

ModernGraham Valuation

Company Name:

Fifth Third Bancorp

Company Ticker FITB

Date of Analysis

7/1/2016



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	\$13,748,686,511	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-502.34%	Fail
5. Moderate PEmg Ratio	PEmg < 20	10.01	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.83	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	1.74
MG Growth Estimate	15.00%
MG Value	\$67.04
MG Value based on 3% Growth	\$25.25
MG Value based on 0% Growth	\$14.80
Market Implied Growth Rate	0.75%

MG Opinion

Current Price	\$17.43
% of Intrinsic Value	26.00%
Opinion	Undervalued
MG Grade	B

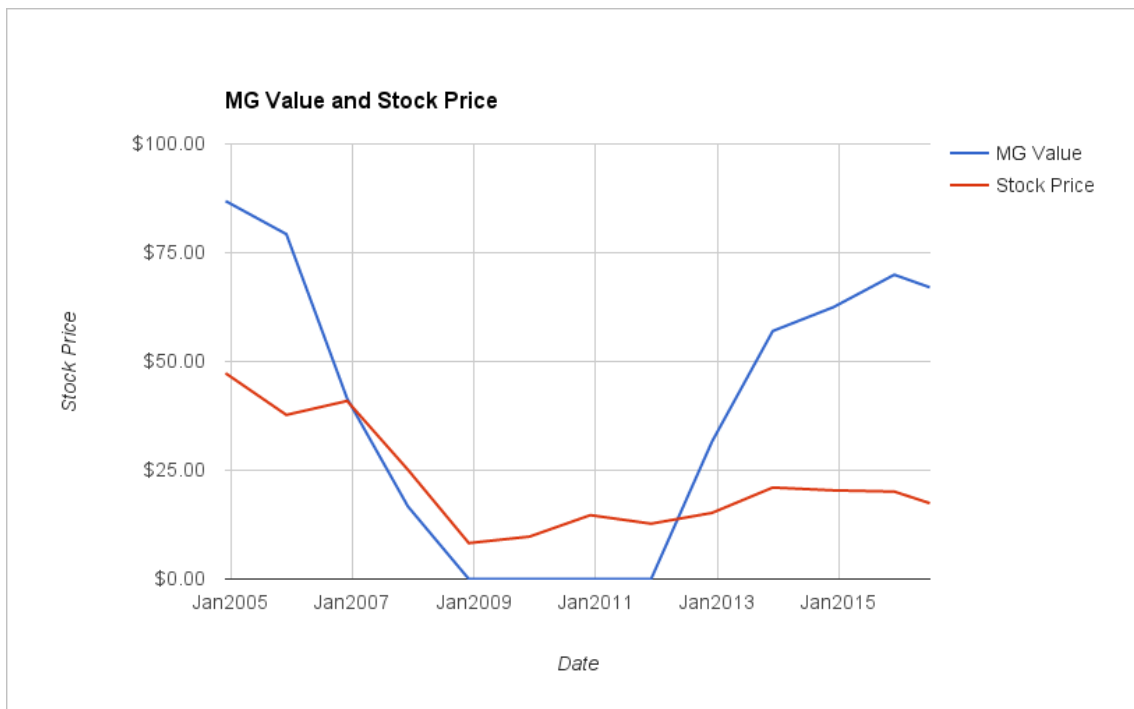
Stage 3: Information for Further Research

Graham Number	\$25.45
PEmg	10.01
PB Ratio	0.83
Dividend Yield	2.98%
Number of Consecutive Years of Dividend Growth	6

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	\$1.48	Next Fiscal Year Estimate	\$1.74
Dec2015	\$2.01	Dec2015	\$1.82
Dec2014	\$1.66	Dec2014	\$1.62
Dec2013	\$2.02	Dec2013	\$1.48
Dec2012	\$1.66	Dec2012	\$0.82
Dec2011	\$1.18	Dec2011	\$0.30
Dec2010	\$0.63	Dec2010	\$0.01
Dec2009	\$0.67	Dec2009	\$0.04
Dec2008	-\$3.94	Dec2008	\$0.19
Dec2007	\$1.99	Dec2007	\$2.34
Dec2006	\$2.13	Dec2006	\$2.57
Dec2005	\$2.77	Dec2005	\$2.74
Dec2004	\$2.68	Dec2004	\$2.62
Dec2003	\$3.03	Dec2003	\$2.46
Dec2002	\$2.76	Dec2002	\$2.05
Dec2001	\$1.86	Dec2001	\$1.63
Dec2000	\$1.83	Dec2000	\$1.44
Dec1999	\$1.43	Balance Sheet Information 3/1/2016	
Dec1998	\$1.17	Long-Term Debt	\$15,305,000,000
Dec1997	\$1.13	Total Assets	\$142,430,000,000
Dec1996	\$0.96	Intangible Assets	\$3,112,000,000
		Total Liabilities	\$126,107,000,000
		Shares Outstanding (Diluted Average)	778,392,000





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 – May 2016](#)
- [Stocks Trading Below Their Graham Number – February 2016](#)
- [10 Most Undervalued Companies for the Enterprising Investor – February 2016](#)
- [10 Most Undervalued Companies for the Enterprising Investor – February 2016](#)
- [19 Best Stocks For Value Investors This Week – 1/9/16](#)

Other ModernGraham posts about related companies

- [Zions Bancorp Valuation – June 2016 \\$ZION](#)
- [Regions Financial Corp – June 2016 \\$RF](#)
- [Wells Fargo & Co Valuation – June 2016 \\$WFC](#)
- [Huntington Bancshares Inc Valuation – June 2016 \\$HBAN](#)
- [State Street Corp Valuation – June 2016 \\$STT](#)
- [KeyCorp Valuation – June 2016 \\$KEY](#)
- [PNC Financial Services Group Inc Valuation – June 2016 \\$PNC](#)
- [People's United Financial Inc Valuation – June 2016 \\$PBCT](#)
- [BB&T Corporation Valuation – May 2016 \\$BBT](#)
- [SunTrust Banks Inc Valuation – February 2016 \\$STI](#)