ModernGraham Valuation

Company Name:

Murphy Oil Corporation **ModernGraham**

Company Ticker Date of Analysis

11/18/2015

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.

MUR

 Adequate Size of the Enterprise 	Market Cap > \$2Bil	\$5,281,158,882 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.31 Fail
3. Earnings Stability	Positive EPS for 10 years prior	Fail
4. 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

5. Earnings Growth -101.46% Fail 6. Moderate PEmg Ratio PEmg < 20 -126.51 Fail 7. Moderate Price to Assets PB Ratio < 2.5 OR PB*PEmg < 50 0.88 Fail

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	1.31 Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	6.47 Fail
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

-\$0.24
-4.25%
\$0.00
-\$3.52
-\$2.06
-67.51%

MG Opinion

\$30.70 **Current Price**

% of Intrinsic Value N/A Opinion Overvalued

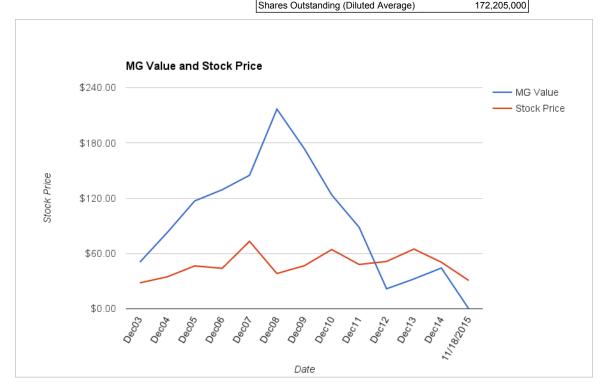
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$25.75
Graham Number	#NUM!
PEmg	-126.51
Current Ratio	1.31
PB Ratio	0.88
Dividend Yield	4.56%
Number of Consecutive Years of Dividend Growth	17

Useful Links: ModernGraham tagged articles Morningstar

Google Finance MSN Money Yahoo Finance Seeking Alpha SEC Filings GuruFocus

EPS History		EPSmg History	
Next Fiscal Year Estimate	-\$11.21	Next Fiscal Year Estimate	-\$0.24
Dec14	\$5.03	Dec14	\$5.13
Dec13	\$5.94	Dec13	\$5.05
Dec12	\$4.99	Dec12	\$4.87
Dec11	\$4.49	Dec11	\$4.94
Dec10	\$4.13	Dec10	\$5.11
Dec09	\$4.35	Dec09	\$5.43
Dec08	\$9.06	Dec08	\$5.63
Dec07	\$4.01	Dec07	\$3.76
Dec06	\$3.41	Dec06	\$3.36
Dec05	\$4.55	Dec05	\$3.04
Dec04	\$3.77	Dec04	\$2.15
Dec03	\$1.59	Dec03	\$1.32
Dec02	\$0.61	Dec02	\$1.10
Dec01	\$1.81	Dec01	\$1.21
Dec00	\$1.64	Dec00	\$0.86
Dec99	\$0.67	Dec99	\$0.41
Dec98	-\$0.08	Balance Sheet Information	Sep15
Dec97	\$0.74	Total Current Assets	\$2,165,803,000
Dec96	\$0.77	Total Current Liabilities	\$1,651,235,000
Dec95	-\$0.66	Long-Term Debt	\$3,327,689,000
·		Total Assets	\$12,627,960,000
		Intangible Assets	\$0
		Total Liabilities	\$6,599,508,000
		Shares Outstanding (Diluted Average)	172.205.000





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 26 Companies in the Spotlight This Week – 11/22/14 Murphy Oil Corporation Annual Valuation – 2014 \$MUR

Other ModernGraham posts about related companies Denbury Resources Inc. Valuation – November 2015 Update \$DNR

Western Refining Inc. Valuation - October 2015 Update \$WNR

Valero Energy Corporation Valuation – October 2015 Update \$VLO

Schlumberger Limited Valuation – October 2015 Update \$SLB

National Oilwell Varco Inc. Valuation – October 2015 Update \$NOV

Tesoro Corporation Analysis - October 2015 Update \$TSO

Cameron International Company Analysis – September 2015 Update \$CAM

Halliburton Company Analysis - September 2015 Update \$HAL

Kinder Morgan Inc. Analysis – September 2015 Update \$KMI

Range Resources Corporation Analysis – August 2015 Update \$RRC