# **ModernGraham Valuation**

## Huntington **Bancshares** Incorporated

# **ModernGraham**

## **Company Name:**

Company Ticker HBAN

Date of Analysis

3/18/2018

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

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

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$17,227,469,674	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. Dividend Record	Dividend Payments for 10 years prior		Pass
	Increase of 33% in EPS in past 10 years using 3 year averages at		
Earnings Growth	beginning and end	-152.43%	Fail
5. Moderate PEmg Ratio	PEmg < 20	17.23	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.81	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 No Enterprising Yes

#### Stage 2: Determination of Intrinsic Value

EPSmg	0.93
MG Growth Estimate	6.15%
MG Value	\$19.41
MG Value based on 3% Growth	\$13.52
MG Value based on 0% Growth	\$7.93
Market Implied Growth Rate	4.37%

MG Opinion

**Useful Links:** 

Current Price \$16.07 % of Intrinsic Value 82.80%

Opinion **Fairly Valued** 

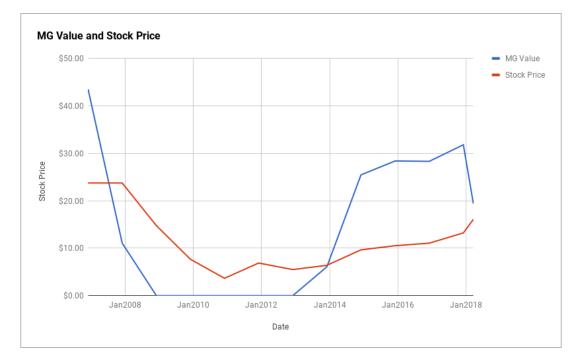
MG Grade

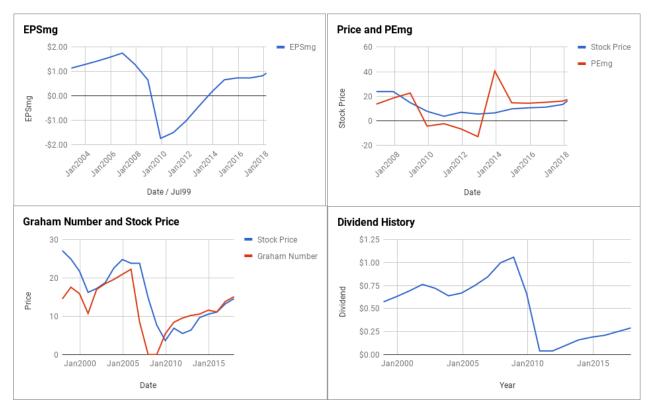
#### Stage 3: Information for Further Research

Graham Number	\$15.07
PEmg	17.23
PB Ratio	1.81
Dividend Yield	2.18%
Number of Consecutive Years of Dividend	7
Growth	/

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	\$0.93
Dec2017	\$1.00	Dec2017	\$0.83
Dec2016	\$0.70	Dec2016	\$0.74
Dec2015	\$0.81	Dec2015	\$0.74
Dec2014	\$0.72	Dec2014	\$0.66
Dec2013	\$0.72	Dec2013	\$0.16
Dec2012	\$0.69	Dec2012	-\$0.42
Dec2011	\$0.59	Dec2011	-\$1.02
Dec2010	\$0.19	Dec2010	-\$1.50
Dec2009	-\$6.14	Dec2009	-\$1.74
Dec2008	-\$0.44	Dec2008	\$0.65
Dec2007	\$0.25	Dec2007	\$1.28
Dec2006	\$1.92	Dec2006	\$1.76
Dec2005	\$1.77	Dec2005	\$1.58
Dec2004	\$1.71	Dec2004	\$1.42
Dec2003	\$1.61	Dec2003	\$1.28
Dec2002	\$1.33	Dec2002	\$1.14
Dec2001	\$0.54	Balance Sheet Information	12/1/2017
		Long-Term Debt & Capital Lease	
Dec2000		Obligation	\$12,931,000,000
Dec1999	\$1.62	Total Assets	\$104,185,000,000
Dec1998	\$1.17	Intangible Assets	\$2,577,000,000
		Total Liabilities	\$93,371,000,000
		Shares Outstanding (Diluted Average)	1,221,110,000





#### 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 19 Best Stocks For Value Investors This Week – 1/9/16

Huntington Bancshares Valuation – January 2016 Update \$HBAN
The Best Companies of the Banking Industry – October 2015

13 Best Stocks For Value Investors This Week – 10/3/15
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Citigroup Inc Valuation - March 2018 \$C

People's United Financial Inc Valuation – March 2018 \$PBCT

JPMorgan Chase & Co Valuation – February 2018 \$JPM

Opus Bank Valuation – Initial Coverage \$OPB
Wells Fargo & Co Valuation – August 2017 \$WFC

Old National Bancorp Valuation - Initial Coverage \$ONB

<u>Dime Community Bancshares Inc Valuation – Initial Coverage \$DCOM</u>