

# ModernGraham Valuation

Company Name:

BB&T Corporation

Company Ticker BBT

Date of Analysis

4/18/2018



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

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

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$40,058,795,762	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		123.19%	Pass
5. Moderate PEmg Ratio	PEmg < 20	16.60	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.36	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	3.05
MG Growth Estimate	4.46%
<b>MG Value</b>	<b>\$53.12</b>
MG Value based on 3% Growth	\$44.23
MG Value based on 0% Growth	\$25.93
Market Implied Growth Rate	4.05%

### MG Opinion

Current Price	\$50.63
% of Intrinsic Value	95.32%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>A-</b>

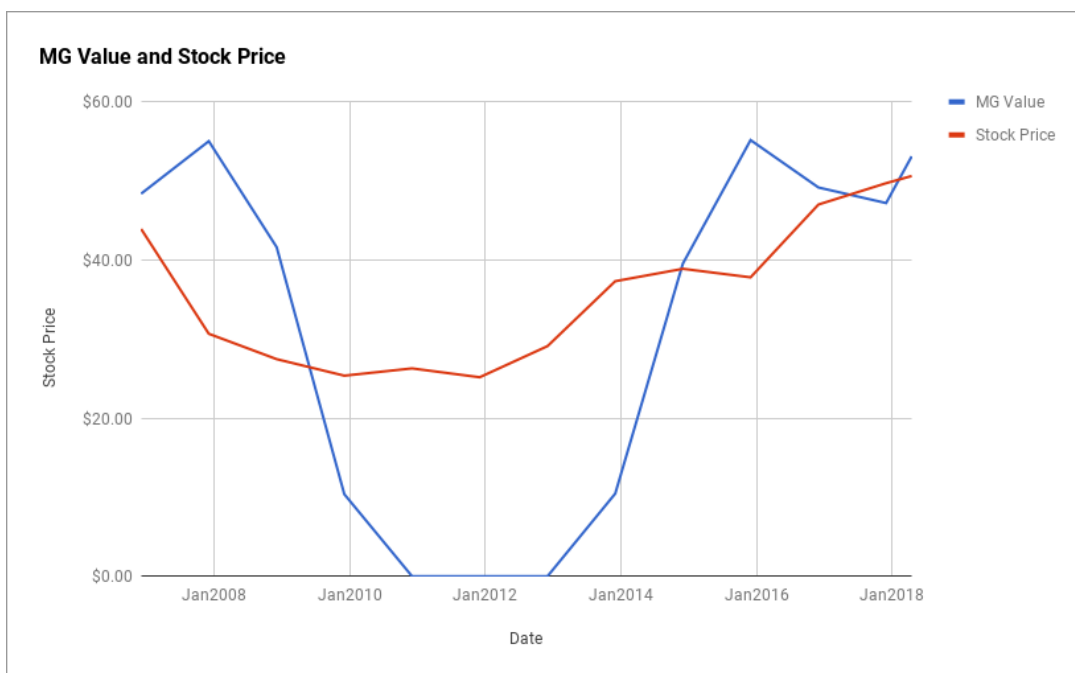
## Stage 3: Information for Further Research

Graham Number	\$53.42
PEmg	16.60
PB Ratio	1.36
Dividend Yield	2.49%
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	\$3.73	Next Fiscal Year Estimate	\$3.05
Dec2017	\$2.74	Dec2017	\$2.67
Dec2016	\$2.77	Dec2016	\$2.62
Dec2015	\$2.56	Dec2015	\$2.50
Dec2014	\$2.72	Dec2014	\$2.35
Dec2013	\$2.19	Dec2013	\$2.05
Dec2012	\$2.70	Dec2012	\$1.95
Dec2011	\$1.83	Dec2011	\$1.72
Dec2010	\$1.16	Dec2010	\$1.84
Dec2009	\$1.15	Dec2009	\$2.31
Dec2008	\$2.71	Dec2008	\$2.89
Dec2007	\$3.14	Dec2007	\$2.91
Dec2006	\$2.81	Dec2006	\$2.75
Dec2005	\$3.00	Dec2005	\$2.66
Dec2004	\$2.80	Dec2004	\$2.41
Dec2003	\$2.07	Dec2003	\$2.16
Dec2002	\$2.72	Dec2002	\$2.11
Dec2001	\$2.12	<b>Balance Sheet Information 12/1/2017</b>	
Dec2000	\$1.53	Long-Term Debt & Capital Lease Obligation	\$23,648,000,000
Dec1999	\$1.71	Total Assets	\$221,642,000,000
Dec1998	\$1.63	Intangible Assets	\$11,385,000,000
		Total Liabilities	\$191,994,000,000
		Shares Outstanding (Diluted Average)	795,821,000





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

- [Best Stocks to Invest In: the Bank Industry – August 2016](#)
- [10 Best Stocks For Value Investors This Week – 5/21/16](#)
- [BB&T Corporation Valuation – May 2016 \\$BBT](#)
- [11 Best Stocks For Value Investors This Week – 11/21/15](#)
- [BB&T Corporation Valuation – November 2015 Update \\$BBT](#)

Other ModernGraham posts about related companies

- [M&T Bank Corp Valuation – April 2018 \\$MTB](#)
- [Bank of America Corp Valuation – March 2018 \\$BAC](#)
- [Fifth Third Bancorp Valuation – March 2018 \\$FITB](#)
- [Regions Financial Corp Valuation – March 2018 \\$RF](#)
- [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](#)