

ModernGraham Valuation

World Fuel Services
Corp



Company Name:

Company Ticker INT
Date of Analysis 12/16/2016

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	\$3,278,104,312	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.93	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
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	66.36%	Pass
6. Moderate PEmg Ratio	PEmg < 20	17.26	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.63	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	1.93	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.62	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		Pass

Suitability

Defensive	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.67
MG Growth Estimate	1.35%
MG Value	\$29.85
MG Value based on 3% Growth	\$38.66
MG Value based on 0% Growth	\$22.66
Market Implied Growth Rate	4.38%

MG Opinion

Current Price	\$46.02
% of Intrinsic Value	154.15%
Opinion	Overvalued
MG Grade	C+

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	\$8.08
Graham Number	\$38.47
PEmg	17.26
Current Ratio	1.93
PB Ratio	1.63
Current Dividend	\$0.24
Dividend Yield	0.52%
Number of Consecutive Years of Dividend Growth	2

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		\$2.36	Next Fiscal Year Estimate		\$2.67
Dec2015		\$2.64	Dec2015		\$2.81
Dec2014		\$3.11	Dec2014		\$2.83
Dec2013		\$2.83	Dec2013		\$2.63
Dec2012		\$2.64	Dec2012		\$2.45
Dec2011		\$2.71	Dec2011		\$2.23
Dec2010		\$2.31	Dec2010		\$1.88
Dec2009		\$1.96	Dec2009		\$1.56
Dec2008		\$1.80	Dec2008		\$1.26
Dec2007		\$1.12	Dec2007		\$0.94
Dec2006		\$1.11	Dec2006		\$0.79
Dec2005		\$0.79	Dec2005		\$0.59
Dec2004		\$0.61	Dec2004		\$0.46
Dec2003		\$0.50	Dec2003		\$0.37
Mar2002		\$0.40	Mar2002		\$0.30
Mar2001		\$0.25	Mar2001		\$0.26
Mar2000		\$0.20	Mar2000		\$0.26
Mar1999		\$0.30	Balance Sheet Information 9/1/2016		
Mar1998		\$0.32	Total Current Assets		\$3,752,500,000
Mar1997		\$0.27	Total Current Liabilities		\$1,948,200,000
Mar1996		\$0.23	Long-Term Debt		\$1,110,100,000
			Total Assets		\$5,152,500,000
			Intangible Assets		\$1,139,700,000
			Total Liabilities		\$3,190,900,000
			Shares Outstanding (Diluted Average)		69,500,000





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

#N/A

Other
ModernGraham
posts about related
companies

- [Phillips 66 Valuation – August 2016 \\$PSX](#)
- [FMC Technologies Inc Valuation – August 2016 \\$FTI](#)
- [Marathon Petroleum Corp Valuation – August 2016 \\$MPC](#)
- [Magellan Midstream Partners LP Valuation – August 2016 \\$MMP](#)
- [Enesco PLC Valuation – August 2016 \\$ESV](#)
- [Enterprise Products Partners LP Valuation – August 2016 \\$EPD](#)
- [Tidewater Inc Valuation – August 2016 \\$TDW](#)
- [Occidental Petroleum Corp Valuation – August 2016 \\$OXY](#)
- [Valero Energy Corporation – August 2016 \\$VLO](#)
- [Chevron Corp Valuation – August 2016 \\$CVX](#)