ModernGraham Valuation

Company Name: FMC Technologies, Inc.

Company Ticker	FTI
Date of Analysis	3/21/2016

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	$6,235,415,412	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.69	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	44.19%	Pass
6. Moderate PEmg Ratio	PEmg < 20	15.34	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.54	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	1.69	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.71	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		$1.80
MG Growth Estimate		1.61%
MG Value		**$21.04**
MG Value based on 3% Growth		$26.03
MG Value based on 0% Growth		$15.26
Market Implied Growth Rate		3.42%

MG Opinion

Current Price		$27.54
% of Intrinsic Value		130.89%
Opinion	**Overvalued**	
MG Grade	**C**	

Stage 3: Information for Further Research

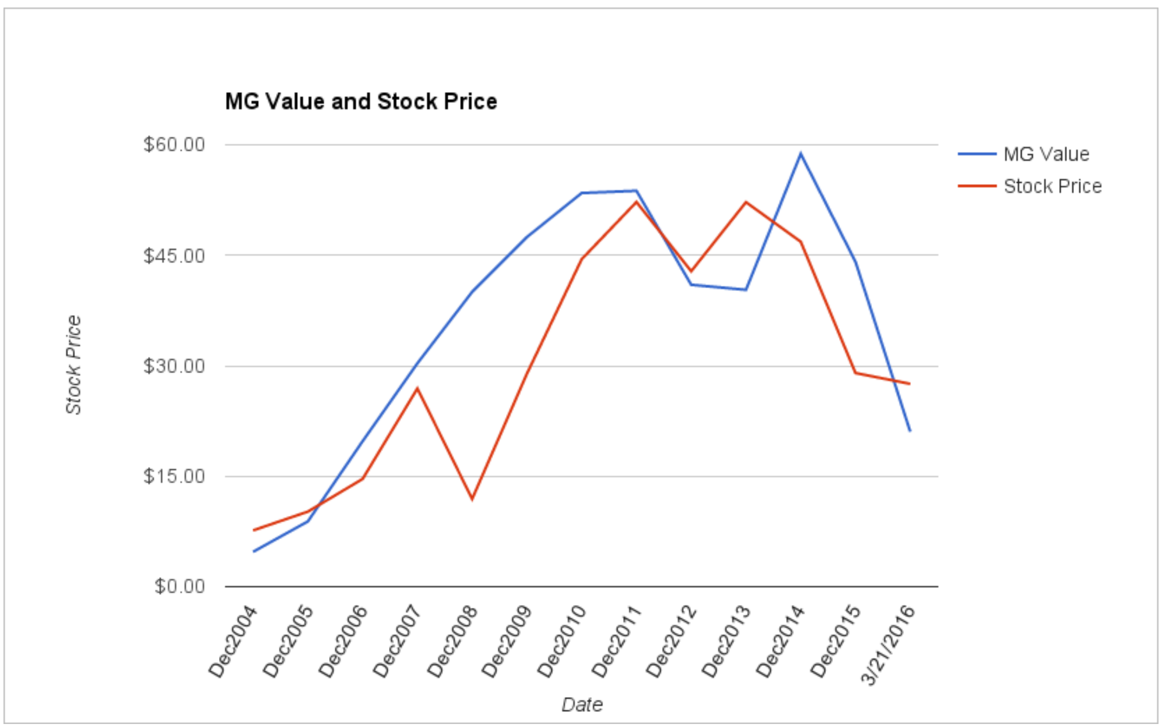
Net Current Asset Value (NCAV)	$0.10
Graham Number	$16.25
PEmg	15.34
Current Ratio	1.69
PB Ratio	2.54
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

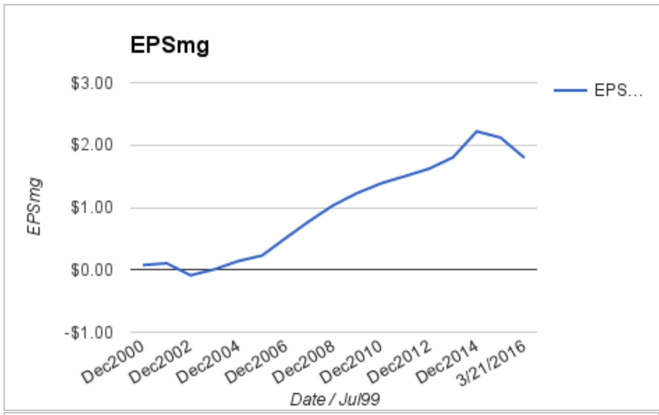
Useful Links:

