

ModernGraham Valuation

Company Name:

Invesco Ltd.

Company Ticker IVZ

Date of Analysis

1/5/2019



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	\$7,099,659,454	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		115.57%	Pass
5. Moderate PEmg Ratio	PEmg < 20	7.21	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.77	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	2.39
MG Growth Estimate	3.99%
MG Value	\$39.47
MG Value based on 3% Growth	\$34.72
MG Value based on 0% Growth	\$20.35
Market Implied Growth Rate	-0.65%

MG Opinion

Current Price	\$17.26
% of Intrinsic Value	43.73%
Opinion	Undervalued
MG Grade	A

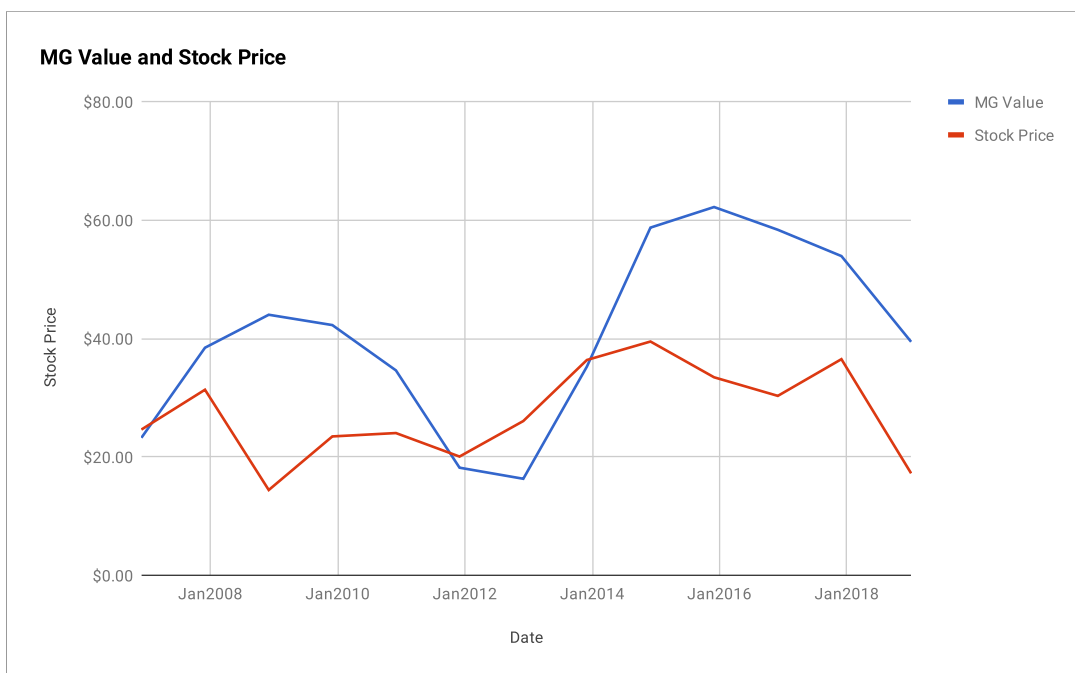
Stage 3: Information for Further Research

Graham Number	\$33.89
PEmg	7.21
PB Ratio	0.77
Dividend Yield	6.66%
Number of Consecutive Years of Dividend Growth	8

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	\$2.39	Next Fiscal Year Estimate	\$2.39
Dec2017	\$2.75	Dec2017	\$2.36
Dec2016	\$2.06	Dec2016	\$2.12
Dec2015	\$2.26	Dec2015	\$2.08
Dec2014	\$2.27	Dec2014	\$1.89
Dec2013	\$2.10	Dec2013	\$1.60
Dec2012	\$1.49	Dec2012	\$1.30
Dec2011	\$1.57	Dec2011	\$1.22
Dec2010	\$1.01	Dec2010	\$1.08
Dec2009	\$0.76	Dec2009	\$1.10
Dec2008	\$1.21	Dec2008	\$1.14
Dec2007	\$1.64	Dec2007	\$1.00
Dec2006	\$1.19	Dec2006	\$0.60
Dec2005	\$0.54	Dec2005	\$0.30
Dec2004	-\$0.10	Dec2004	\$0.21
Dec2003	\$0.61	Dec2003	\$0.38
Dec2002	\$0.03	Dec2002	\$0.27
Dec2001	\$0.28	Balance Sheet Information 9/1/2018	
Dec2000	\$0.63	Long-Term Debt & Capital Lease Obligation	\$7,635,100,000
Dec1999	\$0.44	Total Assets	\$32,503,800,000
Dec1998	\$0.10	Intangible Assets	\$9,468,000,000
		Total Liabilities	\$23,185,000,000
		Shares Outstanding (Diluted Average)	414,400,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author held a long position in IVZ 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 Low P/E Companies In The S&P 500 – August 2018](#)
 - [Best Stocks Below Their Graham Number – August 2018](#)
 - [10 Low PE Stock Picks for the Defensive Investor – August 2018](#)
 - [10 Undervalued Companies for the Defensive Dividend Stock Investor – July 2018](#)
 - [Best Stocks Below Their Graham Number – June 2018](#)

- Other ModernGraham posts about related companies**
- [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](#)
 - [INTL FCStone Inc Valuation – July 2018 \\$INTL](#)
 - [SEI Investments Co Valuation – July 2018 \\$SEIC](#)