

# ModernGraham Valuation

Company Name:

Kemper Corp

Company Ticker KMPR

Date of Analysis

8/11/2018



## 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	\$5,030,444,053	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		-5.40%	Fail
5. Moderate PEmg Ratio	PEmg < 20	33.07	Fail
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.96	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		Fail

### Suitability

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	2.32
MG Growth Estimate	-0.67%
<b>MG Value</b>	<b>\$16.62</b>
MG Value based on 3% Growth	\$33.67
MG Value based on 0% Growth	\$19.74
Market Implied Growth Rate	12.29%

### MG Opinion

Current Price	\$76.80
% of Intrinsic Value	462.02%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

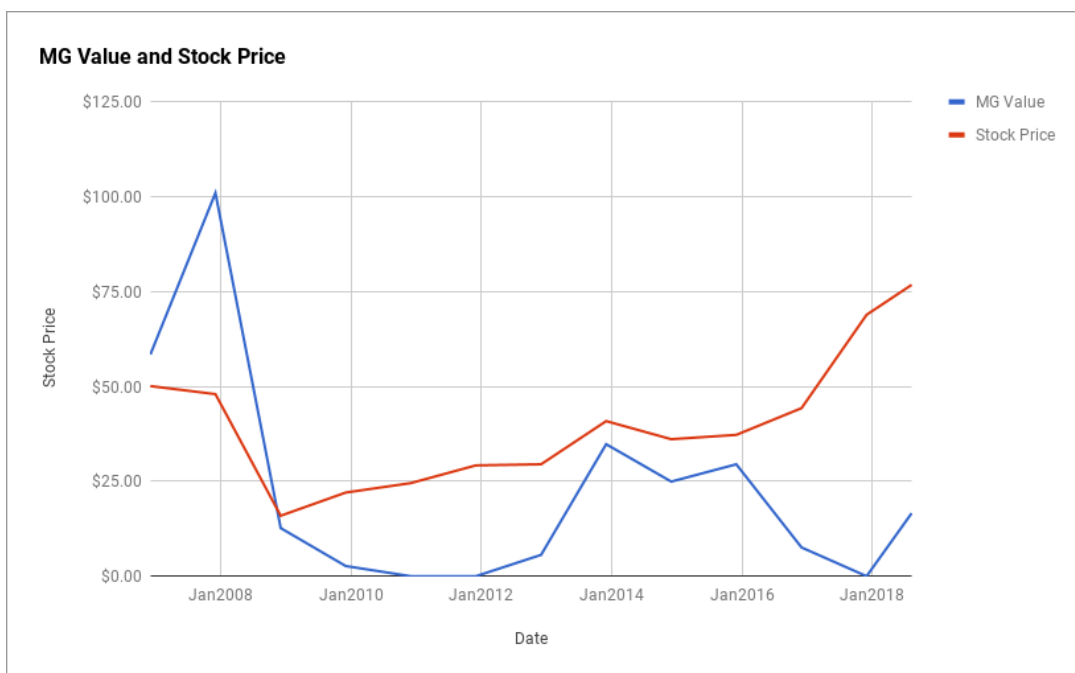
## Stage 3: Information for Further Research

Graham Number	\$59.44
PEmg	33.07
PB Ratio	1.96
Dividend Yield	1.25%
Number of Consecutive Years of Dividend Growth	0

### 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	\$3.82	Next Fiscal Year Estimate	\$2.32
Dec2017	\$2.33	Dec2017	\$1.73
Dec2016	\$0.33	Dec2016	\$1.60
Dec2015	\$1.65	Dec2015	\$2.19
Dec2014	\$2.12	Dec2014	\$2.43
Dec2013	\$3.80	Dec2013	\$2.55
Dec2012	\$1.74	Dec2012	\$1.82
Dec2011	\$1.23	Dec2011	\$1.88
Dec2010	\$2.98	Dec2010	\$2.30
Dec2009	\$2.64	Dec2009	\$2.18
Dec2008	-\$0.47	Dec2008	\$2.23
Dec2007	\$3.12	Dec2007	\$3.47
Dec2006	\$4.15	Dec2006	\$3.29
Dec2005	\$3.67	Dec2005	\$2.87
Dec2004	\$3.48	Dec2004	\$2.46
Dec2003	\$1.82	Dec2003	\$2.05
Dec2002	-\$0.12	Dec2002	\$2.52
Dec2001	\$5.60		
Dec2000	\$1.32		
Dec1999	\$2.74		
Dec1998	\$6.51		
		<b>Balance Sheet Information</b>	<b>6/1/2018</b>
		Long-Term Debt & Capital Lease Obligation	\$951,800,000
		Total Assets	\$8,840,500,000
		Intangible Assets	\$323,000,000
		Total Liabilities	\$6,794,800,000
		Shares Outstanding (Diluted Average)	52,076,000





**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 [Kemper Corp Valuation – Initial Coverage \\$KMPR](#)

Other ModernGraham posts about related companies [CNO Financial Group Inc Valuation – August 2018 \\$CNO](#)  
[Sun Life Financial Inc Valuation – August 2018 \\$TSE-SLF](#)  
[American Financial Group Inc Valuation – August 2018 \\$AFG](#)  
[Selective Insurance Group Inc Valuation – July 2018 \\$SIGI](#)  
[Genworth Financial Inc Valuation – June 2018 \\$GNW](#)  
[Prudential Financial Inc Valuation – June 2018 \\$PRU](#)  
[Assurant Inc Valuation – June 2018 \\$AIZ](#)  
[Torchmark Corp Valuation – June 2018 \\$TMK](#)  
[Humana Inc Valuation – June 2018 \\$HUM](#)  
[American International Group Inc – June 2018 \\$AIG](#)