

# ModernGraham Valuation

Raymond James  
Financial, Inc.



Company Name:

Company Ticker RJF

Date of Analysis

2/13/2019

## 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	\$11,566,526,681	Pass
2. Earnings Stability	Positive EPS for 10 years prior		Pass
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	171.22%	Pass
5. Moderate PEmg Ratio	PEmg < 20	15.25	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.94	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

<b>Defensive</b>	<b>Yes</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	5.38
MG Growth Estimate	12.03%
<b>MG Value</b>	<b>\$175.15</b>
MG Value based on 3% Growth	\$77.98
MG Value based on 0% Growth	\$45.71
Market Implied Growth Rate	3.37%

### MG Opinion

Current Price	\$82.01
% of Intrinsic Value	46.82%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>B</b>

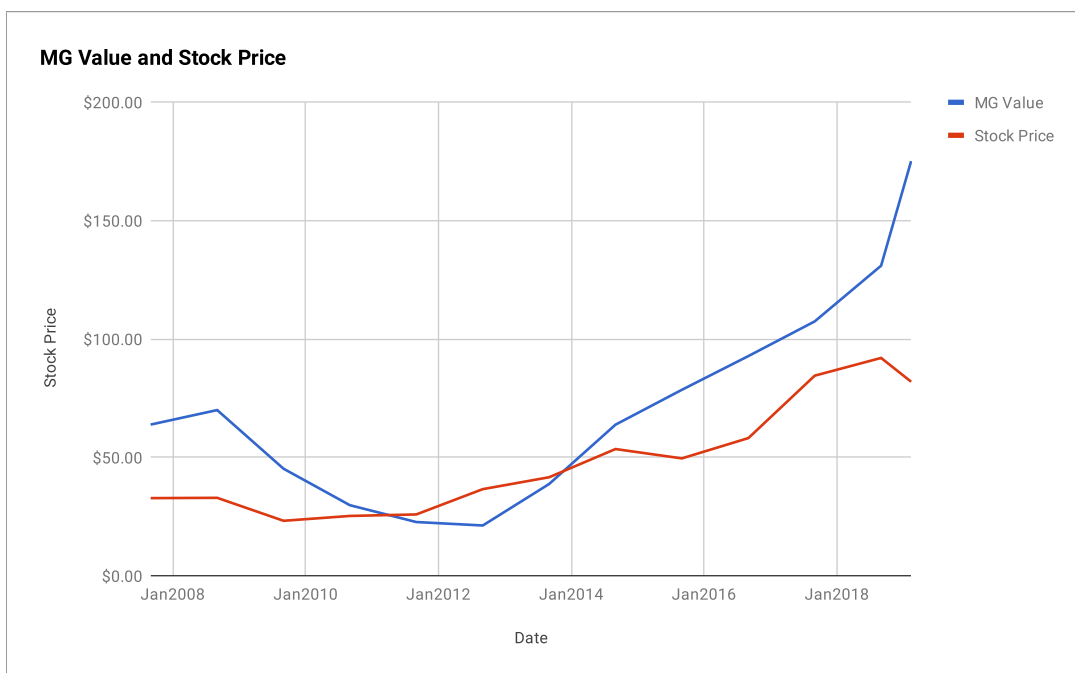
## Stage 3: Information for Further Research

Graham Number	\$81.73
PEmg	15.25
PB Ratio	1.94
Dividend Yield	1.34%
Number of Consecutive Years of Dividend Growth	6

### 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	\$6.79	Next Fiscal Year Estimate	\$5.38
Sep2018	\$5.75	Sep2018	\$4.48
Sep2017	\$4.33	Sep2017	\$3.72
Sep2016	\$3.65	Sep2016	\$3.29
Sep2015	\$3.43	Sep2015	\$2.98
Sep2014	\$3.32	Sep2014	\$2.65
Sep2013	\$2.58	Sep2013	\$2.21
Sep2012	\$2.20	Sep2012	\$1.98
Sep2011	\$2.19	Sep2011	\$1.87
Sep2010	\$1.83	Sep2010	\$1.74
Sep2009	\$1.25	Sep2009	\$1.70
Sep2008	\$1.97	Sep2008	\$1.84
Sep2007	\$2.11	Sep2007	\$1.67
Sep2006	\$1.85	Sep2006	\$1.35
Sep2005	\$1.33	Sep2005	\$1.06
Sep2004	\$1.15	Sep2004	\$0.93
Sep2003	\$0.78	Sep2003	\$0.84
Sep2002	\$0.71	<b>Balance Sheet Information 12/1/2018</b>	
Sep2001	\$0.88	Long-Term Debt & Capital Lease Obligation	\$2,448,000,000
Sep2000	\$1.19	Total Assets	\$38,544,000,000
Sep1999	\$0.78	Intangible Assets	\$633,000,000
		Total Liabilities	\$32,319,000,000
		Shares Outstanding (Diluted Average)	147,300,000





**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** [Raymond James Financial Inc Valuation – March 2018 \\$RJF](#)

**Other ModernGraham posts about related companies** [Nasdaq Inc Valuation – February 2019 \\$NDAQ](#)  
[E\\*Trade Financial Corp Valuation – January 2019 \\$ETFC](#)  
[Marsh & McLennan Companies Inc Valuation – January 2019 \\$MMC](#)  
[Intercontinental Exchange Inc Valuation – January 2019 \\$ICE](#)  
[H&R Block Inc Valuation – January 2019 \\$HRB](#)  
[State Street Corp Valuation – January 2019 \\$STT](#)  
[Morgan Stanley Valuation – January 2019 \\$MS](#)  
[MSCI Inc Valuation – January 2019 \\$MSCI](#)  
[BlackRock Inc Valuation – January 2019 \\$BLK](#)  
[Ameriprise Financial Inc Valuation – January 2019 \\$AMP](#)