

ModernGraham Valuation

Huntington
Bancshares
Incorporated



Company Name:

Company Ticker HBAN

Date of Analysis

1/16/2019

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	\$14,059,951,483	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. Dividend Record	Dividend Payments for 10 years prior		Pass
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-153.73%	Fail
5. Moderate PEmg Ratio	PEmg < 20	13.86	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.34	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	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	0.96
MG Growth Estimate	6.68%
MG Value	\$20.90
MG Value based on 3% Growth	\$13.86
MG Value based on 0% Growth	\$8.13
Market Implied Growth Rate	2.68%

MG Opinion

Current Price	\$13.25
% of Intrinsic Value	63.38%
Opinion	Undervalued
MG Grade	A-

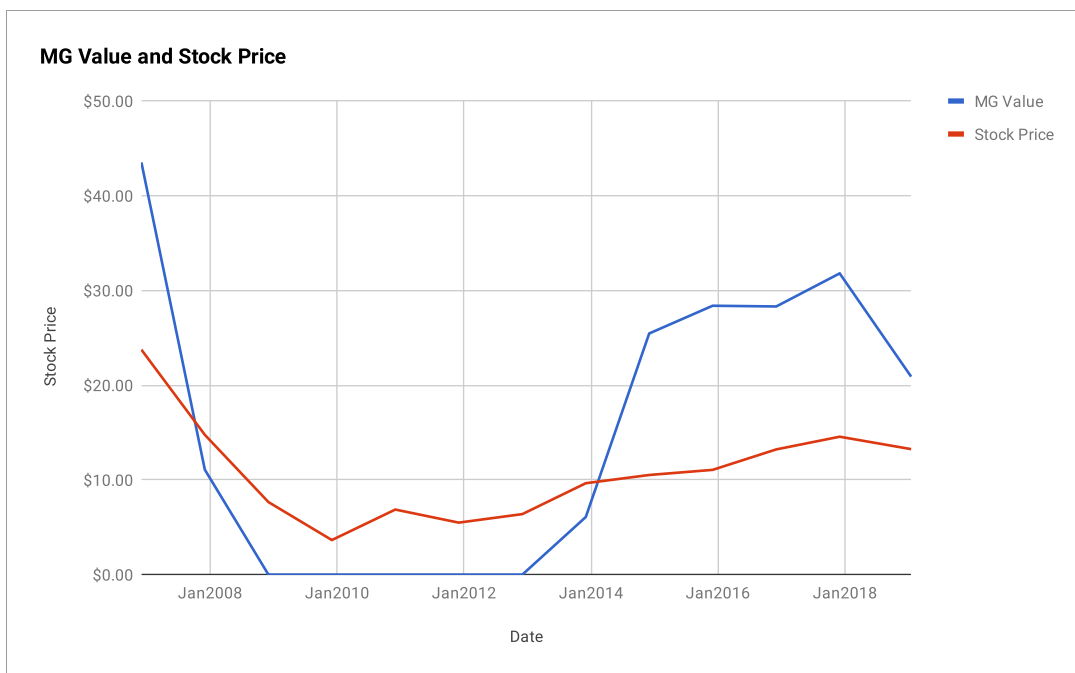
Stage 3: Information for Further Research

Graham Number	\$15.53
PEmg	13.86
PB Ratio	1.34
Dividend Yield	2.64%
Number of Consecutive Years of Dividend Growth	7

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	\$1.18	Next Fiscal Year Estimate	\$0.96
Dec2017	\$1.00	Dec2017	\$0.83
Dec2016	\$0.70	Dec2016	\$0.74
Dec2015	\$0.81	Dec2015	\$0.74
Dec2014	\$0.72	Dec2014	\$0.66
Dec2013	\$0.72	Dec2013	\$0.16
Dec2012	\$0.69	Dec2012	-\$0.42
Dec2011	\$0.59	Dec2011	-\$1.02
Dec2010	\$0.19	Dec2010	-\$1.50
Dec2009	-\$6.14	Dec2009	-\$1.74
Dec2008	-\$0.44	Dec2008	\$0.65
Dec2007	\$0.25	Dec2007	\$1.28
Dec2006	\$1.92	Dec2006	\$1.76
Dec2005	\$1.77	Dec2005	\$1.58
Dec2004	\$1.71	Dec2004	\$1.42
Dec2003	\$1.61	Dec2003	\$1.28
Dec2002	\$1.33	Dec2002	\$1.14
Dec2001	\$0.54		
Dec2000	\$1.29		
Dec1999	\$1.62		
Dec1998	\$1.17		
		Balance Sheet Information	9/1/2018
		Long-Term Debt & Capital Lease Obligation	\$9,385,000,000
		Total Assets	\$105,652,000,000
		Intangible Assets	\$2,550,000,000
		Total Liabilities	\$94,718,000,000
		Shares Outstanding (Diluted Average)	1,103,740,000





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

- [19 Best Stocks For Value Investors This Week – 1/9/16](#)
- [Huntington Bancshares Valuation – January 2016 Update \\$HBAN](#)
- [The Best Companies of the Banking Industry – October 2015](#)
- [13 Best Stocks For Value Investors This Week – 10/3/15](#)
- [Huntington Bancshares Inc. Analysis – October 2015 Update \\$HBAN](#)

Other ModernGraham posts about related companies

- [PNC Financial Services Group Inc Valuation – January 2019 \\$PNC](#)
- [KeyCorp Valuation – January 2019 \\$KEY](#)
- [Citigroup Inc Valuation – January 2019 \\$C](#)
- [People's United Financial Inc Valuation – January 2019 \\$PBCT](#)
- [JPMorgan Chase & Co Valuation – November 2018 \\$JPM](#)
- [CVB Financial Corp Valuation – September 2018 \\$CVBF](#)
- [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](#)