ModernGraham Valuation

Company Name:

Sterling Bancorp

Company Ticker
Date of Analysis

STL

2/26/2017



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

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

Adequate Size of the Enterprise Market Cap > \$2Bil \$3,340,916,472 Pass
 Earnings Stability Positive EPS for 10 years prior Pass
 Dividend Record Dividend Payments for 10 years prior Pass Increase of 33% in EPS in past 10

years using 3 year averages at

4. Earnings Growthbeginning and end64.29%Pass5. Moderate PEmg RatioPEmg < 20</td>26.69Fail6. Moderate Price to AssetsPB Ratio < 2.5 OR PB*PEmg < 50</td>1.78Pass

Enterprising Investor; must pass all 3 of the following tests, or be suitable for the Defensive Investor.

1. Earnings StabilityPositive EPS for 5 years priorPass2. Dividend RecordCurrently Pays DividendPass3. Earnings GrowthEPSmg greater than 5 years agoPass

Suitability

Defensive No Enterprising Yes

Stage 2: Determination of Intrinsic Value

 EPSmg
 0.93

 MG Growth Estimate
 12.30%

 MG Value
 \$30.76

 MG Value based on 3% Growth
 \$13.48

 MG Value based on 0% Growth
 \$7.90

 Market Implied Growth Rate
 9.09%

MG Opinion

Current Price \$24.80 % of Intrinsic Value 80.63%

Opinion Fairly Valued

MG Grade C-

Stage 3: Information for Further Research

 Graham Number
 \$20.19

 PEmg
 26.69

 PB Ratio
 1.78

 Dividend Yield
 1.13%

Number of Consecutive Years of Dividend
Growth 0

Morningstar

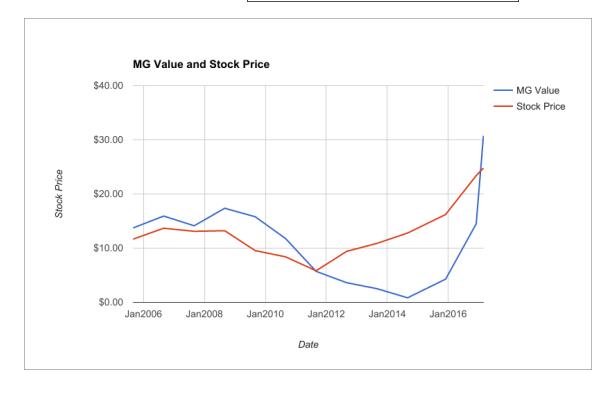
Useful Links: ModernGraham tagged articles

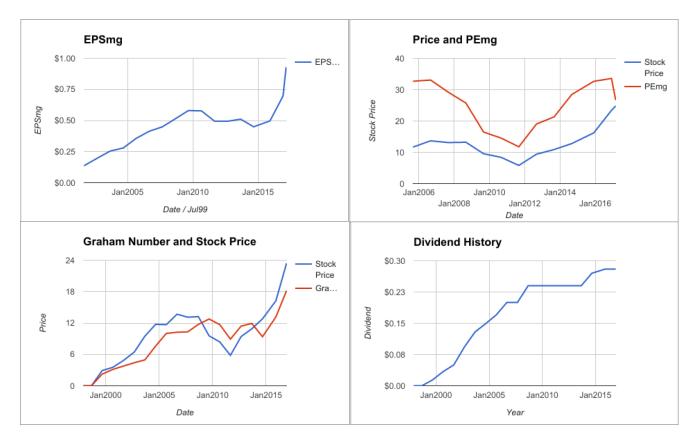
 Google Finance
 MSN Money

 Yahoo Finance
 Seeking Alpha

 GuruFocus
 SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$1.32	Next Fiscal Year Estimate	\$0.93
Dec2016	\$1.07	Dec2016	\$0.70
Dec2015	\$0.60	Dec2015	\$0.50
Sep2014	\$0.34	Sep2014	\$0.45
Sep2013	\$0.58	Sep2013	\$0.51
Sep2012	\$0.52	Sep2012	\$0.49
Sep2011	\$0.31	Sep2011	\$0.49
Sep2010	\$0.54	Sep2010	\$0.58
Sep2009	\$0.67	Sep2009	\$0.58
Sep2008	\$0.61	Sep2008	\$0.51
Sep2007	\$0.48	Sep2007	\$0.45
Sep2006	\$0.49	Sep2006	\$0.41
Sep2005	\$0.49	Sep2005	\$0.36
Sep2004	\$0.29	Sep2004	\$0.28
Sep2003	\$0.33	Sep2003	\$0.25
Sep2002	\$0.28	Sep2002	\$0.20
Sep2001	\$0.22	Sep2001	\$0.14
Sep2000	\$0.17	Balance Sheet Information	12/1/2016
		Long-Term Debt & Capital Lease	
Sep1999	\$0.09	Obligation	\$2,056,612,000
Sep1998	\$0.00	Total Assets	\$14,178,447,000
Dec1997	\$0.00	Intangible Assets	\$762,953,000
		Total Liabilities	\$12,323,264,000
		Shares Outstanding (Diluted Average)	132,996,000





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 Central Pacific Financial Corp Valuation - Initial Coverage \$CPF

<u>Synovus Financial Corp Valuation – Initial Coverage \$SNV</u>

U.S. Bancorp Valuation - February 2017 \$USB

Columbia Banking System Inc Valuation - Initial Coverage \$COLB

Canadian Imperial Bank of Commerce Valuation – Initial Coverage \$TSE:CM

SVB Financial Group Valuation – Initial Coverage \$SIVB

Bank of New York Mellon Corp Valuation – January 2017 \$BK

Simmons First National Corporation Valuation - Initial Coverage \$SFNC

ServisFirst Bancshares Inc Valuation - Initial Coverage \$SFBS

<u>Ingredion Inc Valuation – Initial Coverage \$INGR</u>