

ModernGraham Valuation

Company Name:

Metlife Inc

Company Ticker MET

Date of Analysis

8/5/2016



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	\$40,896,435,536	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	117.09%	Pass
5. Moderate PEmg Ratio	PEmg < 20	9.56	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.58	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	4.31
MG Growth Estimate	10.41%
MG Value	\$126.25
MG Value based on 3% Growth	\$62.43
MG Value based on 0% Growth	\$36.60
Market Implied Growth Rate	0.53%

MG Opinion

Current Price	\$41.14
% of Intrinsic Value	32.59%
Opinion	Undervalued
MG Grade	B

Stage 3: Information for Further Research

Graham Number	\$86.55
PEmg	9.56
PB Ratio	0.58
Dividend Yield	3.71%
Number of Consecutive Years of Dividend Growth	4

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	\$4.62	Next Fiscal Year Estimate	\$4.31
Dec2015	\$4.57	Dec2015	\$4.12
Dec2014	\$5.42	Dec2014	\$3.85
Dec2013	\$2.91	Dec2013	\$2.73
Dec2012	\$1.12	Dec2012	\$2.54
Dec2011	\$6.29	Dec2011	\$3.24
Dec2010	\$3.00	Dec2010	\$2.32
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	Balance Sheet Information 6/1/2016	
Dec1998	\$0.00	Long-Term Debt & Capital Lease Obligation	\$19,754,000,000
Dec1997	\$0.00	Total Assets	\$942,567,000,000
Dec1996	\$0.00	Intangible Assets	\$9,852,000,000
		Total Liabilities	\$863,388,000,000
		Shares Outstanding (Diluted Average)	1,109,100,000





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:

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posts about the
company

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[Dividend Investors Should Research These 10 Stocks – July 2016](#)
[Stocks Trading Below Their Graham Number – June 2016](#)
[10 Companies for Enterprising Dividend Investors – June 2016](#)
[10 Low PE Stocks for the Enterprising Investor – June 2016](#)

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[Cigna Corp Valuation – July 2016 \\$CI](#)
[Progressive Corporation Valuation – June 2016 \\$PGR](#)
[Cincinnati Financial Corporation Valuation – May 2016 \\$CINF](#)
[Lincoln National Corporation Valuation – May 2016 \\$LNC](#)
[Allstate Corporation Valuation – May 2016 \\$ALL](#)
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