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To: Jeffrey Epstein
Subject: BK

BNY Mellon touched by Goldman

Jan 11 2016, 11:26 ET | B=: Stephen Alpher <<http://seekingalpha.com=author/sa-editor-stephen-alpher>> , SA News Editor <http://seekingalpha.com/images/mail_icon.png>

"We believe Bank of New York Mellon's (BK) leverage to higher rates, cost discipline and less beta exposure will drive better-than-expected EPS growth at a time when other areas of capital markets are facing more challenging top-line backdrop," says analyst Alexander Blotstein, upgrading the stock to Conviction Buy from Neutral. The \$48 price target is about 30% above the current level. <<http://seekingalpha.com/symbol/BK>>

The stock has underperformed the XLF by more than 500 basis points over the past month, leaving it trading at just 12x earnings, 10% below its historical multiple and at a 20% discount to the S&P (vs. a typical 10%).

Blotstein sees BNY as having a more certain EPS profile as a result of lower deposit beta and less exposure to the credit cycle than other banks.

He boosts his 2015-17 EPS estimates, with 2016 and 2017 now 3% and 5% higher than consensus, respectively. Blotstein also introduces a 2018 EPS estimate of \$4.50.