# **ModernGraham Valuation**

## **Company Name:**

Company Ticker OXY Date of Analysis Occidental Petroleum Corporation





## 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	\$49,314,599,552	Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.32	Fail
	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	-160.81%	Fail
	6. Moderate PEmg Ratio	PEmg < 20	-42.25	Fail
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.31	Fail
Enterprising Investor; I	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	1.32	Fail
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	4.75	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
		Score		

#### Suitability

Defensive	No
Enterprising	No

#### Stage 2: Determination of Intrinsic Value

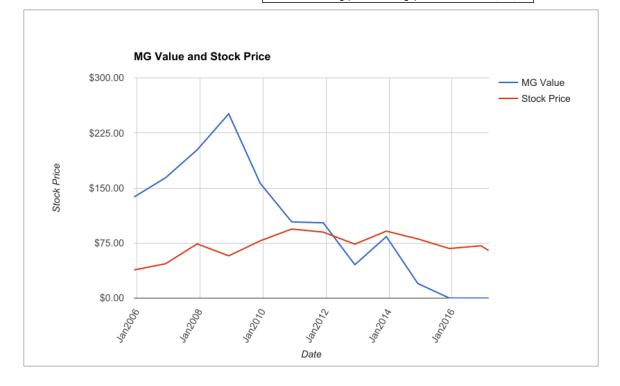
	EPSmg		-\$1.54
	MG Growth Estimate		-4.25%
	MG Value		\$0.00
	MG Value based on 3% Growth		-\$22.27
	MG Value based on 0% Growth		-\$13.06
	Market Implied Growth Rate		-25.37%
MG Opinion			
	Current Price		\$64.89
	% of Intrinsic Value	N/A	
	Opinion	Overvalued	
	MG Grade	D+	

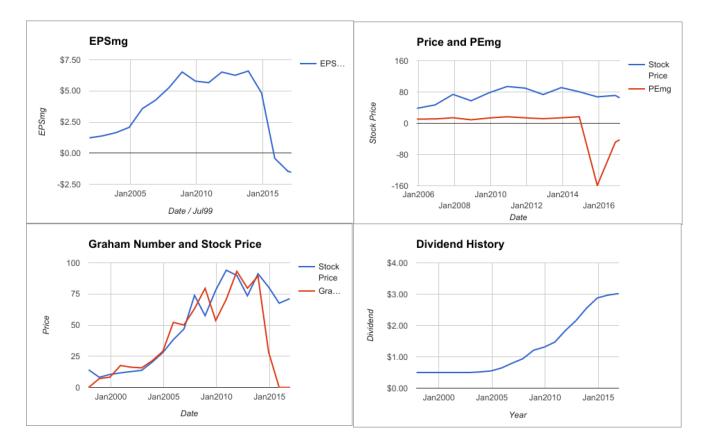
### Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$17.26
Graham Number	\$14.88
PEmg	-42.25
Current Ratio	1.32
PB Ratio	2.31
Current Dividend	\$3.02
Dividend Yield	4.65%
Number of Consecutive Years of Dividend Growth	15

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	-\$1.54
Dec2016	-\$0.75	Dec2016	-\$1.47
Dec2015	-\$10.23	Dec2015	-\$0.42
Dec2014	\$0.79	Dec2014	\$4.83
Dec2013	\$7.32	Dec2013	\$6.60
Dec2012	\$5.67	Dec2012	\$6.25
Dec2011	\$8.32	Dec2011	\$6.5
Dec2010	\$5.56	Dec2010	\$5.60
Dec2009	\$3.58	Dec2009	\$5.79
Dec2008	\$8.34	Dec2008	\$6.5
Dec2007	\$6.44	Dec2007	\$5.2
Dec2006	\$4.87	Dec2006	\$4.20
Dec2005	\$6.48	Dec2005	\$3.58
Dec2004	\$2.80	Dec2004	\$2.0
Dec2003	\$1.98	Dec2003	\$1.6
Dec2002	\$1.31	Dec2002	\$1.3
Dec2001	\$1.55	Dec2001	\$1.23
Dec2000	\$2.13	Balance Sheet Information	12/1/201
Dec1999	\$0.62	Total Current Assets	\$8,428,000,000
Dec1998	\$0.50	Total Current Liabilities	\$6,362,000,000
Dec1997	-\$0.72	Long-Term Debt	\$9,819,000,000
		Total Assets	\$43,109,000,000
		Intangible Assets	\$0
		Total Liabilities	\$21,612,000,000
		Shares Outstanding (Diluted Average)	763,800,000





#### 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	Occidental Petroleum Corporation – 2015 Update \$OXY
	21 Companies in the Spotlight This Week – June 14, 2014
	Occidental Petroleum Corp Annual Valuation – 2014 \$OXY
	19 Companies in the Spotlight This Week - 3/15/14
	Occidental Petroleum Corp (OXY) Quarterly Valuation
Other ModernGraham posts about related companies	Carrizo Oil & Gas Inc Valuation – Initial Coverage \$CRZO
	Denbury Resources Inc Valuation – February 2017 \$DNR
	California Resources Corp Valuation – Initial Coverage \$CRC
	Crew Energy Inc Valuation – Initial Coverage \$TSE:CR
	Exxon Mobil Corp Valuation – February 2017 \$XOM
	Superior Energy Services Inc Valuation – Initial Coverage \$SPN
	2017 Oil & Gas Industry Review
	Spartan Energy Corp Valuation – Initial Coverage \$TSE:SPE
	Crescent Point Energy Corp Valuation – Initial Coverage \$TSE:CPG

Tesoro Corporation Valuation – February 2017 \$TSO