

# ModernGraham Valuation

Canadian Imperial  
Bank of Commerce  
(USA)



## Company Name:

Company Ticker

TSE:CM

Date of Analysis

7/30/2018

## 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	\$51,959,440,000	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	122.52%	Pass
4. Earnings Growth	PEmg < 20	10.95	Pass
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.58	Pass
6. Moderate Price to Assets			

*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	10.83
MG Growth Estimate	6.31%
<b>MG Value</b>	<b>\$228.71</b>
MG Value based on 3% Growth	\$157.00
MG Value based on 0% Growth	\$92.03
Market Implied Growth Rate	1.23%

### MG Opinion

Current Price	\$118.58
% of Intrinsic Value	51.85%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>A</b>

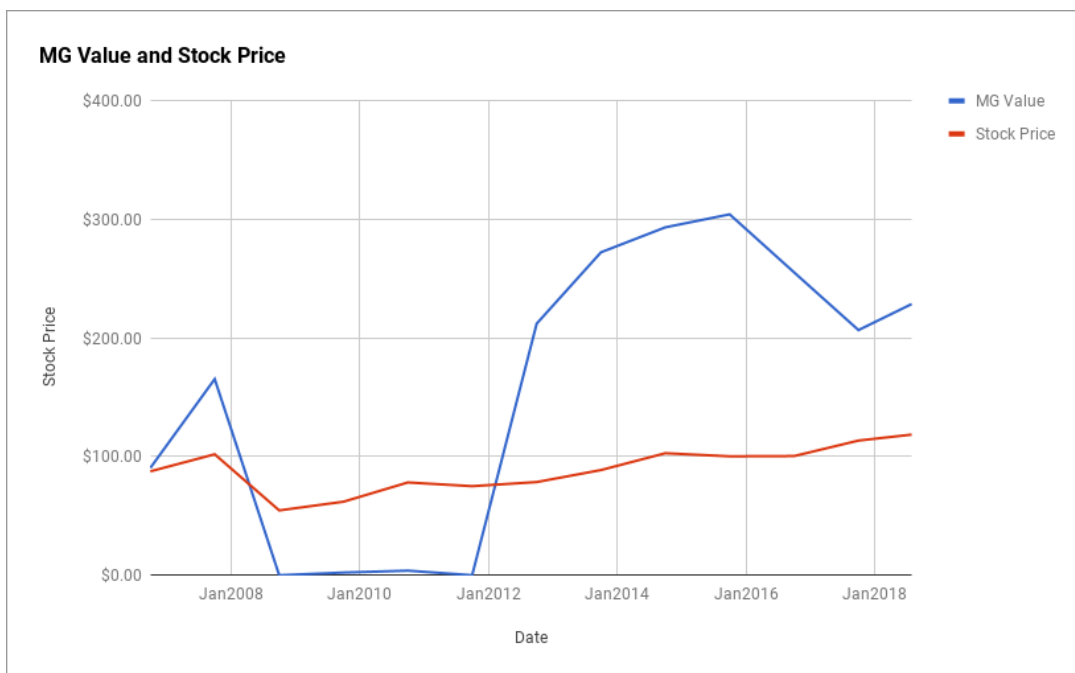
## Stage 3: Information for Further Research

Graham Number	\$133.77
PEmg	10.95
PB Ratio	1.58
Dividend Yield	4.28%
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	\$11.95	Next Fiscal Year Estimate	\$10.83
Oct2017	\$11.24	Oct2017	\$9.96
Oct2016	\$10.70	Oct2016	\$9.10
Oct2015	\$8.87	Oct2015	\$8.16
Oct2014	\$7.86	Oct2014	\$7.62
Oct2013	\$8.11	Oct2013	\$7.07
Oct2012	\$7.76	Oct2012	\$5.51
Oct2011	\$6.71	Oct2011	\$4.16
Oct2010	\$5.87	Oct2010	\$3.21
Oct2009	\$2.65	Oct2009	\$2.11
Oct2008	-\$5.89	Oct2008	\$2.29
Oct2007	\$9.21	Oct2007	\$6.04
Oct2006	\$7.43	Oct2006	\$4.24
Oct2005	-\$0.46	Oct2005	\$2.81
Oct2004	\$5.53	Oct2004	\$4.37
Oct2003	\$5.18	Oct2003	\$3.71
Oct2002	\$1.35	Oct2002	\$2.97
Oct2001	\$4.13	<b>Balance Sheet Information 4/1/2018</b>	
Oct2000	\$4.86	Long-Term Debt & Capital Lease Obligation	\$4,633,000,000
Oct1999	\$2.22	Total Assets	\$590,537,000,000
Oct1998	\$2.26	Intangible Assets	\$7,375,000,000
		Total Liabilities	\$556,991,000,000
		Shares Outstanding (Diluted Average)	445,658,000





**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**

- [5 Undervalued Canadian Stocks for Intelligent Investors – February 2017](#)
- [10 Best Dividend Paying Stocks for the Enterprising Investor – February 2017](#)
- [10 Stocks for Using A Benjamin Graham Value Investing Strategy – February 2017](#)
- [15 Best Stocks for Value Investors This Week – 1/14/17](#)
- [Canadian Imperial Bank of Commerce Valuation – Initial Coverage \\$TSE:CM](#)

**Other  
ModernGraham  
posts about related  
companies**

- [ServisFirst Bancshares Inc Valuation – July 2018 \\$SFBS](#)
- [Cullen/Frost Bankers Inc Valuation – July 2018 \\$CFR](#)
- [Signature Bank Valuation – July 2018 \\$SBNY](#)
- [City Holding Co Valuation – July 2018 \\$CHCO](#)
- [Southside Bancshares Inc Valuation – July 2018 \\$SBSI](#)
- [Independent Bank Corp Valuation – July 2018 \\$INDB](#)
- [Wells Fargo & Co Valuation – June 2018 \\$WFC](#)
- [SunTrust Banks Inc Valuation – June 2018 \\$STI](#)
- [Comerica Inc Valuation – June 2018 \\$CMA](#)
- [SVB Financial Group Valuation – June 2018 \\$SIVB](#)