

ModernGraham Valuation

Company Name:

Company Ticker FTI

Date of Analysis

8/12/2015

FMC Technologies,
Inc.



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	Fail
3. Earnings Stability	Positive EPS for 10 years prior	Pass
4. Dividend Record	Dividend Payments for 10 years prior	Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	
5. Earnings Growth		Pass
6. Moderate PEmg Ratio	PEmg < 20	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	Pass

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	Pass
3. Earnings Stability	Positive EPS for 5 years prior	Pass
4. Dividend Record	Currently Pays Dividend	Fail
5. Earnings Growth	EPSmg greater than 5 years ago	Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	2.29
MG Growth Estimate	7.82%
MG Value	\$55.18
MG Value based on 3% Growth	\$33.16
MG Value based on 0% Growth	\$19.44
Market Implied Growth Rate	3.04%

MG Opinion

Current Price	\$33.34
% of Intrinsic Value	60.42%
Opinion	Undervalued

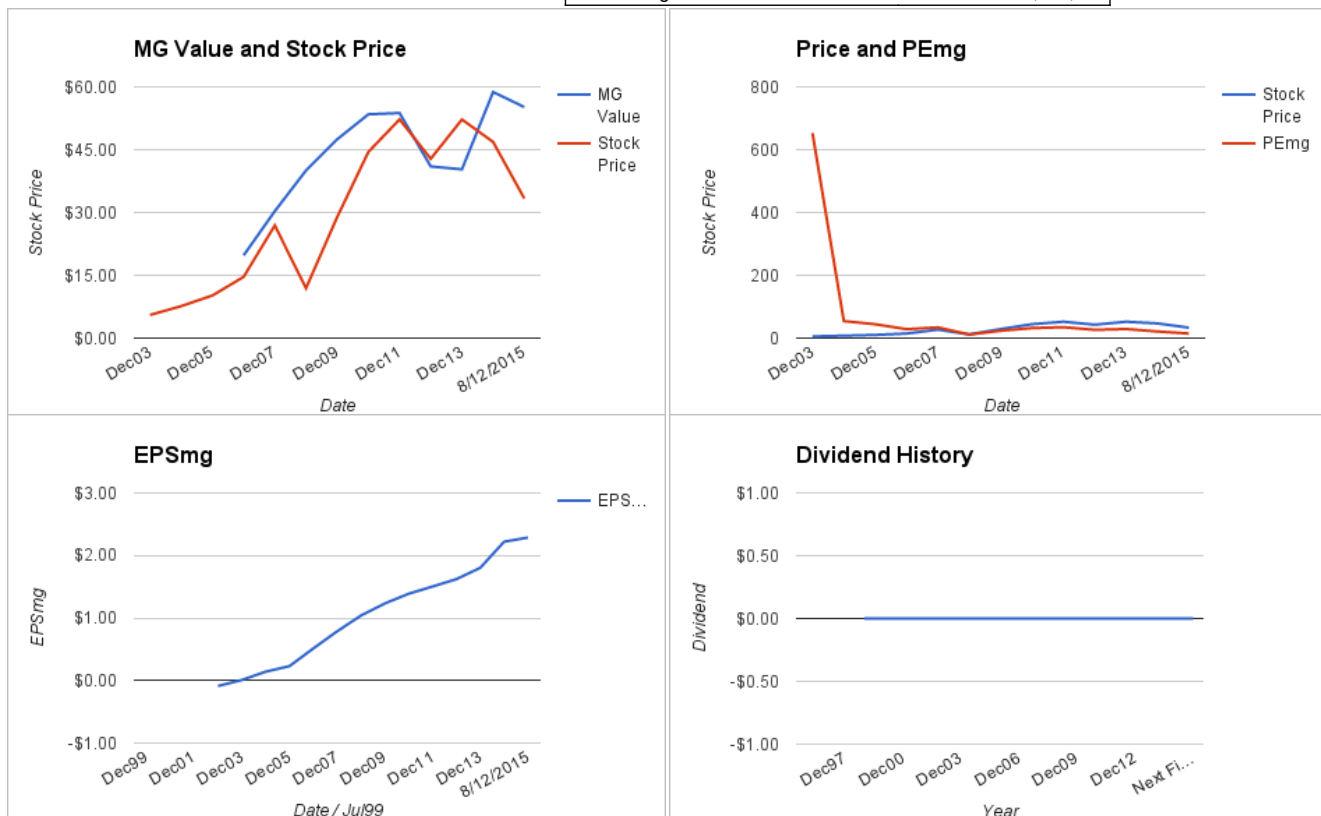
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$0.28
PEmg	14.58
Current Ratio	1.69
PB Ratio	2.99
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

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	\$2.20	Next Fiscal Year Estimate	\$2.29
Dec14	\$2.95	Dec14	\$2.22
Dec13	\$2.10	Dec13	\$1.80
Dec12	\$1.78	Dec12	\$1.62
Dec11	\$1.64	Dec11	\$1.50
Dec10	\$1.53	Dec10	\$1.39
Dec09	\$1.44	Dec09	\$1.23
Dec08	\$1.39	Dec08	\$1.04
Dec07	\$1.13	Dec07	\$0.79
Dec06	\$0.99	Dec06	\$0.51
Dec05	\$0.38	Dec05	\$0.23
Dec04	\$0.42	Dec04	\$0.14
Dec03	\$0.26	Dec03	\$0.01
Dec02	-\$0.51	Dec02	-\$0.09
Dec01	\$0.13	Dec01	#VALUE!
Dec00	\$0.23	Dec00	#VALUE!
Dec99	\$0.00	Dec99	#VALUE!
Dec98	\$0.00	Balance Sheet Information Jun15	
Dec97	-	Total Current Assets	\$4,231,600,000
Dec96	-	Total Current Liabilities	\$2,501,100,000
Dec95	-	Long-Term Debt	\$1,275,200,000
		Total Assets	\$6,893,900,000
		Intangible Assets	\$807,600,000
		Total Liabilities	\$4,296,300,000
		Outstanding Shares	232,900,000



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.