

Bank of America (BAC: \$37.44)

Bank of America increases 0.4% against the trend

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Bank of America Corporation's (NYSE: BAC \$37.44) stock price increased 14.0c (0.4%) from its previous trading session to close at \$37.44.

Compared with the S&P 500 Index which fell 1.2 points (0.02%) in the day, the relative price increase was 0.4%.

Bank of America Corporation is the NYSE's 2nd largest Bank by market cap.

There were 28,308,567 shares worth \$1.1 billion traded today. The volume was 0.6 times the average daily trading volume of 46.2 million shares.

Figure 1: Stock Summary

52-Week Range	\$24.59-\$38.35
Market Cap	\$294.7 billion
Shares Outstanding	7,870,000,000
Relative Strength (3 mo)	70

Fig 2: Technical Indicators

Name	Value	Comment
RSI	63.0	Neutral
MACD	0.9	Buy
William % R	-29.3	Neutral
MFI	58.2	Neutral

Fig 3: Moving Averages

Name	Value	Comment
P/MAP20	1.02	Price/MAP20 above 1 and rising
P/MAP50	1.08	Price/MAP50 above 1 and rising
P/MAP200	1.24	Price/MAP200 above 1 and rising

Bullish Signals

Uptrend

Fig 4: Price/Moving Average Price and MACD:

- The Price/MAP of 1.24 for BAC is higher than the Price/MAP for the S&P 500 Index of 1.16.
- The Moving Average Convergence Divergence (MACD) indicator of 12-day Exponential Moving Average (EMA) of 37.05 minus the 26-day EMA of 36.19 is positive suggesting a bullish signal. Both the 12-day EMA as well as the 26-day EMA are rising, another bullish signal.
- The price to 50-day EMAP ratio is 1.1, a bullish indicator. In the past 50 days this ratio has exceeded 1.1, nine times suggesting further upside. The 50-day EMAP has increased to \$35.04. An increase is another bullish indicator.
- The price to 200-day MAP ratio is 1.24, a bullish indicator. In the past 200 days this ratio has exceeded 1.24 just thrice suggesting a resistance level. The stock is trading above both its MAPs and the 50-day MAP of \$34.72 is higher than the 200-day MAP of \$30.28, a bullish indicator. The 200-day MAP has increased to \$30.28. An increase is another bullish indicator.

Past Month:

- Rises to Falls: in the past month the number of rises outnumbered falls 15:7 or 2.1:1.
- In the past three months the stock has hit a new 52-week high thirteen times, pointing to a significant uptrend.

Rising Relative Strength (1mo, 3 mo):

- In the NYSE market of 1,826 stocks and 200 units traded today, the stock has a 6-month relative strength of 88 which means it is beating 88% of the market.
- A price rise combined with a high relative strength is a bullish signal.
- Also, the relative strength percentile is Rising at 70 for 3 months and 84 for 1 month.

Fig 5: High Price Performance Indicators and rank of Bank of America in the NYSE market:

Description	BAC Value	Rank In Market
Today's Trading Turnover	\$1.2 billion	In Top 2%
MCap	\$294.7 billion	In Top 2%
Price/MAP200	1.24	In Top 13%
Price/MAP50	1.08	In Top 17%

Undervaluation [compared with sector average]

Price/Earnings and Earnings Yield:

- Price/Earnings of 11.7. We estimate Bank of America stock is trading at a current year P/E of 8.4 and a forward year P/E of 6.2. The P/E of 11.7 plus annual inflation in the United States of 3.9% adds up to 15.6, well within the value benchmark Rule of 19.
- Earnings yield of 8.6% is 2.0 times the 10-year bond yield of 4.36%.

Dividend Yield:

- The relative yield of BAC, defined by its yield of 2.5%, divided by average yield of dividend yielding stocks in the S&P 500 Index of 1.1% is 232.4%. This suggests Bank of America stock is undervalued in dividend yield terms.