

# ModernGraham Valuation

Company Name:

Unum Group

Company Ticker UNM

Date of Analysis

8/31/2016



## 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	\$8,481,764,612	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	15.74%	Fail
5. Moderate PEmg Ratio	PEmg < 20	13.98	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>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	2.55
MG Growth Estimate	1.61%
<b>MG Value</b>	<b>\$29.87</b>
MG Value based on 3% Growth	\$36.94
MG Value based on 0% Growth	\$21.65
Market Implied Growth Rate	2.74%

### MG Opinion

Current Price	\$35.61
% of Intrinsic Value	119.22%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>B</b>

## Stage 3: Information for Further Research

Graham Number	\$41.77
PEmg	13.98
PB Ratio	0.92
Dividend Yield	2.08%
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	\$1.99	Next Fiscal Year Estimate	\$2.55
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	\$0.14
Dec2003	-\$1.31	Dec2003	\$0.69
Dec2002	\$1.66	Dec2002	\$1.65
Dec2001	\$2.21	Dec2001	\$1.68
Dec2000	\$2.22	Dec2000	\$1.49
Dec1999	-\$0.77	<b>Balance Sheet Information 6/1/2016</b>	
Dec1998	\$2.54	Current Portion of Long-Term Debt	\$350,700,000
Dec1997	\$2.57	Total Assets	\$63,853,100,000
Dec1996	\$1.61	Intangible Assets	\$226,700,000
		Total Liabilities	\$54,696,100,000
		Shares Outstanding (Diluted Average)	237,319,000





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

- [10 Low PE Stocks for the Defensive Investor – May 2016](#)
- [Stocks Trading Below Their Graham Number – May 2016](#)
- [Unum Group Valuation – March 2016 \\$UNM](#)
- [Stocks Trading Below Their Graham Number – March 2016](#)
- [Stocks Trading Below Their Graham Number – February 2016](#)

Other  
ModernGraham  
posts about related  
companies

- Assurant Inc Valuation – August 2016 \$AIZ
- American International Group Inc Valuation – August 2016 \$AIG
- Humana Inc Valuation – August 2016 \$HUM
- Chubb Limited Valuation – August 2016 \$CB
- Torchmark Corporation Valuation – August 2016 \$TMK
- Anthem Inc Valuation – August 2016 \$ANTM
- American Financial Group Inc Valuation – August 2016 \$AFG
- AFLAC Inc Valuation – August 2016 \$AFL
- Hartford Financial Services Group Inc Valuation – August 2016 \$HIG
- MetLife Inc Valuation – August 2016 \$MET