

# ModernGraham Valuation

Company Name:

Cigna Holding Co

Company Ticker CI

Date of Analysis

1/22/2019



## 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	\$73,825,240,499	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	98.78%	Pass
4. Earnings Growth	PEmg < 20	20.83	Fail
5. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.07	Fail
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>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	9.31
MG Growth Estimate	8.13%
<b>MG Value</b>	<b>\$230.49</b>
MG Value based on 3% Growth	\$134.96
MG Value based on 0% Growth	\$79.11
Market Implied Growth Rate	6.17%

### MG Opinion

Current Price	\$193.88
% of Intrinsic Value	84.12%
<b>Opinion</b>	<b>Fairly Valued</b>
<b>MG Grade</b>	<b>C+</b>

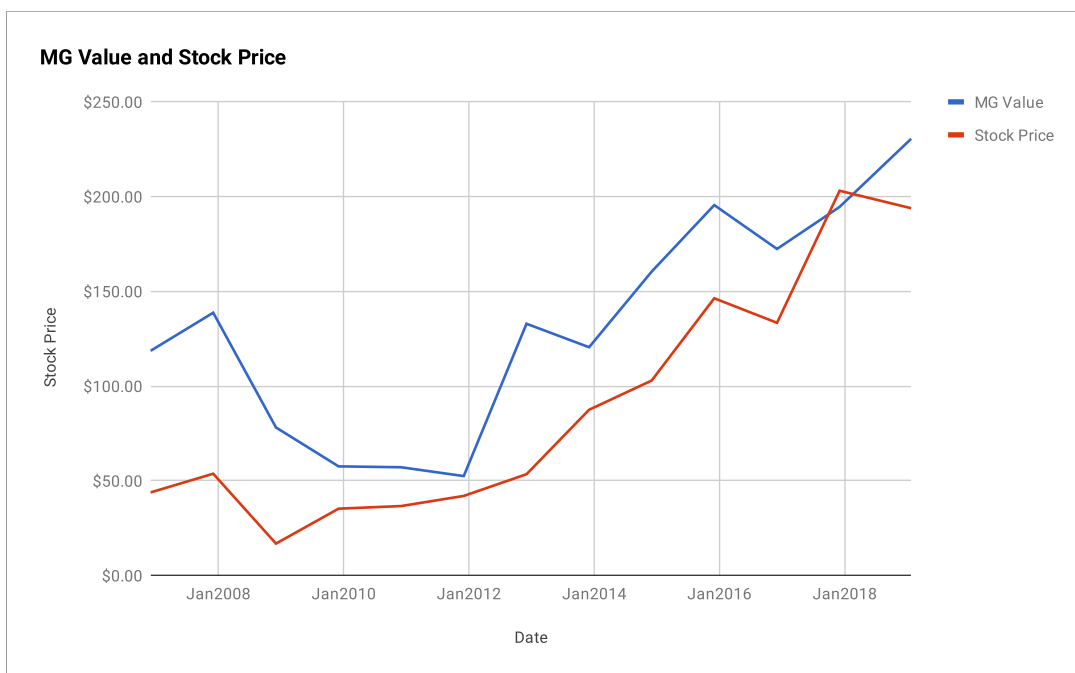
## Stage 3: Information for Further Research

Graham Number	\$122.31
PEmg	20.83
PB Ratio	3.07
Dividend Yield	0.02%
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		Next Fiscal Year Estimate	
	\$11.81		\$9.31
Dec2017	\$8.77	Dec2017	\$7.84
Dec2016	\$7.19	Dec2016	\$7.17
Dec2015	\$8.04	Dec2015	\$6.86
Dec2014	\$7.83	Dec2014	\$6.04
Dec2013	\$5.18	Dec2013	\$5.08
Dec2012	\$5.61	Dec2012	\$4.72
Dec2011	\$4.59	Dec2011	\$4.11
Dec2010	\$4.65	Dec2010	\$3.77
Dec2009	\$4.73	Dec2009	\$3.37
Dec2008	\$1.05	Dec2008	\$2.86
Dec2007	\$3.87	Dec2007	\$3.60
Dec2006	\$3.43	Dec2006	\$3.08
Dec2005	\$4.17	Dec2005	\$2.62
Dec2004	\$3.48	Dec2004	\$1.75
Dec2003	\$1.50	Dec2003	\$1.09
Dec2002	-\$1.06	Dec2002	\$1.12
Dec2001	\$2.08	<b>Balance Sheet Information 9/1/2018</b>	
		Long-Term Debt & Capital Lease Obligation	\$25,041,000,000
Dec2000	\$1.95	Total Assets	\$82,956,000,000
Dec1999	\$3.00	Intangible Assets	\$6,129,000,000
Dec1998	\$2.02	Total Liabilities	\$67,401,000,000
		Shares Outstanding (Diluted Average)	246,112,000





**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**

- [Cigna Corp Valuation – March 2018 \\$CI](#)
- [5 Undervalued Companies for Value Investors with a Low Beta – December 2016](#)
- [5 Undervalued Companies for Value Investors with a Low Beta – September 2016](#)
- [5 Undervalued Companies for the Defensive Investor Near 52 Week Lows – August 2016](#)
- [5 Undervalued Companies with a Low Beta – August 2016](#)

**Other  
ModernGraham  
posts about related  
companies**

- [MetLife Inc Valuation – January 2019 \\$MET](#)
- [Aflac Inc Valuation – January 2019 \\$AFL](#)
- [Principal Financial Group Inc Valuation – January 2019 \\$PFG](#)
- [Progressive Corp Valuation – January 2019 \\$PGR](#)
- [Lincoln National Corp Valuation – January 2019 \\$LNC](#)
- [Cincinnati Financial Corp Valuation – January 2019 \\$CINF](#)
- [Aon PLC Valuation – November 2018 \\$AON](#)
- [Travelers Companies Inc Valuation – November 2018 \\$TRV](#)
- [Stewart Information Services Corp Valuation – August 2018 \\$STC](#)
- [Kemper Corp Valuation – August 2018 \\$KMPR](#)