

# ModernGraham Valuation

## Company Name:

Company Ticker PXD  
Date of Analysis

Pioneer Natural  
Resources

6/11/2016



## 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	\$25,642,578,611	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.29	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-44.49%	Fail
6. Moderate PEmg Ratio	PEmg < 20	-254.60	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.67	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	2.29	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.19	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

<b>Defensive</b>	<b>No</b>
<b>Enterprising</b>	<b>No</b>

## Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.63
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	-\$9.09
MG Value based on 0% Growth	-\$5.33
Market Implied Growth Rate	-131.55%

### MG Opinion

Current Price	\$159.55
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$14.83
Graham Number	\$0.00
PEmg	-254.60
Current Ratio	2.29
PB Ratio	2.67
Current Dividend	\$0.08
Dividend Yield	0.05%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

[ModernGraham tagged articles](#)      [Morningstar](#)  
[Google Finance](#)                      [MSN Money](#)

EPS History		EPSmg History	
Next Fiscal Year Estimate	-\$2.08	Next Fiscal Year Estimate	-\$0.63
Dec2015	-\$1.83	Dec2015	\$0.52
Dec2014	\$6.38	Dec2014	\$2.04
Dec2013	-\$6.16	Dec2013	\$0.37
Dec2012	\$1.50	Dec2012	\$3.41
Dec2011	\$6.88	Dec2011	\$4.01
Dec2010	\$5.08	Dec2010	\$2.74
Dec2009	-\$0.46	Dec2009	\$1.98
Dec2008	\$1.85	Dec2008	\$3.27
Dec2007	\$3.06	Dec2007	\$3.89
Dec2006	\$5.81	Dec2006	\$3.92
Dec2005	\$3.80	Dec2005	\$2.71
Dec2004	\$2.46	Dec2004	\$2.02
Dec2003	\$3.46	Dec2003	\$1.60
Dec2002	\$0.23	Dec2002	\$0.12
Dec2001	\$1.00	Dec2001	-\$1.44
Dec2000	\$1.53	Dec2000	-\$3.33
Dec1999	-\$0.22	<b>Balance Sheet Information 3/1/2016</b>	
Dec1998	-\$7.46	Total Current Assets	\$4,081,000,000
Dec1997	-\$17.14	Total Current Liabilities	\$1,783,000,000
Dec1996	\$0.00	Long-Term Debt	\$2,724,000,000
		Total Assets	\$16,171,000,000
		Intangible Assets	\$272,000,000
		Total Liabilities	\$6,483,000,000
		Shares Outstanding (Diluted Average)	162,000,000





**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 ModernGraham posts about the company**

[Pioneer Natural Resources Annual Valuation – 2015 \\$PXD](#)

**Other ModernGraham posts about related companies**

- [Cameron International Company Valuation – May 2016 \\$CAM](#)
- [FMC Technologies Inc Valuation – March 2016 \\$FTI](#)
- [Phillips 66 Valuation – March 2016 \\$PSX](#)
- [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](#)