

ModernGraham Valuation

Company Name:

Ameriprise
Financial, Inc.

Company Ticker AMP

Date of Analysis

1/11/2019



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	\$15,808,544,980	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		166.04%	Pass
5. Moderate PEmg Ratio	PEmg < 20	10.96	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.96	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	Pass

Suitability

Defensive	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	10.35
MG Growth Estimate	9.69%
MG Value	\$288.60
MG Value based on 3% Growth	\$150.12
MG Value based on 0% Growth	\$88.00
Market Implied Growth Rate	1.23%

MG Opinion

Current Price	\$113.44
% of Intrinsic Value	39.31%
Opinion	Undervalued
MG Grade	B+

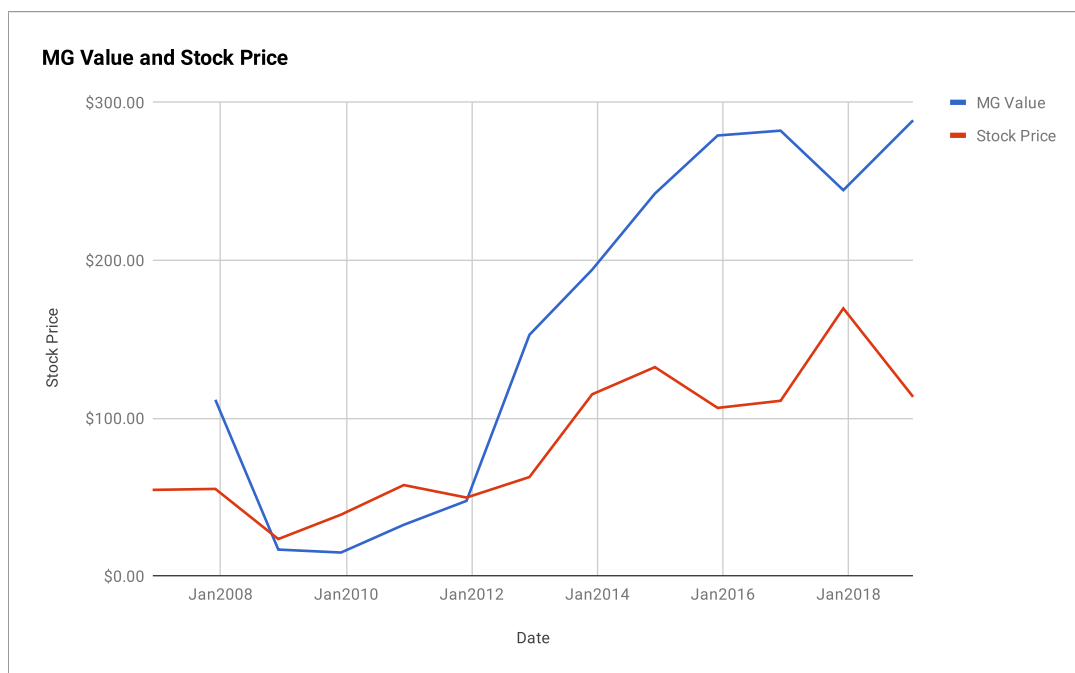
Stage 3: Information for Further Research

Graham Number	\$112.58
PEmg	10.96
PB Ratio	2.96
Dividend Yield	2.86%
Number of Consecutive Years of Dividend Growth	13

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	\$13.77	Next Fiscal Year Estimate	\$10.35
Dec2017	\$9.44	Dec2017	\$8.46
Dec2016	\$7.81	Dec2016	\$7.69
Dec2015	\$8.48	Dec2015	\$7.25
Dec2014	\$8.30	Dec2014	\$6.29
Dec2013	\$6.44	Dec2013	\$5.04
Dec2012	\$4.62	Dec2012	\$3.97
Dec2011	\$4.53	Dec2011	\$3.42
Dec2010	\$4.18	Dec2010	\$2.77
Dec2009	\$2.95	Dec2009	\$2.11
Dec2008	-\$0.16	Dec2008	\$1.88
Dec2007	\$3.39	Dec2007	\$2.90
Dec2006	\$2.54	Dec2006	\$2.50
Dec2005	\$2.32	Dec2005	\$2.22
Dec2004	\$3.22	Dec2004	\$1.86
Dec2003	\$2.95	Dec2003	\$0.98
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Balance Sheet Information 9/1/2018	
Dec2000	\$0.00	Long-Term Debt & Capital Lease Obligation	\$4,240,000,000
Dec1999	\$0.00	Total Assets	\$145,191,000,000
Dec1998	\$0.00	Intangible Assets	\$0
		Total Liabilities	\$139,573,000,000
		Shares Outstanding (Diluted Average)	146,500,000





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 Stocks for Value Investors with a High Beta – July 2018](#)
- [10 Best Dividend Paying Stocks for the Enterprising Investor – May 2018](#)
- [10 Undervalued Stocks for the Enterprising Investor – April 2018](#)
- [Ameriprise Financial Inc Valuation – March 2018 \\$AMP](#)
- [10 Companies Benjamin Graham Would Invest In Today – June 2016](#)

Other ModernGraham posts about related companies

- [Invesco Ltd Valuation – January 2019 \\$IVZ](#)
- [Capital One Financial Corp Valuation – January 2019 \\$COF](#)
- [Total System Services Inc Valuation – December 2018 \\$TSS](#)
- [Goldman Sachs Group Inc Valuation – November 2018 \\$GS](#)
- [KKR & Co Inc Valuation – September 2018 \\$KKR](#)
- [CorVel Corp Valuation – August 2018 \\$CRVL](#)
- [Jones Lang LaSalle Inc Valuation – August 2018 \\$JLL](#)
- [Investment Technology Group Inc Valuation – July 2018 \\$ITG](#)
- [Stifel Financial Corp Valuation – July 2018 \\$SF](#)
- [CI Financial Corp Valuation – July 2018 \\$TSE:CIX](#)