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	4.26
MG Growth Estimate	6.16%
MG Value	\$88.82
MG Value based on 3% Growth	\$61.83
MG Value based on 0% Growth	\$36.24
Market Implied Growth Rate	0.60%

MG Opinion

Current Price	\$41.39
% of Intrinsic Value	46.60%
Opinion	Undervalued

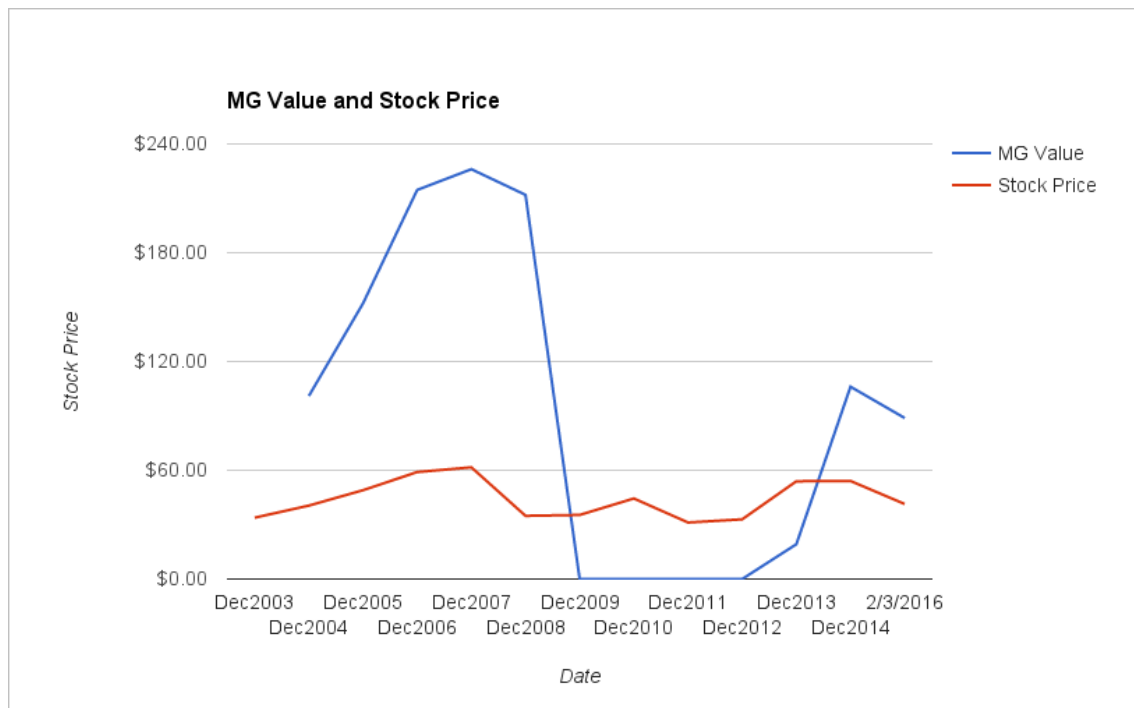
Stage 3: Information for Further Research

