# **ModernGraham Valuation**

### **Company Name:**

Company Ticker CMA Date of Analysis Comerica Incorporated



### 8/22/2016

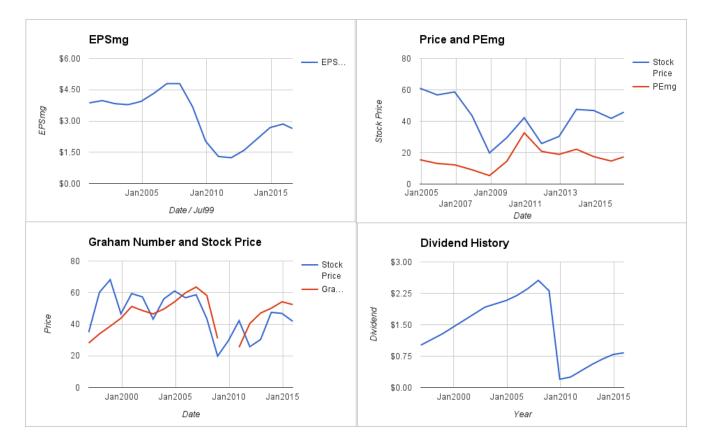
## Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass all 6 of the following tests.

Delensive investor, in	iusi pass all 0 01 the following lesis.				
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$7,940,463,120 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	64.23% Pass		
	5. Moderate PEmg Ratio	PEmg < 20	17.33 Pass		
	6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.05 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	2.64			
	MG Growth Estimate	9.70%			
	MG Value	\$73.70			
	MG Value based on 3% Growth	\$38.29			
	MG Value based on 0% Growth	\$22.45			
	Market Implied Growth Rate	4.41%			
MG Opinion					
	Current Price	\$45.76			
	% of Intrinsic Value	62.09%			
	Opinion	Undervalued			
	MG Grade	C-			
Stage 3: Infor	mation for Further Research				
	Graham Number	\$45.50			
	PEmg	17.33			
	PB Ratio	1.05			
	Dividend Yield	1.86%			
	Number of Consecutive Years of Dividend				
	Growth	7			
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EPS History		EPSmg History	
Next Fiscal Year Estimate	¢2 08	Next Fiscal Year Estimate	\$2.64
Dec2015	\$2.84	Dec2015	\$2.85
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Dec2014	\$3.16		\$2.68
Dec2013	\$2.85		\$2.14
Dec2012	\$2.67	Dec2012	\$1.60
Dec2011	\$2.09	Dec2011	\$1.24
Dec2010	\$0.88	Dec2010	\$1.30
Dec2009	-\$0.79	Dec2009	\$2.04
Dec2008	\$1.28	Dec2008	\$3.68
Dec2007	\$4.43	Dec2007	\$4.79
Dec2006	\$5.49	Dec2006	\$4.79
Dec2005	\$5.11	Dec2005	\$4.33
Dec2004	\$4.36	Dec2004	\$3.94
Dec2003	\$3.75	Dec2003	\$3.78
Dec2002	\$3.40	Dec2002	\$3.83
Dec2001	\$3.88	Dec2001	\$3.98
Dec2000	\$4.31	Dec2000	\$3.87
Dec1999	\$4.14	Balance Sheet Information	6/1/2016
Dec1998	\$3.72	Long-Term Debt & Capital Lease Obligation	\$5,921,000,000
Dec1997	\$3.19	Total Assets	\$71,280,000,000
Dec1996	\$2.38	Intangible Assets	\$0
		Total Liabilities	\$63,586,000,000
		Shares Outstanding (Diluted Average)	177,000,000





#### 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.

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