

ModernGraham Valuation

Company Name:

Company Ticker FLR

Date of Analysis

12/9/2016

Fluor Corporation
(NEW)



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	\$8,150,326,376	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.48	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	-22.62%	Fail
5. Earnings Growth	PEmg < 20	20.09	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.59	Fail
7. Moderate Price to Assets			

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	1.48	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.83	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Pass
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	\$2.84
MG Growth Estimate	-0.62%
MG Value	\$20.63
MG Value based on 3% Growth	\$41.25
MG Value based on 0% Growth	\$24.18
Market Implied Growth Rate	5.79%

MG Opinion

Current Price	\$57.14
% of Intrinsic Value	276.93%
Opinion	Overvalued
MG Grade	D

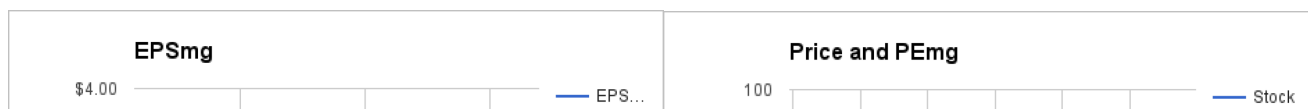
Stage 3: Information for Further Research

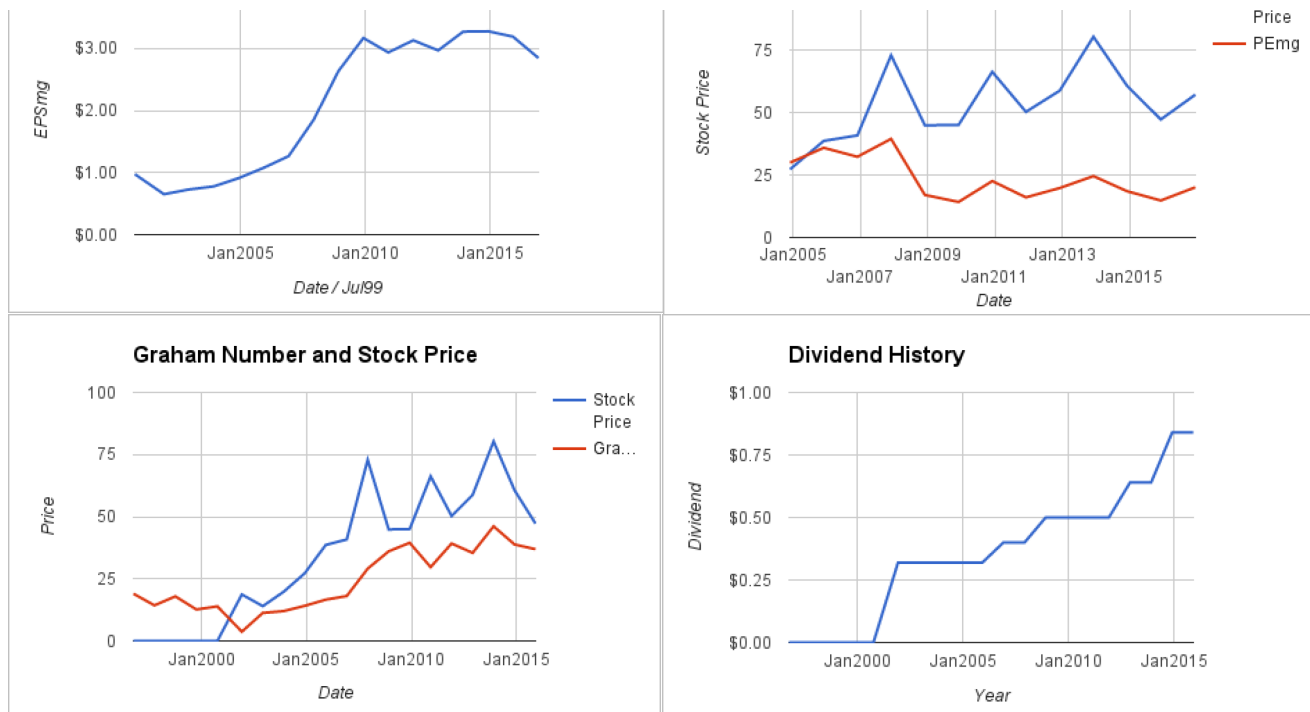
Net Current Asset Value (NCAV)	-\$3.33
Graham Number	\$33.23
PEmg	20.09
Current Ratio	1.48
PB Ratio	2.59
Current Dividend	\$0.84
Dividend Yield	1.47%
Number of Consecutive Years of Dividend Growth	0

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		Next Fiscal Year Estimate	
	\$2.20		\$2.84
Dec2015	\$2.81	Dec2015	\$3.19
Dec2014	\$3.20	Dec2014	\$3.28
Dec2013	\$4.06	Dec2013	\$3.27
Dec2012	\$2.71	Dec2012	\$2.97
Dec2011	\$3.40	Dec2011	\$3.13
Dec2010	\$1.98	Dec2010	\$2.94
Dec2009	\$3.75	Dec2009	\$3.17
Dec2008	\$3.93	Dec2008	\$2.64
Dec2007	\$2.93	Dec2007	\$1.85
Dec2006	\$1.48	Dec2006	\$1.26
Dec2005	\$1.31	Dec2005	\$1.08
Dec2004	\$1.13	Dec2004	\$0.91
Dec2003	\$0.98	Dec2003	\$0.78
Dec2002	\$1.03	Dec2002	\$0.73
Dec2001	\$0.13	Dec2001	\$0.65
Oct2000	\$0.81	Oct2000	\$0.97
Oct1999	\$0.69	Balance Sheet Information 9/1/2016	
Oct1998	\$1.49	Total Current Assets	\$5,741,578,000
Oct1997	\$0.88	Total Current Liabilities	\$3,876,197,000
Oct1996	\$1.61	Long-Term Debt	\$1,555,522,000
		Total Assets	\$9,316,606,000
		Intangible Assets	\$593,161,000
		Total Liabilities	\$6,210,321,000
		Shares Outstanding (Diluted Average)	140,924,000





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.

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[13 Best Stocks For Value Investors This Week – 10/17/15](#)
[Fluor Corporation Valuation – October 2015 Update \\$FLR](#)
[The Best Companies of the Construction Industry – October 2015](#)

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[Martin Marietta Materials Inc Valuation – August 2016 \\$MLM](#)
[Fluor Corporation Valuation – August 2016 \\$FLR](#)
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