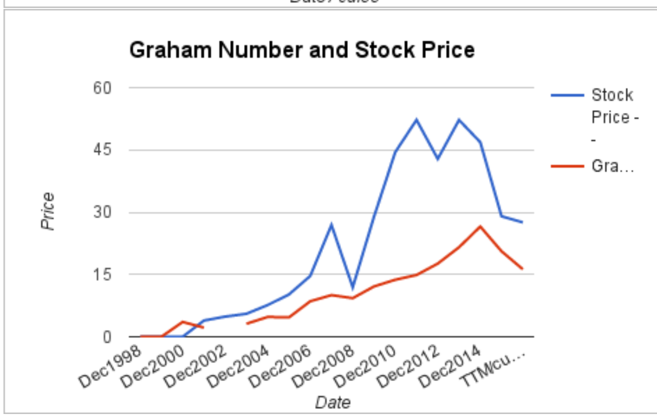
ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha

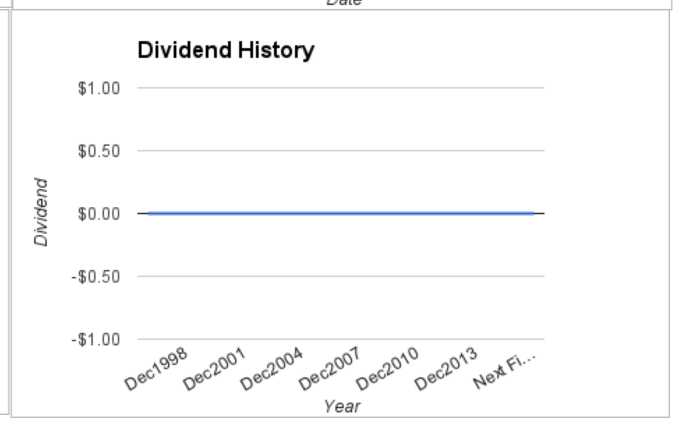
GuruFocus SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	$1.06	Next Fiscal Year Estimate	$1.80
Dec2015	$1.70	Dec2015	$2.12
Dec2014	$2.95	Dec2014	$2.22
Dec2013	$2.10	Dec2013	$1.80
Dec2012	$1.78	Dec2012	$1.62
Dec2011	$1.64	Dec2011	$1.50
Dec2010	$1.53	Dec2010	$1.39
Dec2009	$1.44	Dec2009	$1.23
Dec2008	$1.39	Dec2008	$1.04
Dec2007	$1.13	Dec2007	$0.79
Dec2006	$0.99	Dec2006	$0.51
Dec2005	$0.38	Dec2005	$0.23
Dec2004	$0.42	Dec2004	$0.14
Dec2003	$0.26	Dec2003	$0.01
Dec2002	-$0.51	Dec2002	-$0.09
Dec2001	$0.13	Dec2001	$0.11
Dec2000	$0.23	Dec2000	$0.08
Dec1999	$0.00	**Balance Sheet Information**	**Dec2015**
Dec1998	$0.00	Total Current Assets	$3,948,700,000
Dec1997	$0.00	Total Current Liabilities	$2,343,300,000
Dec1996	$0.00	Long-Term Debt	$1,134,100,000
		Total Assets	$6,437,900,000
		Intangible Assets	$761,000,000
		Total Liabilities	$3,926,100,000
		Shares Outstanding (Diluted Average)	231,700,000









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

- 5 Undervalued Companies for Enterprising Investors Near 52 Week Lows – February 2016
- FMC Technologies Inc. Valuation – November 2015 Update $FTI
- The Best Companies of the Oil & Gas Industry – August 2015
- The 20 Best Stocks For Value Investors This Week – 8/15/15
- FMC Technologies Inc. Analysis – August 2015 Update $FTI

Other ModernGraham posts about related companies

- Valero Energy Corp Valuation – February 2016 $VLO
- Schlumberger Ltd Valuation – February 2016 $SLB
- National Oilwell Varco Inc Valuation – February 2016 Update $NOV
- Southwestern Energy Company Valuation – February 2016 Update $SWN
- Apache Corporation Valuation – January 2016 Update $APA
- Anadarko Petroleum Corp Valuation – January 2016 Update $APC
- Cabot Oil & Gas Corp Valuation – December 2015 Update $COG
- Helmerich & Payne Inc Valuation – November 2015 Update $HP
- Murphy Oil Corporation Valuation – November 2015 Update $MUR
- Denbury Resources Inc. Valuation – November 2015 Update $DNR