

ModernGraham Valuation

Company Name:

Fifth Third Bancorp

Company Ticker FITB

Date of Analysis

3/20/2018



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	\$23,658,136,842	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		181.45%	Pass
5. Moderate PEmg Ratio	PEmg < 20	14.84	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.47	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	2.26
MG Growth Estimate	5.88%
MG Value	\$45.76
MG Value based on 3% Growth	\$32.76
MG Value based on 0% Growth	\$19.20
Market Implied Growth Rate	3.17%

MG Opinion

Current Price	\$33.53
% of Intrinsic Value	73.27%
Opinion	Undervalued
MG Grade	B

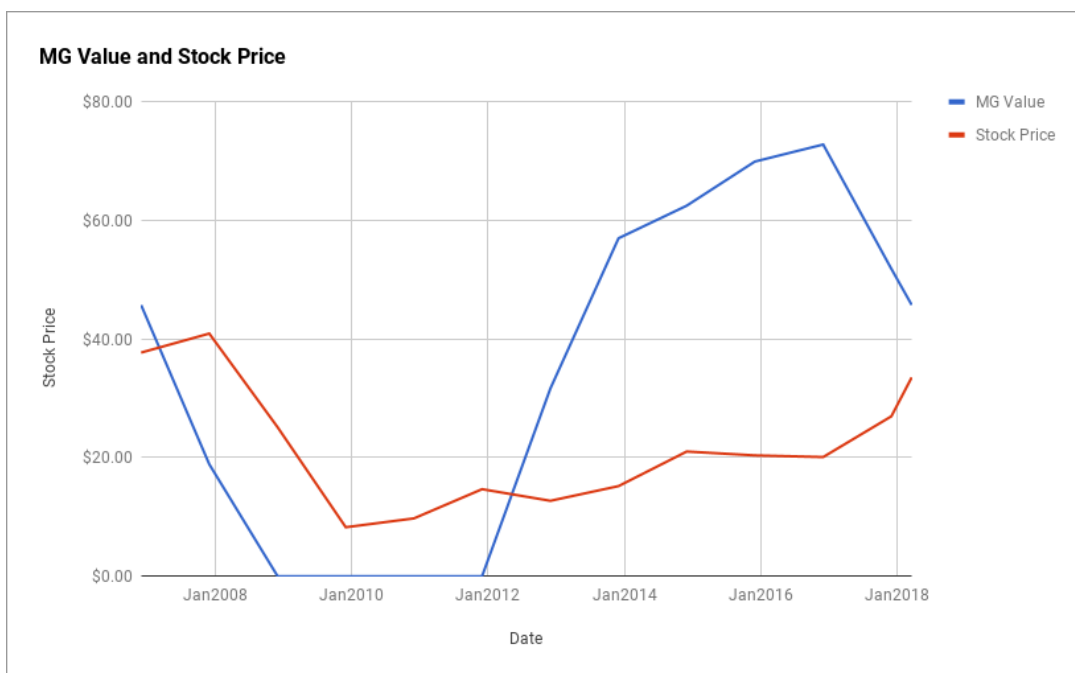
Stage 3: Information for Further Research

Graham Number	\$32.90
PEmg	14.84
PB Ratio	1.47
Dividend Yield	1.79%
Number of Consecutive Years of Dividend Growth	7

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		Next Fiscal Year Estimate	\$2.26
Dec2017	\$2.83	Dec2017	\$2.22
Dec2016	\$1.93	Dec2016	\$1.89
Dec2015	\$2.01	Dec2015	\$1.82
Dec2014	\$1.66	Dec2014	\$1.62
Dec2013	\$2.02	Dec2013	\$1.48
Dec2012	\$1.66	Dec2012	\$0.82
Dec2011	\$1.18	Dec2011	\$0.31
Dec2010	\$0.63	Dec2010	\$0.01
Dec2009	\$0.67	Dec2009	\$0.05
Dec2008	-\$3.91	Dec2008	\$0.20
Dec2007	\$1.99	Dec2007	\$2.34
Dec2006	\$2.13	Dec2006	\$2.56
Dec2005	\$2.77	Dec2005	\$2.70
Dec2004	\$2.68	Dec2004	\$2.57
Dec2003	\$3.03	Dec2003	\$2.38
Dec2002	\$2.59	Dec2002	\$1.95
Dec2001	\$1.70	Balance Sheet Information 12/1/2017	
Dec2000	\$1.83	Long-Term Debt & Capital Lease Obligation	\$14,904,000,000
Dec1999	\$1.43	Total Assets	\$142,193,000,000
Dec1998	\$1.19	Intangible Assets	\$3,330,000,000
		Total Liabilities	\$125,828,000,000
		Shares Outstanding (Diluted Average)	716,646,000





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

[Fifth Third Bancorp Valuation – July 2016 \\$FITB](#)
[Stocks Trading Below Their Graham Number – May 2016](#)
[Stocks Trading Below Their Graham Number – February 2016](#)
[10 Most Undervalued Companies for the Enterprising Investor – February 2016](#)
[10 Most Undervalued Companies for the Enterprising Investor – February 2016](#)

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posts about related
companies

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[Huntington Bancshares Inc Valuation – March 2018 \\$HBAN](#)
[Zions Bancorp Valuation – March 2018 \\$ZION](#)
[State Street Corp Valuation – March 2018 \\$STT](#)
[PNC Financial Services Group Inc Valuation – March 2018 \\$PNC](#)
[KeyCorp Valuation – March 2018 \\$KEY](#)
[Canadian Western Bank Valuation – March 2018 \\$TSE-CWB](#)
[Simmons First National Corp Valuation – March 2018 \\$SFNC](#)
[Citigroup Inc Valuation – March 2018 \\$C](#)
[People's United Financial Inc Valuation – March 2018 \\$PBCT](#)