

# ModernGraham Valuation

Company Name:

Loews Corporation

Company Ticker L

Date of Analysis

3/10/2019



## 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	\$14,593,697,452	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		24.16%	Fail
5. Moderate PEmg Ratio	PEmg < 20	17.63	Pass
6. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.69	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>No</b>
<b>Enterprising</b>	<b>Yes</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	2.66
MG Growth Estimate	15.00%
<b>MG Value</b>	<b>\$102.38</b>
MG Value based on 3% Growth	\$38.56
MG Value based on 0% Growth	\$22.60
Market Implied Growth Rate	4.56%

### MG Opinion

Current Price	\$46.88
% of Intrinsic Value	45.79%
<b>Opinion</b>	<b>Undervalued</b>
<b>MG Grade</b>	<b>B+</b>

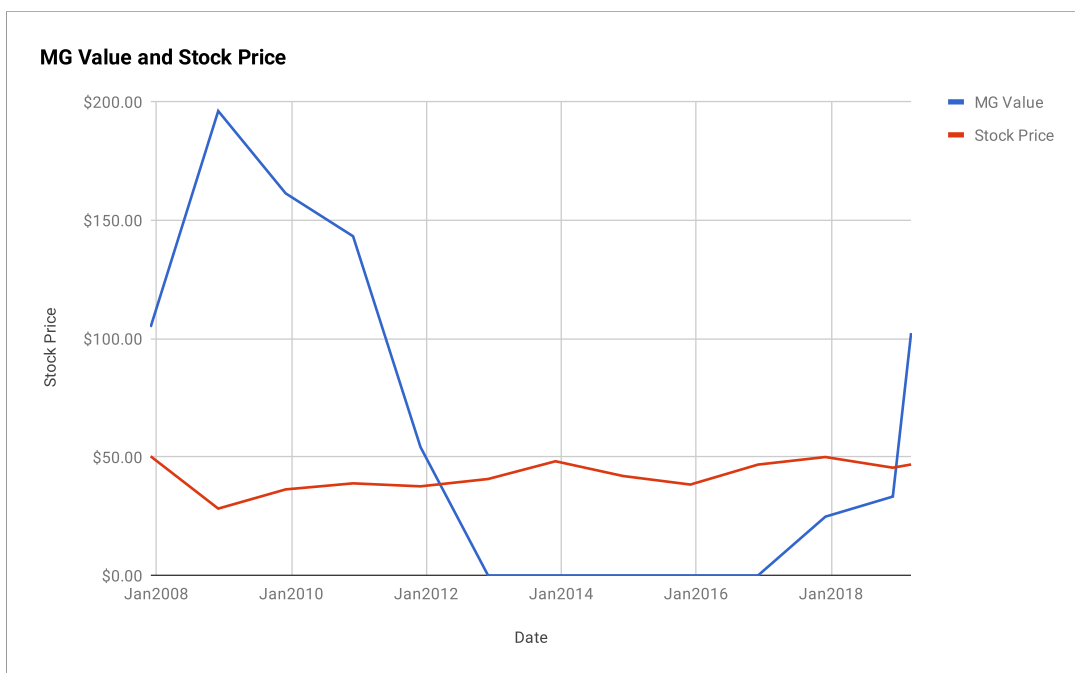
## Stage 3: Information for Further Research

Graham Number	\$67.38
PEmg	17.63
PB Ratio	0.69
Dividend Yield	0.53%
Number of Consecutive Years of Dividend Growth	0

### 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		Next Fiscal Year Estimate	
Dec2018	\$3.40	Dec2018	\$2.66
Dec2017	\$1.99	Dec2017	\$2.17
Dec2016	\$3.45	Dec2016	\$2.12
Dec2015	\$1.93	Dec2015	\$1.44
Dec2014	\$0.72	Dec2014	\$1.32
Dec2013	\$1.55	Dec2013	\$1.76
Dec2012	\$1.53	Dec2012	\$1.91
Dec2011	\$1.43	Dec2011	\$2.57
Dec2010	\$2.62	Dec2010	\$3.40
Dec2009	\$3.07	Dec2009	\$3.92
Dec2008	\$1.30	Dec2008	\$4.19
Dec2007	\$9.05	Dec2007	\$5.09
Dec2006	\$3.65	Dec2006	\$2.73
Dec2005	\$3.75	Dec2005	\$2.02
Dec2004	\$1.72	Dec2004	\$0.97
Dec2003	\$1.88	Dec2003	\$0.69
Dec2002	-\$1.28	Dec2003	\$0.27
Dec2001	\$1.64	<b>Balance Sheet Information 12/1/2018</b>	
Dec2000	-\$0.96	Long-Term Debt & Capital Lease Obligation	\$11,359,000,000
Dec1999	\$3.10	Total Assets	\$78,316,000,000
	\$0.56	Intangible Assets	\$1,276,000,000
		Total Liabilities	\$56,930,000,000
		Shares Outstanding (Diluted Average)	314,530,000





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

[Loews Corp Valuation – May 2018 \\$L](#)  
[Most Overvalued Stocks of the S&P 500 – March 2017](#)  
[Loews Corporation – February 2017 \\$L](#)  
[Loews Corporation Valuation – November 2015 Update \\$L](#)  
[The Best Companies of the Retail Industry – August 2015](#)

Other  
ModernGraham  
posts about related  
companies

[Anthem Inc Valuation – February 2019 \\$ANTM](#)  
[Arthur J Gallagher & Co Valuation – February 2019 \\$AJG](#)  
[Brighthouse Financial Inc Valuation – February 2019 \\$BHF](#)  
[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](#)