

ModernGraham Valuation

Company Name:

Company Ticker AHL

Date of Analysis

Aspen Insurance
Holdings Limited

12/13/2016



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	\$3,236,692,574	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	14.30%	Fail
4. Earnings Growth	PEmg < 20	11.91	Pass
5. Moderate PEmg Ratio			
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.85	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	4.51
MG Growth Estimate	15.00%
MG Value	\$173.48
MG Value based on 3% Growth	\$65.34
MG Value based on 0% Growth	\$38.30
Market Implied Growth Rate	1.70%

MG Opinion

Current Price	\$53.65
% of Intrinsic Value	30.93%
Opinion	Undervalued
MG Grade	B-

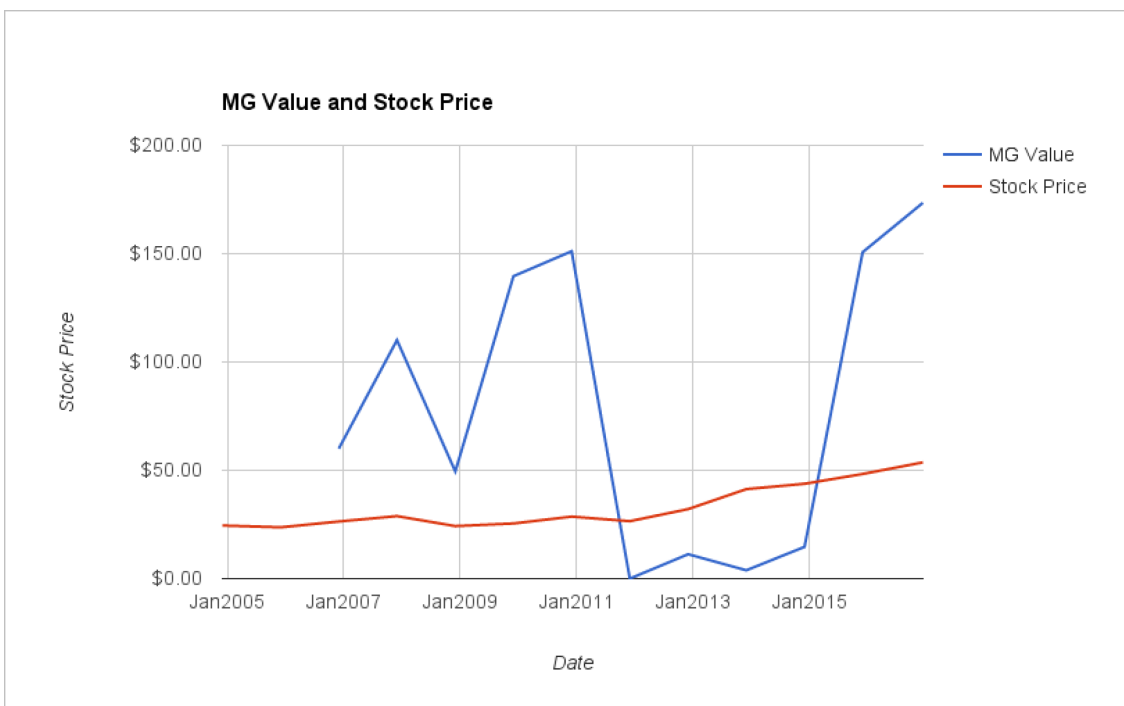
Stage 3: Information for Further Research

Graham Number	\$82.44
PEmg	11.91
PB Ratio	0.85
Dividend Yield	1.60%
Number of Consecutive Years of Dividend Growth	5

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	\$4.66	Next Fiscal Year Estimate	\$4.51
Dec2015	\$4.54	Dec2015	\$3.95
Dec2014	\$4.82	Dec2014	\$3.38
Dec2013	\$4.14	Dec2013	\$2.77
Dec2012	\$3.39	Dec2012	\$2.19
Dec2011	-\$1.88	Dec2011	\$1.99
Dec2010	\$3.62	Dec2010	\$3.93
Dec2009	\$5.64	Dec2009	\$3.63
Dec2008	\$1.21	Dec2008	\$2.46
Dec2007	\$5.41	Dec2007	\$2.86
Dec2006	\$3.75	Dec2006	\$1.56
Dec2005	-\$2.40	Dec2005	\$0.56
Dec2004	\$2.74	Dec2004	\$1.77
Dec2003	\$2.56	Dec2003	\$1.09
Dec2002	\$0.89	Dec2002	\$0.30
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Dec2000	\$0.00
Dec1999	\$0.00	Balance Sheet Information 9/1/2016	
Dec1998	\$0.00	Long-Term Debt & Capital Lease Obligation	\$662,000,000
Dec1997	\$0.00	Total Assets	\$12,145,700,000
Dec1996	\$0.00	Intangible Assets	\$73,100,000
		Total Liabilities	\$8,242,900,000
		Shares Outstanding (Diluted Average)	61,577,000





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 [Aspen Insurance Holdings Limited Analysis – Initial Coverage \\$AHL](#)

Other ModernGraham posts about related companies

- [Travelers Companies Inc Valuation – November 2016 \\$TRV](#)
- [Allstate Corp Valuation – November 2016 \\$ALL](#)
- [Unum Group Valuation – August 2016 \\$UNM](#)
- [Principal Financial Group Inc Valuation – August 2016 \\$PFG](#)
- [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](#)