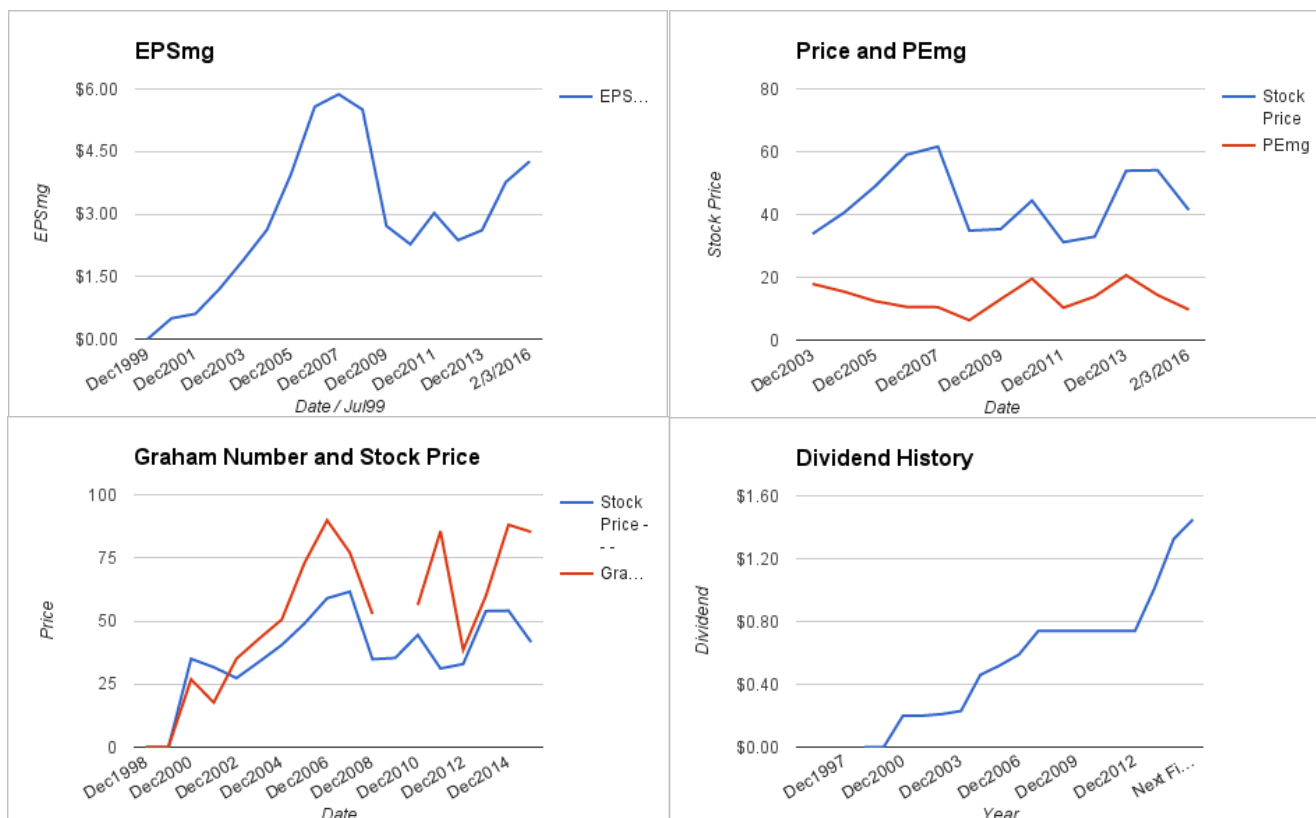
Graham Number	\$85.28
PEmg	9.71
PB Ratio	0.66
Dividend Yield	3.50%
Number of Consecutive Years of Dividend Growth	3

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	\$5.11	Next Fiscal Year Estimate	\$4.26
Dec2014	\$5.42	Dec2014	\$3.77
Dec2013	\$2.91	Dec2013	\$2.61
Dec2012	\$1.12	Dec2012	\$2.37
Dec2011	\$5.76	Dec2011	\$3.02
Dec2010	\$2.86	Dec2010	\$2.27
Dec2009	-\$2.89	Dec2009	\$2.71
Dec2008	\$4.14	Dec2008	\$5.50
Dec2007	\$5.48	Dec2007	\$5.87
Dec2006	\$7.99	Dec2006	\$5.57
Dec2005	\$6.16	Dec2005	\$3.95
Dec2004	\$3.65	Dec2004	\$2.62
Dec2003	\$2.94	Dec2003	\$1.89
Dec2002	\$2.20	Dec2002	\$1.20
Dec2001	\$0.62	Dec2001	\$0.60
Dec2000	\$1.49	Dec2000	\$0.50
Dec1999	\$0.00	Dec1999	\$0.00
Dec1998	\$0.00	<div><div>Balance Sheet Information</div><div>Sep2015</div></div>	
Dec1997	\$0.00	Long-Term Debt	\$19,949,000,000
Dec1996	\$0.00	Total Assets	\$882,460,000,000
Dec1995	\$0.00	Intangible Assets	\$9,546,000,000
		Total Liabilities	\$811,957,000,000
		Shares Outstanding (Diluted Average)	1,129,941,000





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

[MetLife Inc. Valuation – October 2015 Update \\$MET](#)
[The Best Companies of the Insurance Industry – October 2015](#)
[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](#)

Other
ModernGraham
posts about related
companies

[Aetna Inc Valuation – February 2016 Update \\$AET](#)
[Marsh & McLennan Company Valuation – January 2016 Update \\$MMC](#)
[Aon PLC Valuation – January 2016 Update \\$AON](#)
[Progressive Corp Valuation – November 2015 Update \\$PGR](#)
[Progressive Corp Valuation – November 2015 Update \\$PGR](#)
[Ace Limited Valuation – November 2015 Update \\$ACE](#)
[Travelers Companies Inc. Valuation – November 2015 Update \\$TRV](#)
[Lincoln National Corp Valuation – November 2015 Update \\$LNC](#)
[Unum Group Valuation – November 2015 Update \\$UNM](#)
[Principal Financial Group Valuation – November 2015 Update \\$PFG](#)