ModernGraham Valuation

Company Name:

Halliburton Company

Company Ticker Date of Analysis

9/10/2015



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.

HAL

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	Pass
3. Earnings Stability	Positive EPS for 10 years prior	Fail
4. Dividend Record	Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at	Pass
5. Earnings Growth	beginning and end	Fail
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	Fail
4. Dividend Record	Currently Pays Dividend	Pass
5. Earnings Growth	EPSmg greater than 5 years ago	Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.10
MG Growth Estimate	-1.27%
MG Value	\$12.50
MG Value based on 3% Growth	\$30.38
MG Value based on 0% Growth	\$17.81
Market Implied Growth Rate	4.65%

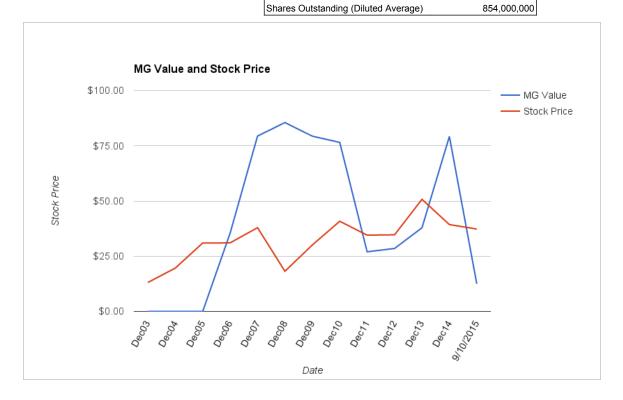
MG Opinion

Current Price		\$37.30
% of Intrinsic Value		298.39%
Opinion	Overvalued	

Stage 3: Information for Further Research

	Net Current Asset Value (NCAV)		\$0.35
	Graham Number	#NUM!	
	PEmg		17.80
	Current Ratio		3.04
	PB Ratio		2.03
	Dividend Yield Number of Consecutive Years of Dividend		1.85%
	Growth		3
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	-\$0.17	Next Fiscal Year Estimate	\$2.10
Dec14	\$4.11	Dec14	\$3.11
Dec13	\$2.36	Dec13	\$2.51
Dec12	\$2.84	Dec12	\$2.45
Dec11	\$3.08	Dec11	\$2.29
Dec10	\$2.01	Dec10	\$1.99
Dec09	\$1.27	Dec09	\$2.06
Dec08	\$1.70	Dec08	\$2.22
Dec07	\$3.68	Dec07	\$2.06
Dec06	\$2.23	Dec06	\$0.92
Dec05	\$2.27	Dec05	\$0.18
Dec04	-\$1.13	Dec04	-\$0.70
Dec03	-\$0.95	Dec03	-\$0.33
Dec02	-\$1.16	Dec02	\$0.04
Dec01	\$0.94	Dec01	\$0.62
Dec00	\$0.56	Dec00	\$0.47
Dec99	\$0.50	Dec99	\$0.44
Dec98	-\$0.02	Balance Sheet Information	Jun15
Dec97	\$0.88	Total Current Assets	\$15,224,000,000
Dec96	\$0.60	Total Current Liabilities	\$5,005,000,000
Dec95	\$0.37	Long-Term Debt	\$7,838,000,000
		Total Assets	\$30,606,000,000
		Intangible Assets	\$1,983,000,000
		Total Liabilities	\$14,921,000,000
		Charge Outstanding (Diluted Average)	854 000 000





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 Oraham	Halliburton Company Analysis – June 2015 Update \$HAL
ModernGraham posts about the	A Glimpse at the Oil & Gas Industry – May 2015
company	23 Companies in the Spotlight This Week – 3/9/15
	Halliburton Company Quarterly Valuation – March 2015 \$HAL
	26 Companies in the Spotlight This Week - 12/13/14
Other Meders Crohem	Kinder Morgan Inc. Analysis – September 2015 Update \$KMI
ModernGraham posts about related	Range Resources Corporation Analysis – August 2015 Update \$RRC
companies	Helmerich & Payne Inc. Analysis – August 2015 Update \$HP
	FMC Technologies Inc. Analysis – August 2015 Update \$FTI
	Denbury Resources Inc. Analysis – August 2015 Update \$DNR
	Western Refining Inc. Analysis – Initial Coverage \$WNR
	WPX Energy Inc. Analysis – 2015 Update \$WPX
	Marathon Petroleum Corporation Analysis – 2015 Update \$MPC
	Valero Energy Corporation Analysis – July 2015 Update \$VLO
	National Oilwell Varco Analysis – July 2015 Update \$NOV