

ModernGraham Valuation

Company Name:

Opus Bank

Company Ticker OPB

Date of Analysis

8/22/2017



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	\$727,869,597	Fail
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. Dividend Record	Dividend Payments for 10 years prior		Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	11866566.67%	Pass
4. Earnings Growth	PEmg < 20	15.65	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	0.86	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	Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	1.44
MG Growth Estimate	-1.86%
MG Value	\$6.90
MG Value based on 3% Growth	\$20.89
MG Value based on 0% Growth	\$12.25
Market Implied Growth Rate	3.58%

MG Opinion

Current Price	\$22.55
% of Intrinsic Value	326.81%
Opinion	Overvalued
MG Grade	C

Stage 3: Information for Further Research

Graham Number	\$29.57
PEmg	15.65
PB Ratio	0.86
Dividend Yield	2.35%
Number of Consecutive Years of Dividend Growth	2

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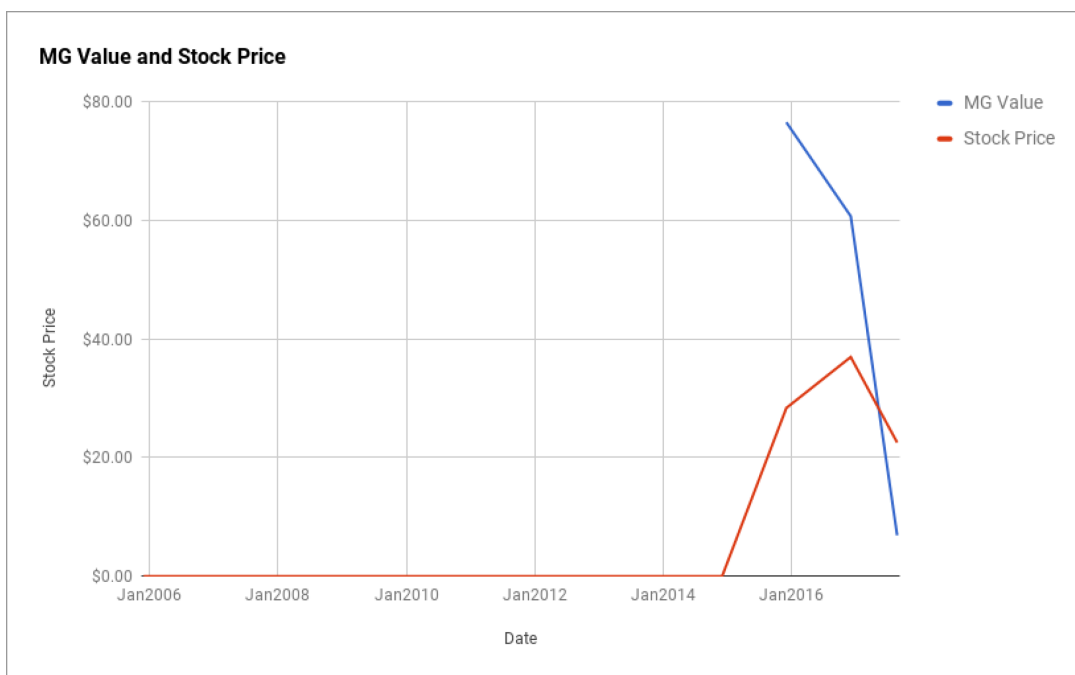
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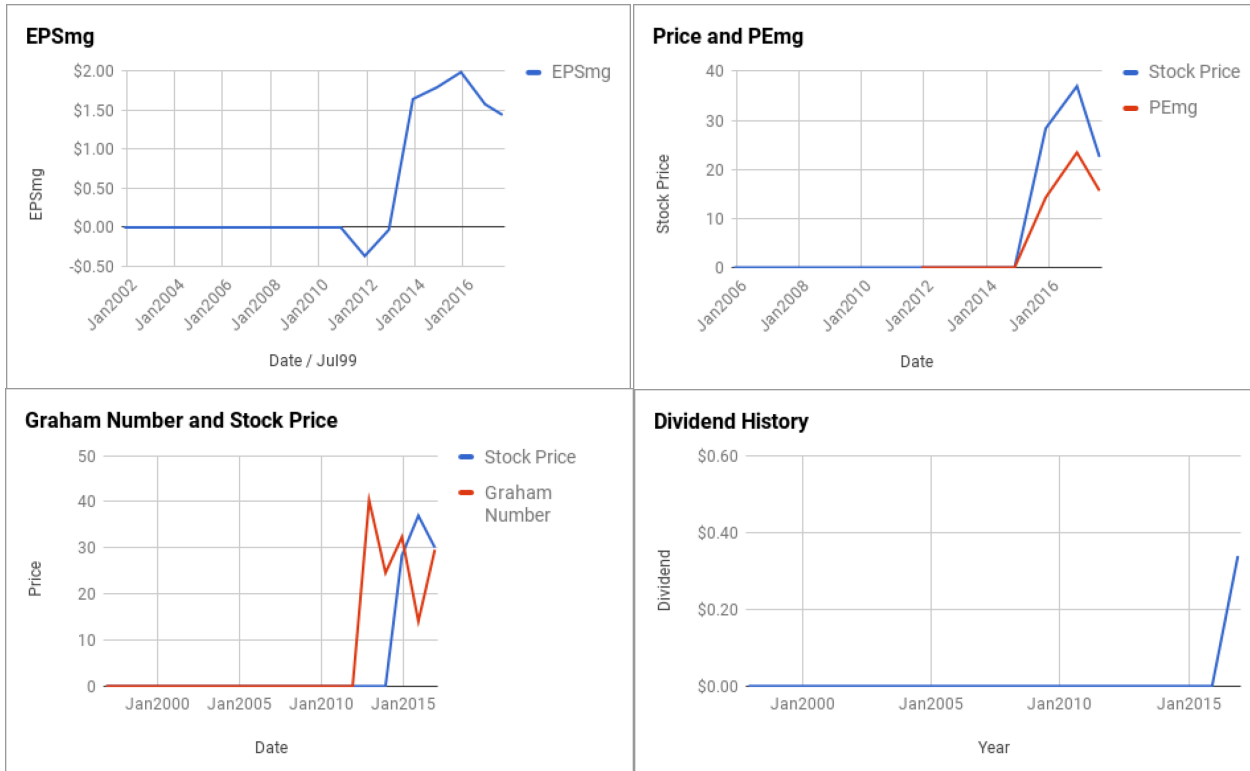
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EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
	\$1.44		\$1.44
Dec2016	\$0.33	Dec2016	\$1.58
Dec2015	\$1.79	Dec2015	\$1.99
Dec2014	\$1.38	Dec2014	\$1.79
Dec2013	\$4.96	Dec2013	\$1.64
Dec2012	\$0.79	Dec2012	-\$0.03
Dec2011	-\$1.10	Dec2011	-\$0.37
Dec2010	\$0.00	Dec2010	\$0.00
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Dec2001	\$0.00
Dec2000	\$0.00	Balance Sheet Information 12/1/2016	
		Long-Term Debt & Capital Lease Obligation	\$197,479,000
Dec1999	\$0.00	Total Assets	\$7,882,563,000
Dec1998	\$0.00	Intangible Assets	\$382,550,000
Dec1997	\$0.00	Total Liabilities	\$6,956,628,000
		Shares Outstanding (Diluted Average)	35,513,000





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:

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ModernGraham
posts about the
company

#N/A

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[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](#)
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