

ModernGraham Valuation

Company Name:

Company Ticker TSE:SLF

Date of Analysis

1/25/2017

Sun Life Financial
Inc



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	\$31,930,750,865	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	24.13%	Fail
4. Earnings Growth	PEmg < 20	22.82	Fail
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.93	Pass
6. Moderate Price to Assets			

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	2.28
MG Growth Estimate	9.95%
MG Value	\$64.85
MG Value based on 3% Growth	\$33.11
MG Value based on 0% Growth	\$19.41
Market Implied Growth Rate	7.16%

MG Opinion

Current Price	\$52.11
% of Intrinsic Value	80.35%
Opinion	Fairly Valued
MG Grade	C

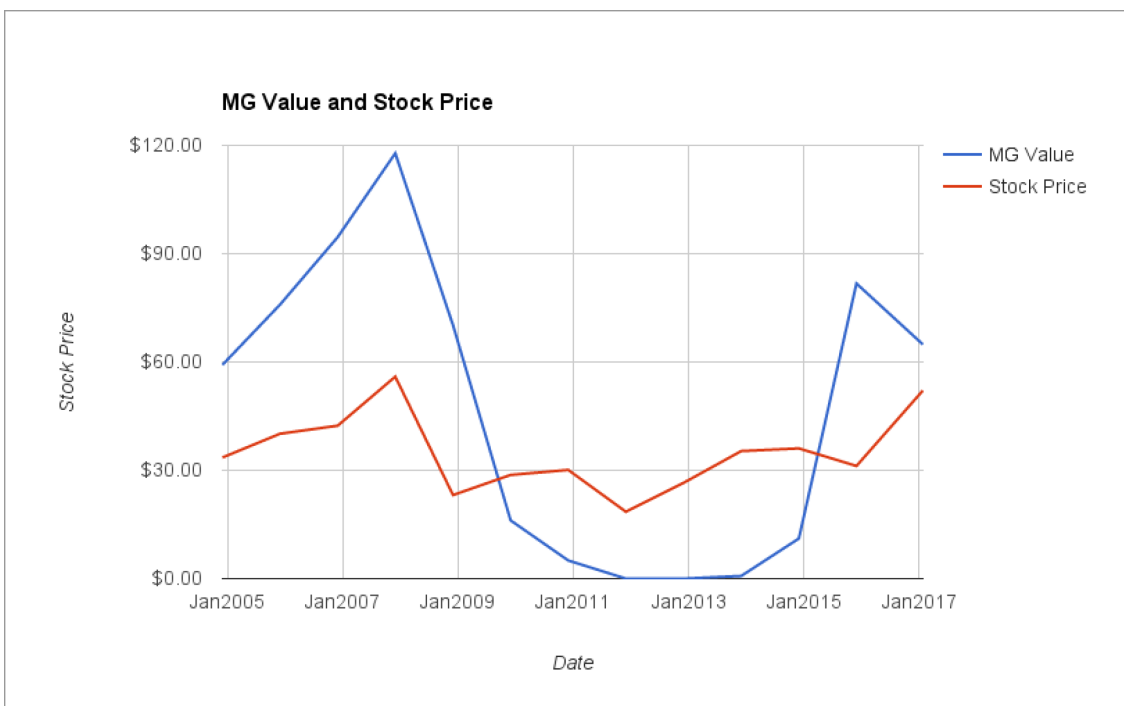
Stage 3: Information for Further Research

Graham Number	\$34.70
PEmg	22.82
PB Ratio	1.93
Dividend Yield	2.31%
Number of Consecutive Years of Dividend Growth	1

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	\$2.19	Next Fiscal Year Estimate	\$2.28
Dec2015	\$2.59	Dec2015	\$2.12
Dec2014	\$2.48	Dec2014	\$1.81
Dec2013	\$1.46	Dec2013	\$1.43
Dec2012	\$2.62	Dec2012	\$1.37
Dec2011	-\$0.63	Dec2011	\$1.01
Dec2010	\$2.37	Dec2010	\$1.97
Dec2009	\$0.89	Dec2009	\$1.95
Dec2008	\$1.11	Dec2008	\$2.53
Dec2007	\$3.84	Dec2007	\$3.06
Dec2006	\$3.10	Dec2006	\$2.46
Dec2005	\$2.69	Dec2005	\$1.97
Dec2004	\$2.29	Dec2004	\$1.54
Dec2003	\$1.64	Dec2003	\$1.08
Dec2002	\$0.44	Dec2002	\$0.74
Dec2001	\$1.18	Dec2001	\$0.76
Dec2000	\$1.37	Dec2000	\$0.46
Dec1999	\$0.00	Balance Sheet Information 9/1/2016	
Dec1998	\$0.00	Long-Term Debt & Capital Lease Obligation	\$3,916,692,000
Dec1997	\$0.00	Total Assets	\$198,128,624,000
Dec1996	\$0.00	Intangible Assets	\$5,320,415,000
		Total Liabilities	\$181,392,280,000
		Shares Outstanding (Diluted Average)	619,000,000





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.

Recommended Reading:

Other
ModernGraham
posts about the
company

#N/A

Other
ModernGraham
posts about related
companies

[Capstead Mortgage Corporation Valuation – Initial Coverage \\$CMO](#)
[Affiliated Managers Group Inc Valuation – January 2017 \\$AMG](#)
[Investment Technology Group Valuation – Initial Coverage \\$ITG](#)
[Calamos Asset Management Inc Valuation – Initial Coverage \\$CLMS](#)
[Corelogic Inc Valuation – Initial Coverage \\$CLGX](#)
[CI Financial Corp Valuation – Initial Coverage \\$TSE-CIX](#)
[Stifel Financial Corp Valuation – Initial Coverage \\$SF](#)
[SEI Investments Company Valuation – Initial Coverage \\$SEIC](#)
[INTL Fcstone Inc Valuation – Initial Coverage \\$INTL](#)
[SLM Corp Valuation – December 2016 \\$SLM](#)