ModernGraham Valuation

Company Name:

FMC Corp

Company Ticker FMC Date of Analysis 3/8/2018



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.

Adequate Size of the Enterprise	Market Cap > \$2Bil	\$11,043,028,691 Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.65 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	
5. Earnings Growth	beginning and end	104.91% Pass
6. Moderate PEmg Ratio	PEmg < 20	21.76 Fail
7 Moderate Price to Assets	PB Ratio < 2.5 OR PB*PFmg < 50	4 12 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	1.65	Pass
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.07	Fail
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

81.83%

Score

Suitability

MG Opinion

Defensive No Enterprising Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$3.78
MG Growth Estimate	9.05%
MG Value	\$100.52
MG Value based on 3% Growth	\$54.81
MG Value based on 0% Growth	\$32.13
Market Implied Growth Rate	6.63%
Current Price	\$82.25

% of Intrinsic Value Opinion Fairly Valued

MG Grade

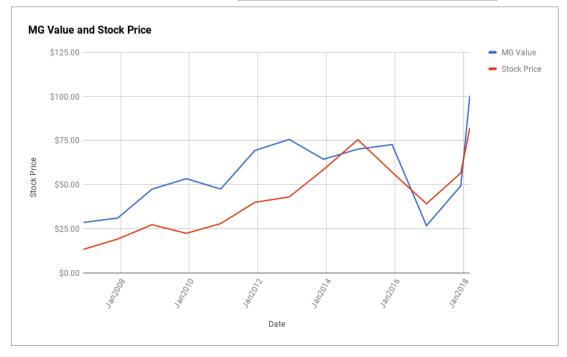
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$21.36
Graham Number	\$48.75
PEmg	21.76
Current Ratio	1.65
PB Ratio	4.12
Current Dividend	\$0.66
Dividend Yield	0.80%
Number of Consecutive Years of Dividend	
Growth	0

Useful Links: ModernGraham tagged articles

Morningstar Google Finance MSN Money Yahoo Finance Seeking Alpha <u>GuruFocus</u> SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	\$5.29	Next Fiscal Year Estimate	\$3.78
Dec2017	\$3.99	Dec2017	\$2.93
Dec2016	\$1.56	Dec2016	\$2.44
Dec2015	\$3.66	Dec2015	\$2.83
Dec2014	\$2.29	Dec2014	\$2.36
Dec2013	\$2.16	Dec2013	\$2.29
Dec2012	\$3.00	Dec2012	\$2.26
Dec2011	\$2.55	Dec2011	\$1.80
Dec2010	\$1.18	Dec2010	\$1.38
Dec2009	\$1.56	Dec2009	\$1.39
Dec2008	\$2.01	Dec2008	\$1.23
Dec2007	\$0.86	Dec2007	\$0.81
Dec2006	\$0.83	Dec2006	\$0.74
Dec2005	\$0.73	Dec2005	\$0.45
Dec2004	\$1.07	Dec2004	\$0.20
Dec2003	\$0.19	Dec2003	-\$0.13
Dec2002	\$0.48	Dec2002	-\$0.12
Dec2001	-\$2.72	Balance Sheet Information	12/1/2017
Dec2000	\$0.88	Total Current Assets	\$3,652,700,000
Dec1999	\$1.64	Total Current Liabilities	\$2,209,400,000
Dec1998	\$0.76	Long-Term Debt	\$2,993,000,000
		Total Assets	\$9,206,300,000
		Intangible Assets	\$3,830,700,000
		Total Liabilities	\$6,524,500,000
		Shares Outstanding (Diluted Average)	134,468,000





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 10 Most Undervalued Companies for the Defensive Investor – May 2016

10 Most Undervalued Companies for the Defensive Investor – February 2016

10 Low PE Stocks for the Defensive Investor – February 2016
18 Best Stocks For Value Investors This Week – 1/30/16
FMC Corporation Valuation – January 2016 Update \$FMC

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Kraton Corp Valuation - March 2018 \$KRA

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