

# ModernGraham Valuation

## Company Name:

Company Ticker ONB

Date of Analysis

7/21/2017

Old National  
Bancorp



## 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	\$2,275,268,310	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	104.58%	Pass
4. Earnings Growth	PEmg < 20	16.21	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.23	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	Yes
Enterprising	Yes

## Stage 2: Determination of Intrinsic Value

EPSmg	1.03
MG Growth Estimate	4.21%
<b>MG Value</b>	<b>\$17.49</b>
MG Value based on 3% Growth	\$14.98
MG Value based on 0% Growth	\$8.78
Market Implied Growth Rate	3.85%

### MG Opinion

Current Price	\$16.75
% of Intrinsic Value	95.75%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>B+</b>

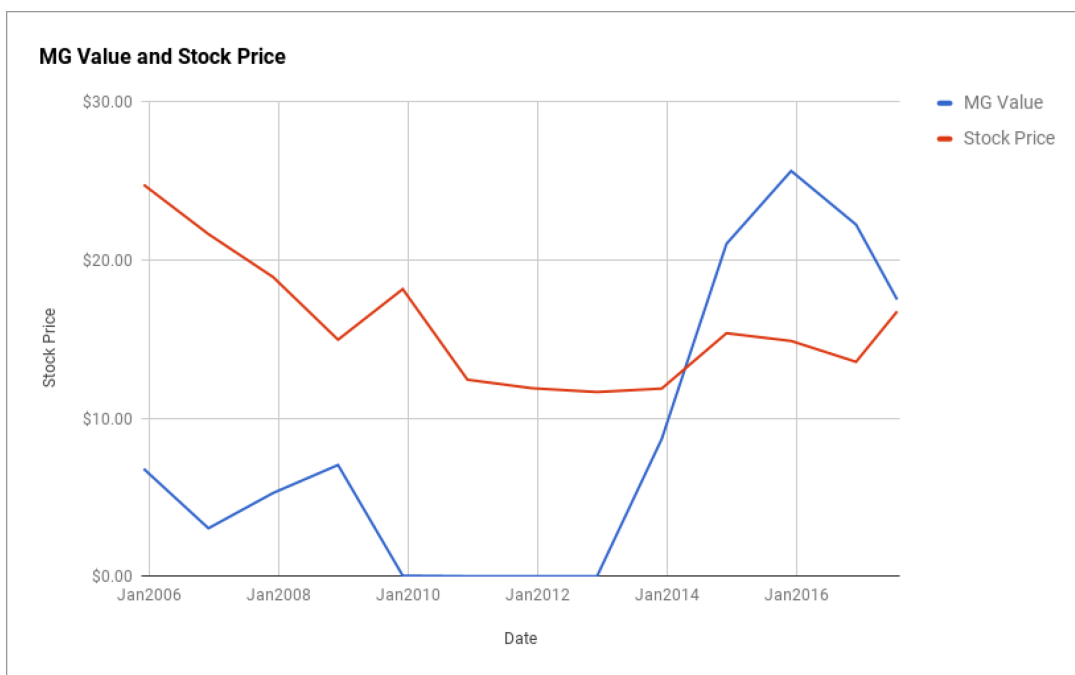
## Stage 3: Information for Further Research

Graham Number	\$18.06
PEmg	16.21
PB Ratio	1.23
Dividend Yield	3.10%
Number of Consecutive Years of Dividend Growth	5

### 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	\$1.08	Next Fiscal Year Estimate	\$1.03
Dec2016	\$1.05	Dec2016	\$1.00
Dec2015	\$1.00	Dec2015	\$0.96
Dec2014	\$0.95	Dec2014	\$0.90
Dec2013	\$1.00	Dec2013	\$0.81
Dec2012	\$0.95	Dec2012	\$0.69
Dec2011	\$0.76	Dec2011	\$0.60
Dec2010	\$0.44	Dec2010	\$0.61
Dec2009	\$0.14	Dec2009	\$0.75
Dec2008	\$0.95	Dec2008	\$1.04
Dec2007	\$1.14	Dec2007	\$1.07
Dec2006	\$1.20	Dec2006	\$1.06
Dec2005	\$0.93	Dec2005	\$1.04
Dec2004	\$0.90	Dec2004	\$1.11
Dec2003	\$0.93	Dec2003	\$1.21
Dec2002	\$1.67	Dec2002	\$1.31
Dec2001	\$1.29	Dec2001	\$1.12
Dec2000	\$0.85	<b>Balance Sheet Information 3/1/2017</b>	
Dec1999	\$1.30	Long-Term Debt & Capital Lease Obligation	\$1,660,051,000
Dec1998	\$1.01	Total Assets	\$14,869,645,000
Dec1997	\$1.04	Intangible Assets	\$715,121,000
		Total Liabilities	\$13,023,286,000
		Shares Outstanding (Diluted Average)	135,431,000





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

[Dime Community Bancshares Inc Valuation – Initial Coverage \\$DCOM](#)  
[LegacyTexas Financial Group Inc Valuation – Initial Coverage \\$LTXB](#)  
[SunTrust Banks Inc Valuation – April 2017 \\$STI](#)  
[Toronto-Dominion Bank Valuation – Initial Coverage \\$TSE:TD](#)  
[Texas Capital Bancshares Inc Valuation – Initial Coverage \\$TCBI](#)  
[TCF Financial Corp Valuation – Initial Coverage \\$TCB](#)  
[Canadian Western Bank Valuation – Initial Coverage \\$TSE:CWB](#)  
[CVB Financial Corp Valuation – Initial Coverage \\$CVBF](#)  
[Customers Bancorp Inc Valuation – Initial Coverage \\$CUBI](#)  
[Comerica Inc Valuation – March 2017 \\$CMA](#)