

# ModernGraham Valuation

Company Name:

CVB Financial Corp.

Company Ticker CVBF

Date of Analysis

9/11/2018



## 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	\$2,635,094,908	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		49.48%	Pass
5. Moderate PEmg Ratio	PEmg < 20	24.95	Fail
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.43	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>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	0.96
MG Growth Estimate	1.71%
<b>MG Value</b>	<b>\$11.41</b>
MG Value based on 3% Growth	\$13.88
MG Value based on 0% Growth	\$8.14
Market Implied Growth Rate	8.23%

### MG Opinion

Current Price	\$23.89
% of Intrinsic Value	209.33%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C</b>

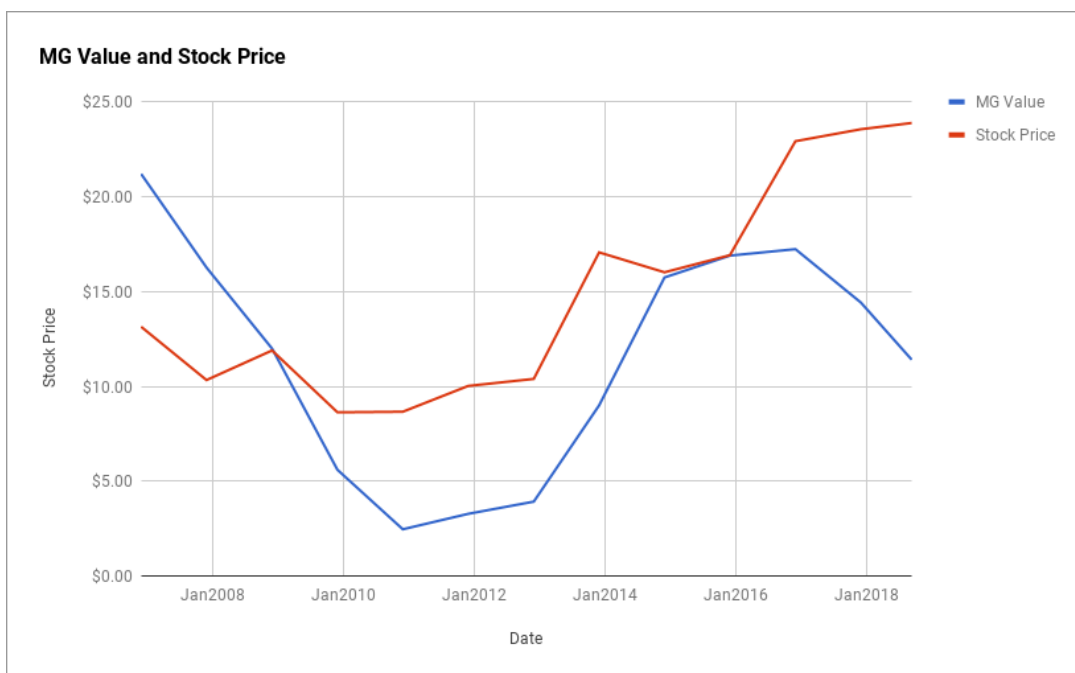
## Stage 3: Information for Further Research

Graham Number	\$14.63
PEmg	24.95
PB Ratio	2.43
Dividend Yield	2.26%
Number of Consecutive Years of Dividend Growth	1

### 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	\$0.98	Next Fiscal Year Estimate	\$0.96
Dec2017	\$0.95	Dec2017	\$0.94
Dec2016	\$0.94	Dec2016	\$0.93
Dec2015	\$0.93	Dec2015	\$0.90
Dec2014	\$0.98	Dec2014	\$0.86
Dec2013	\$0.91	Dec2013	\$0.77
Dec2012	\$0.74	Dec2012	\$0.69
Dec2011	\$0.77	Dec2011	\$0.67
Dec2010	\$0.59	Dec2010	\$0.65
Dec2009	\$0.56	Dec2009	\$0.70
Dec2008	\$0.75	Dec2008	\$0.77
Dec2007	\$0.72	Dec2007	\$0.77
Dec2006	\$0.83	Dec2006	\$0.77
Dec2005	\$0.83	Dec2005	\$0.71
Dec2004	\$0.73	Dec2004	\$0.62
Dec2003	\$0.63	Dec2003	\$0.54
Dec2002	\$0.59	Dec2002	\$0.47
Dec2001	\$0.48		
Dec2000	\$0.42		
Dec1999	\$0.32		
Dec1998	\$0.29		
		<b>Balance Sheet Information</b>	<b>6/1/2018</b>
		Long-Term Debt & Capital Lease Obligation	\$25,774,000
		Total Assets	\$8,093,863,000
		Intangible Assets	\$122,743,000
		Total Liabilities	\$7,010,446,000
		Shares Outstanding (Diluted Average)	110,355,000





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 [CVB Financial Corp Valuation – Initial Coverage \\$CVBF](#)

Other ModernGraham posts about related companies [Customers Bancorp Inc Valuation – September 2018 \\$CUBI](#)  
[Sterling Bancorp Valuation – August 2018 \\$STL](#)  
[S&T Bancorp Inc Valuation – August 2018 \\$STBA](#)  
[Central Pacific Financial Corp Valuation – August 2018 \\$CPF](#)  
[Synovus Financial Corp Valuation – August 2018 \\$SNV](#)  
[Columbia Banking System Inc Valuation – August 2018 \\$COLB](#)  
[Canadian Imperial Bank of Commerce Valuation – July 2018 \\$TSE:CM](#)  
[ServisFirst Bancshares Inc Valuation – July 2018 \\$SFBS](#)  
[Cullen/Frost Bankers Inc Valuation – July 2018 \\$CFR](#)  
[Signature Bank Valuation – July 2018 \\$SBNY](#)