

ModernGraham Valuation

Company Name:

Stifel Financial Corp

Company Ticker SF

Date of Analysis

7/28/2018



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	\$3,807,434,857	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
3. Dividend Record	Dividend Payments for 10 years prior		Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end		
4. Earnings Growth		175.45%	Pass
5. Moderate PEmg Ratio	PEmg < 20	19.36	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.48	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	2.73
MG Growth Estimate	5.72%
MG Value	\$54.50
MG Value based on 3% Growth	\$39.61
MG Value based on 0% Growth	\$23.22
Market Implied Growth Rate	5.43%

MG Opinion

Current Price	\$52.89
% of Intrinsic Value	97.04%
Opinion	Fairly Valued
MG Grade	B

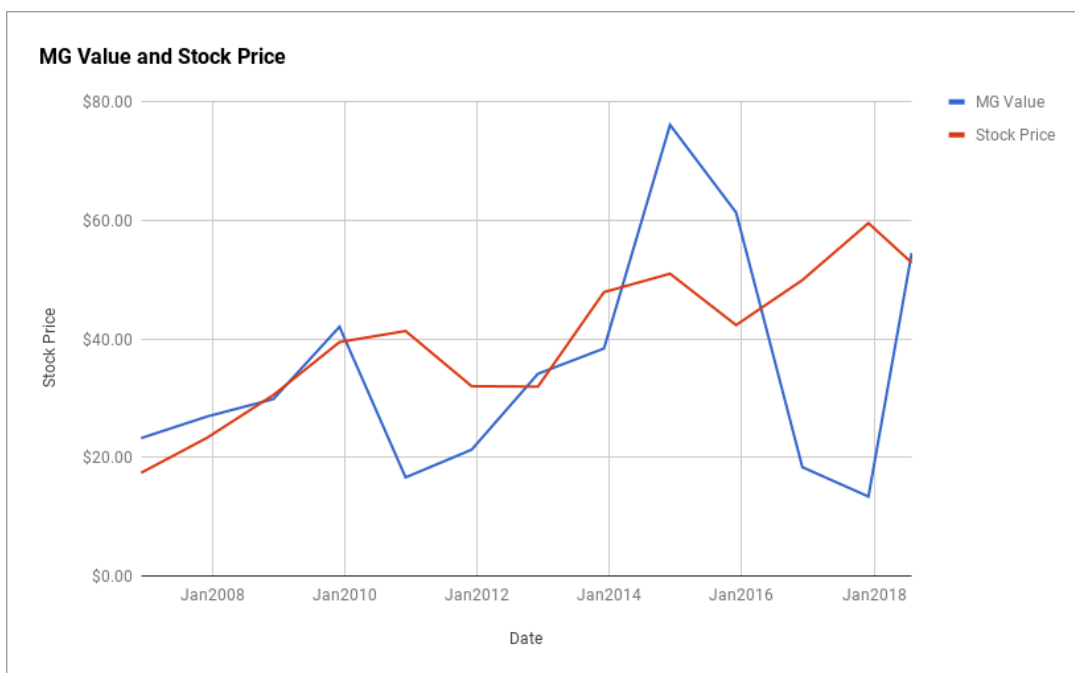
Stage 3: Information for Further Research

Graham Number	\$65.28
PEmg	19.36
PB Ratio	1.48
Dividend Yield	0.38%
Number of Consecutive Years of Dividend Growth	1

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	\$4.95	Next Fiscal Year Estimate	\$2.73
Dec2017	\$2.14	Dec2017	\$1.67
Dec2016	\$1.00	Dec2016	\$1.55
Dec2015	\$1.18	Dec2015	\$1.83
Dec2014	\$2.31	Dec2014	\$1.98
Dec2013	\$2.20	Dec2013	\$1.70
Dec2012	\$2.20	Dec2012	\$1.39
Dec2011	\$1.34	Dec2011	\$1.00
Dec2010	\$0.03	Dec2010	\$0.84
Dec2009	\$1.57	Dec2009	\$1.15
Dec2008	\$1.32	Dec2008	\$0.91
Dec2007	\$0.83	Dec2007	\$0.70
Dec2006	\$0.49	Dec2006	\$0.61
Dec2005	\$0.69	Dec2005	\$0.60
Dec2004	\$0.84	Dec2004	\$0.50
Dec2003	\$0.61	Dec2003	\$0.33
Dec2002	\$0.11	Dec2002	\$0.20
Dec2001	\$0.08	Balance Sheet Information 3/1/2018	
Dec2000	\$0.40	Long-Term Debt & Capital Lease Obligation	\$2,225,695,000
Dec1999	\$0.34	Total Assets	\$21,715,342,000
Dec1998	\$0.24	Intangible Assets	\$1,103,257,000
		Total Liabilities	\$18,797,802,000
		Shares Outstanding (Diluted Average)	81,789,000





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 [Stifel Financial Corp Valuation – Initial Coverage \\$SF](#)

Other ModernGraham posts about related companies [Canadian General Investments Ltd Valuation – July 2018 \\$TSE-CGI](#)
[SLM Corp Valuation – July 2018 \\$SLM](#)
[IGM Financial Inc Valuation – July 2018 \\$TSE-IGM](#)
[Main Street Capital Corp Valuation – July 2018 \\$MAIN](#)
[Legg Mason Inc Valuation – June 2018 \\$LM](#)
[T. Rowe Price Group Inc Valuation – June 2018 \\$TROW](#)
[Moody's Corporation – June 2018 \\$MCO](#)
[Charles Schwab Corp Valuation – June 2018 \\$SCHW](#)
[Willis Towers Watson PLC Valuation – Initial Coverage June 2018 \\$WLTW](#)
[PayPal Holdings Inc Valuation – June 2018 \\$PYPL](#)