

# ModernGraham Valuation

JPMorgan Chase &  
Co.



Company Name:

Company Ticker JPM

Date of Analysis

2/24/2018

## 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	\$407,033,491,576	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
3. Dividend Record	Dividend Payments for 10 years prior		Pass
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	88.97%	Pass
5. Moderate PEmg Ratio	PEmg < 20	17.65	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.61	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

<b>Defensive</b>	<b>Yes</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	6.65
MG Growth Estimate	5.68%
<b>MG Value</b>	<b>\$131.95</b>
MG Value based on 3% Growth	\$96.38
MG Value based on 0% Growth	\$56.50
Market Implied Growth Rate	4.57%

### MG Opinion

Current Price	\$117.31
% of Intrinsic Value	88.90%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>C+</b>

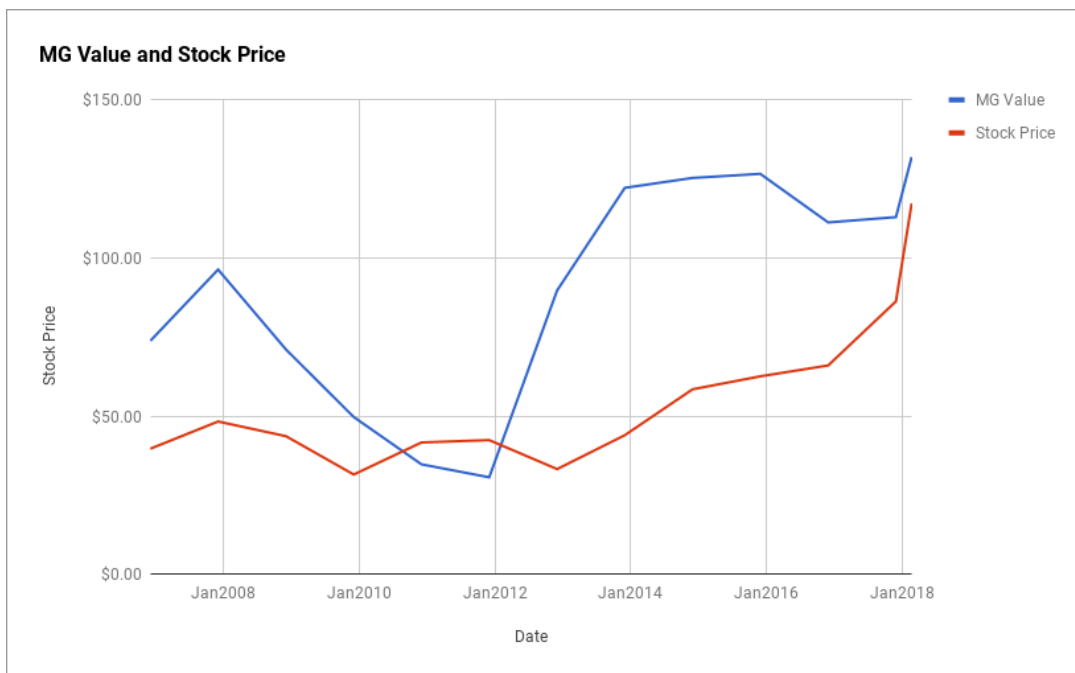
## Stage 3: Information for Further Research

Graham Number	\$107.91
PEmg	17.65
PB Ratio	1.61
Dividend Yield	1.81%
Number of Consecutive Years of Dividend Growth	7

### 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	\$7.72	Next Fiscal Year Estimate	\$6.65
Dec2017	\$6.31	Dec2017	\$5.95
Dec2016	\$6.19	Dec2016	\$5.65
Dec2015	\$6.00	Dec2015	\$5.27
Dec2014	\$5.29	Dec2014	\$4.82
Dec2013	\$4.34	Dec2013	\$4.41
Dec2012	\$5.20	Dec2012	\$4.11
Dec2011	\$4.48	Dec2011	\$3.47
Dec2010	\$3.96	Dec2010	\$3.05
Dec2009	\$2.26	Dec2009	\$2.69
Dec2008	\$1.35	Dec2008	\$2.85
Dec2007	\$4.38	Dec2007	\$3.44
Dec2006	\$4.04	Dec2006	\$2.78
Dec2005	\$2.38	Dec2005	\$2.01
Dec2004	\$1.55	Dec2004	\$1.84
Dec2003	\$3.24	Dec2003	\$2.08
Dec2002	\$0.80	Dec2002	\$1.73
Dec2001	\$0.80		
Dec2000	\$2.86		
Dec1999	\$3.69		
Dec1998	\$2.83		
		<b>Balance Sheet Information</b>	<b>12/1/2017</b>
		Long-Term Debt & Capital Lease Obligation	\$284,080,000,000
		Total Assets	\$2,533,600,000,000
		Intangible Assets	\$54,392,000,000
		Total Liabilities	\$2,277,907,000,000
		Shares Outstanding (Diluted Average)	3,512,200,000





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**

- [10 Low PE Stocks for the Defensive Investor – July 2016](#)
- [5 Undervalued Dow Components to Research – July 2016](#)
- [10 Low PE Stocks for the Defensive Investor – June 2016](#)
- [10 Low PE Stocks for the Defensive Investor – May 2016](#)
- [18 Best Stocks For Value Investors This Week – 1/30/16](#)

**Other ModernGraham posts about related companies**

- [Opus Bank Valuation – Initial Coverage \\$OPB](#)
- [Wells Fargo & Co Valuation – August 2017 \\$WFC](#)
- [Old National Bancorp Valuation – Initial Coverage \\$ONB](#)
- [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](#)