

ModernGraham Valuation

Company Name:

Assurant, Inc.

Company Ticker AIZ

Date of Analysis

3/17/2017



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

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

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$5,488,507,770	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
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		
4. Earnings Growth		74.22%	Pass
5. Moderate PEmg Ratio	PEmg < 20	16.14	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.50	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	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	6.14
MG Growth Estimate	2.41%
MG Value	\$81.81
MG Value based on 3% Growth	\$89.03
MG Value based on 0% Growth	\$52.19
Market Implied Growth Rate	3.82%

MG Opinion

Current Price	\$99.08
% of Intrinsic Value	121.10%
Opinion	Overvalued
MG Grade	B-

Stage 3: Information for Further Research

Graham Number	\$98.92
PEmg	16.14
PB Ratio	1.50
Dividend Yield	2.05%
Number of Consecutive Years of Dividend Growth	14

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	\$6.05	Next Fiscal Year Estimate	\$6.14
Dec2016	\$9.13	Dec2016	\$6.10
Dec2015	\$2.05	Dec2015	\$4.78
Dec2014	\$6.44	Dec2014	\$5.86
Dec2013	\$6.30	Dec2013	\$5.29
Dec2012	\$5.67	Dec2012	\$4.59
Dec2011	\$5.51	Dec2011	\$4.09
Dec2010	\$2.50	Dec2010	\$3.64
Dec2009	\$3.63	Dec2009	\$4.26
Dec2008	\$3.76	Dec2008	\$4.44
Dec2007	\$5.38	Dec2007	\$4.43
Dec2006	\$5.57	Dec2006	\$2.91
Dec2005	\$3.50	Dec2005	\$1.02
Dec2004	\$2.53	Dec2004	-\$0.36
Dec2003	\$1.70	Dec2003	-\$1.58
Dec2002	-\$9.17	Dec2002	-\$2.65
Dec2001	\$0.90	Dec2001	\$0.53
Dec2000	\$0.86		
Dec1999	\$0.00		
Dec1998	\$0.00		
Dec1997	\$0.00		
		Balance Sheet Information	12/1/2016
		Long-Term Debt & Capital Lease Obligation	\$1,067,020,000
		Total Assets	\$29,709,128,000
		Intangible Assets	\$1,103,431,000
		Total Liabilities	\$25,611,028,000
		Shares Outstanding (Diluted Average)	61,935,000





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

- [Assurant Inc Valuation – February 2016 \\$AIZ](#)
- [Assurant Inc. Valuation – November 2015 Update \\$AIZ](#)
- [The Best Companies of the Insurance Industry – October 2015](#)
- [The 20 Best Stocks For Value Investors This Week – 8/15/15](#)
- [Assurant Inc. Analysis – August 2015 Update \\$AIZ](#)

Other ModernGraham posts about related companies

- [American International Group Inc Valuation – March 2017 \\$AIG](#)
- [Torchmark Corporation Valuation – March 2017 \\$TMK](#)
- [Humana Inc Valuation – Initial Coverage \\$HUM](#)
- [Chubb Ltd Valuation – March 2017 \\$CB](#)
- [Stewart Information Services Corp Valuation – Initial Coverage \\$STC](#)
- [Loews Corporation – February 2017 \\$L](#)
- [Kemper Corp Valuation – Initial Coverage \\$KMPR](#)
- [CNO Financial Group Inc Valuation – January 2017 \\$CNO](#)
- [Anthem Inc Valuation – January 2017 \\$ANTM](#)
- [American Financial Group Inc Valuation – January 2017 \\$AFG](#)