

ModernGraham Valuation

Company Name:

Company Ticker CMA
Date of Analysis

Comerica
Incorporated

3/16/2019



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	\$12,991,666,519	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	238.83%	Pass
5. Moderate PEmg Ratio	PEmg < 20	13.98	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.81	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	5.88
MG Growth Estimate	15.00%
MG Value	\$226.56
MG Value based on 3% Growth	\$85.33
MG Value based on 0% Growth	\$50.02
Market Implied Growth Rate	2.74%

MG Opinion

Current Price	\$82.27
% of Intrinsic Value	36.31%
Opinion	Undervalued
MG Grade	A

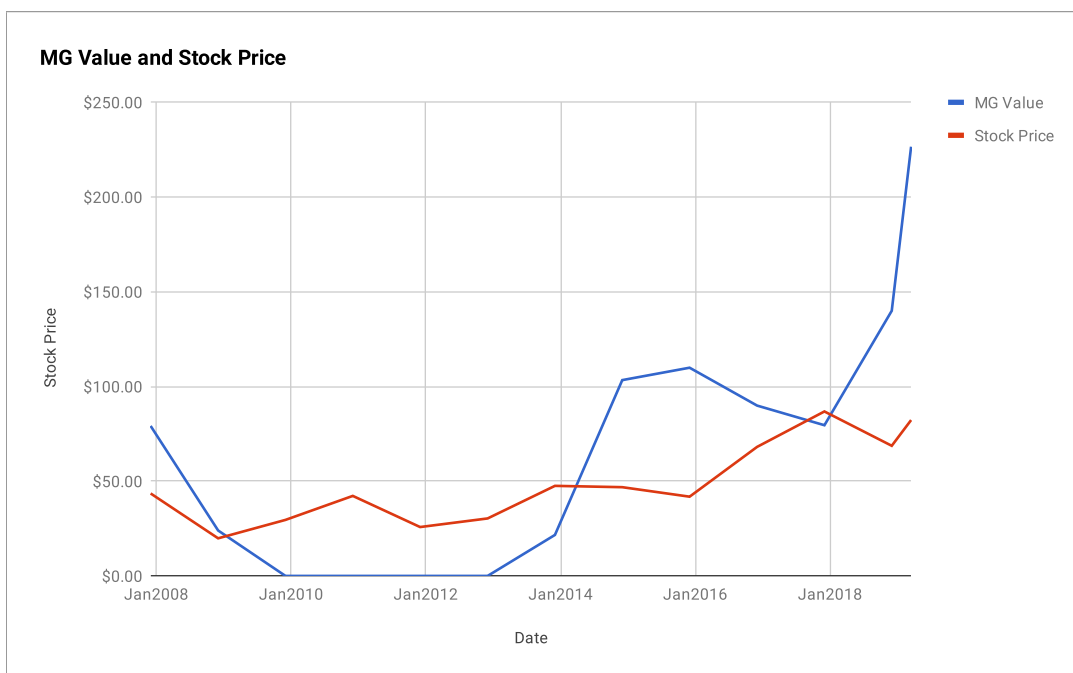
Stage 3: Information for Further Research

Graham Number	\$90.55
PEmg	13.98
PB Ratio	1.81
Dividend Yield	2.24%
Number of Consecutive Years of Dividend Growth	9

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	\$7.77	Next Fiscal Year Estimate	\$5.88
Dec2018	\$7.20	Dec2018	\$4.63
Dec2017	\$4.14	Dec2017	\$3.27
Dec2016	\$2.68	Dec2016	\$2.84
Dec2015	\$2.84	Dec2015	\$2.85
Dec2014	\$3.16	Dec2014	\$2.68
Dec2013	\$2.85	Dec2013	\$2.14
Dec2012	\$2.67	Dec2012	\$1.60
Dec2011	\$2.09	Dec2011	\$1.24
Dec2010	\$0.88	Dec2010	\$1.30
Dec2009	-\$0.79	Dec2009	\$2.04
Dec2008	\$1.28	Dec2008	\$3.68
Dec2007	\$4.43	Dec2007	\$4.79
Dec2006	\$5.49	Dec2006	\$4.79
Dec2005	\$5.11	Dec2005	\$4.33
Dec2004	\$4.36	Dec2004	\$3.94
Dec2003	\$3.75	Dec2003	\$3.78
Dec2002	\$3.40	Balance Sheet Information 12/1/2018	
Dec2001	\$3.88	Long-Term Debt & Capital Lease Obligation	\$6,463,000,000
Dec2000	\$4.31	Total Assets	\$70,818,000,000
Dec1999	\$4.14	Intangible Assets	\$0
		Total Liabilities	\$63,311,000,000
		Shares Outstanding (Diluted Average)	165,000,000





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**
 - [Comerica Inc Valuation – June 2018 \\$CMA](#)
 - [11 Best Stocks for Value Investors This Week – 3/4/17](#)
 - [Comerica Inc Valuation – March 2017 \\$CMA](#)
 - [21 Best Undervalued Stocks of the Week – 8/27/16](#)
 - [Comerica Inc Valuation – August 2016 \\$CMA](#)

- Other ModernGraham posts about related companies**
 - [SVB Financial Group Valuation – March 2019 #SIVB](#)
 - [US Bancorp Valuation – March 2019 #USB](#)
 - [Citizens Financial Group Inc Valuation – February 2019 \\$CFG](#)
 - [BB&T Corp Valuation – February 2019 \\$BBT](#)
 - [M&T Bank Corp Valuation – February 2019 \\$MTB](#)
 - [Bank of America Corp Valuation – January 2019 \\$BAC](#)
 - [Fifth Third Bancorp Valuation – January 2019 \\$FITB](#)
 - [Zions Bancorp Valuation – January 2019 \\$ZION](#)
 - [Regions Financial Corp Valuation – January 2019 \\$RF](#)
 - [Huntington Bancshares Inc Valuation – January 2019 \\$HBAN](#)