

ModernGraham Valuation

Company Name:

Comerica
Incorporated

Company Ticker CMA

Date of Analysis

6/4/2018



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	\$16,612,192,440	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 beginning and end	504.13%	Pass
4. Earnings Growth			
5. Moderate PEmg Ratio	PEmg < 20	22.23	Fail
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.11	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	4.35
MG Growth Estimate	9.28%
MG Value	\$117.62
MG Value based on 3% Growth	\$63.02
MG Value based on 0% Growth	\$36.94
Market Implied Growth Rate	6.87%

MG Opinion

Current Price	\$96.62
% of Intrinsic Value	82.14%
Opinion	Fairly Valued
MG Grade	C

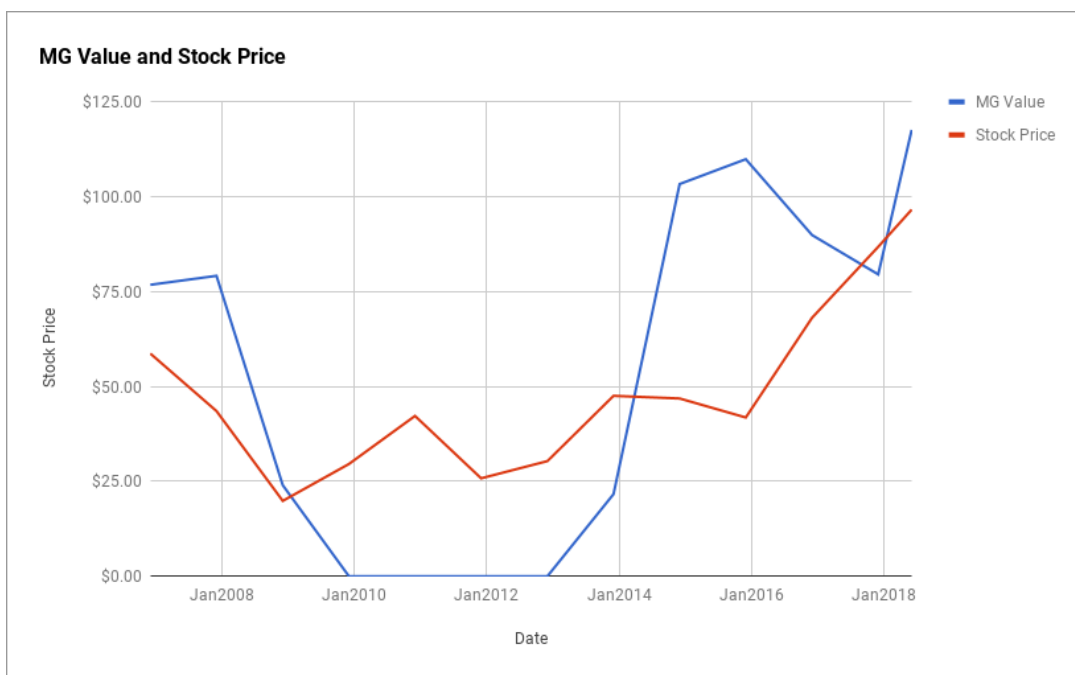
Stage 3: Information for Further Research

Graham Number	\$81.13
PEmg	22.23
PB Ratio	2.11
Dividend Yield	1.13%
Number of Consecutive Years of Dividend Growth	8

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	\$6.35	Next Fiscal Year Estimate	\$4.35
Dec2017	\$4.14	Dec2017	\$3.27
Dec2016	\$2.68	Dec2016	\$2.84
Dec2015	\$2.84	Dec2015	\$2.85
Dec2014	\$3.16	Dec2014	\$2.68
Dec2013	\$2.85	Dec2013	\$2.14
Dec2012	\$2.67	Dec2012	\$1.60
Dec2011	\$2.09	Dec2011	\$1.24
Dec2010	\$0.88	Dec2010	\$1.30
Dec2009	-\$0.79	Dec2009	\$2.04
Dec2008	\$1.28	Dec2008	\$3.68
Dec2007	\$4.43	Dec2007	\$4.79
Dec2006	\$5.49	Dec2006	\$4.79
Dec2005	\$5.11	Dec2005	\$4.33
Dec2004	\$4.36	Dec2004	\$3.94
Dec2003	\$3.75	Dec2003	\$3.78
Dec2002	\$3.40	Dec2002	\$3.83
Dec2001	\$3.88	Balance Sheet Information 3/1/2018	
Dec2000	\$4.31	Long-Term Debt & Capital Lease Obligation	\$5,594,000,000
Dec1999	\$4.14	Total Assets	\$72,335,000,000
Dec1998	\$3.72	Intangible Assets	\$0
		Total Liabilities	\$64,335,000,000
		Shares Outstanding (Diluted Average)	175,000,000





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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posts about the
company

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[Best Stocks to Invest In: the Bank Industry – August 2016](#)
[Comerica Inc Stock Valuation – February 2016 \\$CMA](#)
[7 Best Stocks For Value Investors This Week – 10/24/15](#)
[The Best Companies of the Banking Industry – October 2015](#)

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[US Bancorp Valuation – May 2018 \\$USB](#)
[Bank of New York Mellon Corp Valuation – May 2018 \\$BK](#)
[Citizens Financial Group Inc Valuation – April 2018 \\$CFG](#)
[BB&T Corporation Valuation – April 2018 \\$BBT](#)
[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](#)