

ModernGraham Valuation

Brighthouse
Financial Inc



Company Name:

Company Ticker BHF

Date of Analysis

2/19/2019

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	\$5,008,038,591	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Fail
3. Dividend Record	Dividend Payments for 10 years prior		Fail
4. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	4033233.33%	Pass
5. Moderate PEmg Ratio	PEmg < 20	62.52	Fail
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.35	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		Fail
2. Dividend Record	Currently Pays Dividend		Fail
3. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	0.68
MG Growth Estimate	15.00%
MG Value	\$26.23
MG Value based on 3% Growth	\$9.88
MG Value based on 0% Growth	\$5.79
Market Implied Growth Rate	27.01%

MG Opinion

Current Price	\$42.60
% of Intrinsic Value	162.40%
Opinion	Overvalued
MG Grade	D+

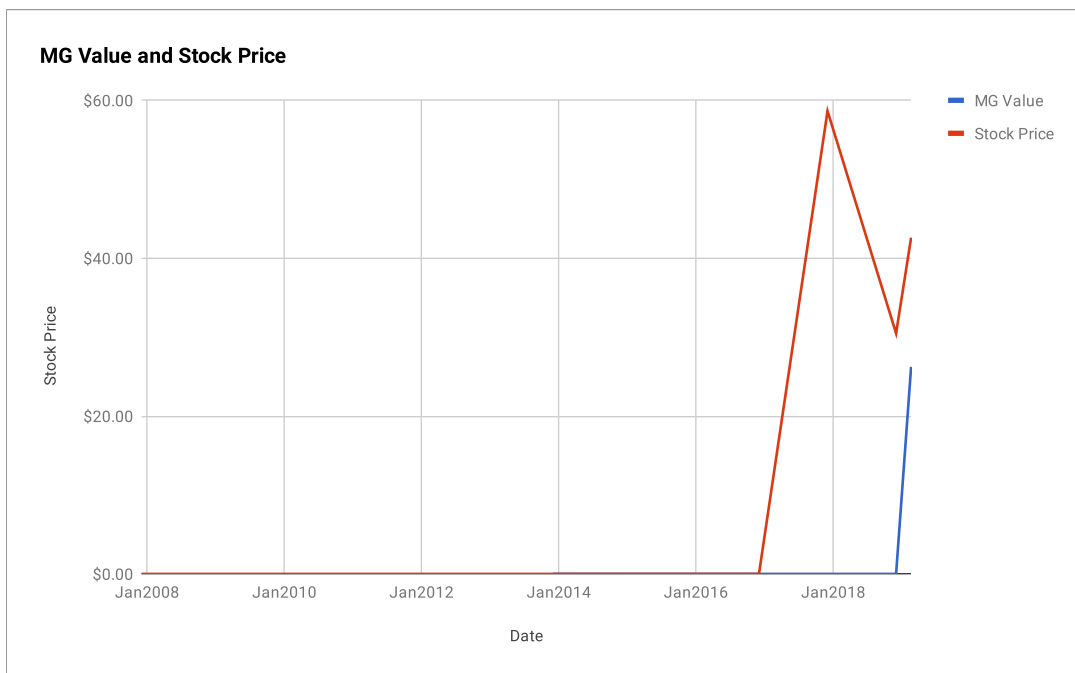
Stage 3: Information for Further Research

Graham Number	\$147.67
PEmg	62.52
PB Ratio	0.35
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$7.90	Next Fiscal Year Estimate	\$0.68
Dec2018	\$7.36	Dec2018	-\$3.31
Dec2017	-\$3.16	Dec2017	-\$7.62
Dec2016	-\$24.62	Dec2016	-\$8.21
Dec2015	\$0.00	Dec2015	\$0.00
Dec2014	\$0.00	Dec2014	\$0.00
Dec2013	\$0.00	Dec2013	\$0.00
Dec2012	\$0.00	Dec2012	\$0.00
Dec2011	\$0.00	Dec2011	\$0.00
Dec2010	\$0.00	Dec2010	\$0.00
Dec2009	\$0.00	Dec2009	\$0.00
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Balance Sheet Information 12/1/2018	
Dec2001	\$0.00	Long-Term Debt & Capital Lease Obligation	\$3,963,000,000
Dec2000	\$0.00	Total Assets	\$206,294,000,000
Dec1999	\$0.00	Intangible Assets	\$0
		Total Liabilities	\$191,811,000,000
		Shares Outstanding (Diluted Average)	118,685,000





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 [Brighthouse Financial Inc Valuation – Initial Coverage \\$BHF](#)

- Other ModernGraham posts about related companies**
- [Allstate Corp Valuation – February 2019 \\$ALL](#)
 - [Hartford Financial Services Group Inc Valuation – February 2019 \\$HIG](#)
 - [Unum Group Valuation – February 2019 \\$UNM](#)
 - [Everest Re Group Ltd Valuation – February 2019 \\$RE](#)
 - [Cigna Corp Valuation – January 2019 \\$CI](#)
 - [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](#)