

# ModernGraham Valuation

Company Name:

Unum Group

Company Ticker UNM

Date of Analysis

3/22/2016



## 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	\$7,777,493,162	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	44.59%	Pass
5. Moderate PEmg Ratio	PEmg < 20	10.31	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.92	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>Yes</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	3.13
MG Growth Estimate	5.44%
<b>MG Value</b>	<b>\$60.73</b>
MG Value based on 3% Growth	\$45.44
MG Value based on 0% Growth	\$26.64
Market Implied Growth Rate	0.91%

### MG Opinion

Current Price	\$32.32
% of Intrinsic Value	53.22%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>B+</b>

## Stage 3: Information for Further Research

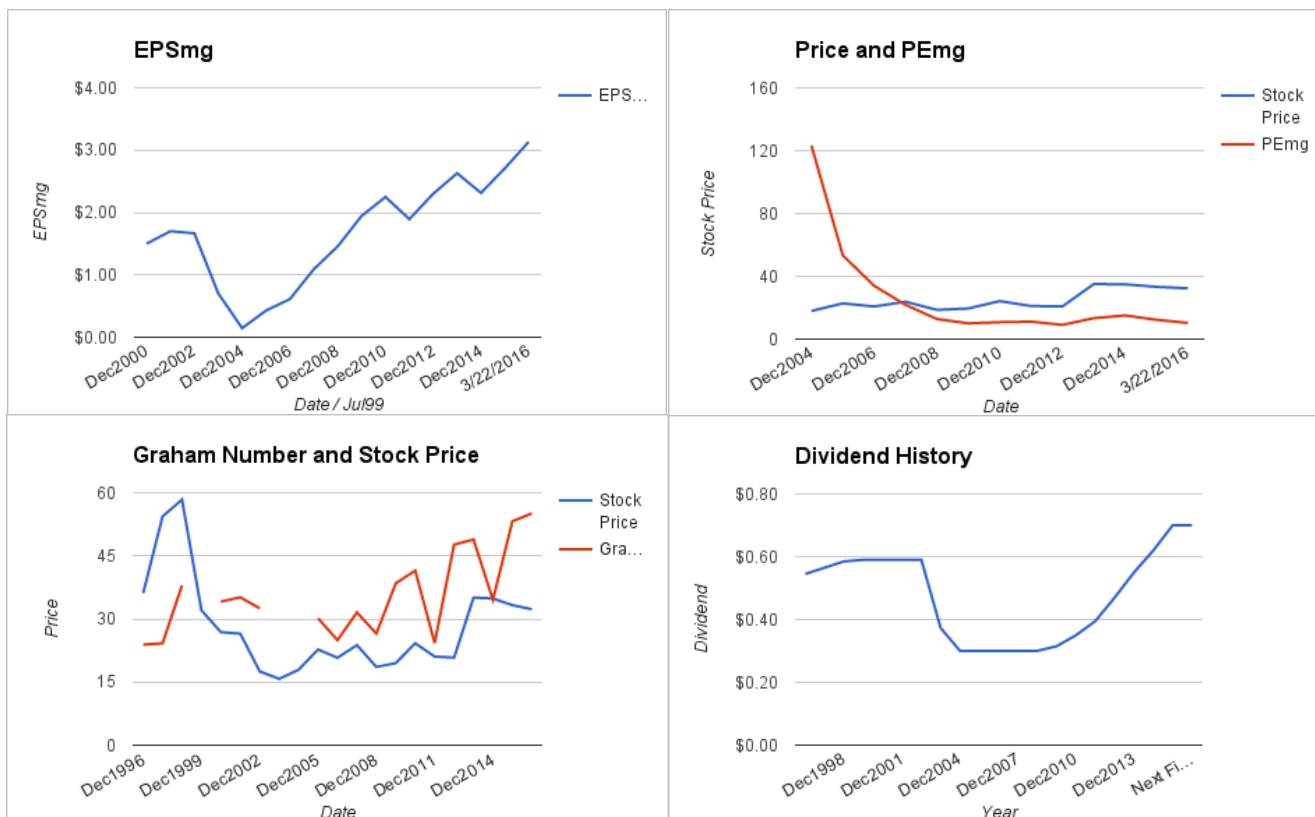
Graham Number	\$55.08
PEmg	10.31
PB Ratio	0.92
Dividend Yield	2.17%
Number of Consecutive Years of Dividend Growth	8

### 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	\$3.75	Next Fiscal Year Estimate	\$3.13
Dec2015	\$3.50	Dec2015	\$2.71
Dec2014	\$1.57	Dec2014	\$2.31
Dec2013	\$3.19	Dec2013	\$2.63
Dec2012	\$3.17	Dec2012	\$2.30
Dec2011	\$0.94	Dec2011	\$1.89
Dec2010	\$2.71	Dec2010	\$2.25
Dec2009	\$2.57	Dec2009	\$1.94
Dec2008	\$1.62	Dec2008	\$1.46
Dec2007	\$1.91	Dec2007	\$1.09
Dec2006	\$1.23	Dec2006	\$0.61
Dec2005	\$1.64	Dec2005	\$0.43
Dec2004	-\$0.86	Dec2004	\$0.15
Dec2003	-\$1.31	Dec2003	\$0.70
Dec2002	\$1.66	Dec2002	\$1.67
Dec2001	\$2.24	Dec2001	\$1.70
Dec2000	\$2.24	Dec2000	\$1.50
Dec1999	-\$0.77	<b>Balance Sheet Information</b>	
Dec1998	\$2.54	<b>Dec2015</b>	
Dec1997	\$2.57	Long-Term Debt	\$2,475,100,000
Dec1996	\$1.61	Total Assets	\$60,589,700,000
		Intangible Assets	\$230,900,000
		Total Liabilities	\$51,925,800,000
		Shares Outstanding (Diluted Average)	247,855,000





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

[Stocks Trading Below Their Graham Number – March 2016](#)  
[Unum Group Valuation – November 2015 Update \\$UNM](#)  
[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](#)

Other  
ModernGraham  
posts about related  
companies

[Principal Financial Group Inc Valuation – March 2016 \\$PFG](#)  
[Assurant Inc Valuation – February 2016 \\$AIZ](#)  
[American International Group Inc Stock Valuation – February 2016 \\$AIG](#)  
[Chubb Ltd Stock Valuation – February 2016 \\$CB](#)  
[Prudential Financial Inc Valuation – February 2016 \\$PRU](#)  
[Anthem Inc Valuation – February 2016 \\$ANTM](#)  
[Aflac Inc Valuation – February 2016 \\$AFL](#)  
[MetLife Inc Valuation – February 2016 Update \\$MET](#)  
[Aetna Inc Valuation – February 2016 Update \\$AET](#)  
[Marsh & McLennan Company Valuation – January 2016 Update \\$MMC](#)