

# ModernGraham Valuation

Company Name:

ConocoPhillips

Company Ticker COP

Date of Analysis

4/2/2018



## 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.*

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$68,231,207,154	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.76	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
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	-109.93%	Fail
5. Earnings Growth	PEmg < 20	-180.40	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	2.26	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	1.76	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.41	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 Score		Fail

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.32
MG Growth Estimate	-4.25%
<b>MG Value</b>	<b>\$0.00</b>
MG Value based on 3% Growth	-\$4.67
MG Value based on 0% Growth	-\$2.74
Market Implied Growth Rate	-94.45%

### MG Opinion

Current Price	\$58.09
% of Intrinsic Value	N/A
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>D</b>

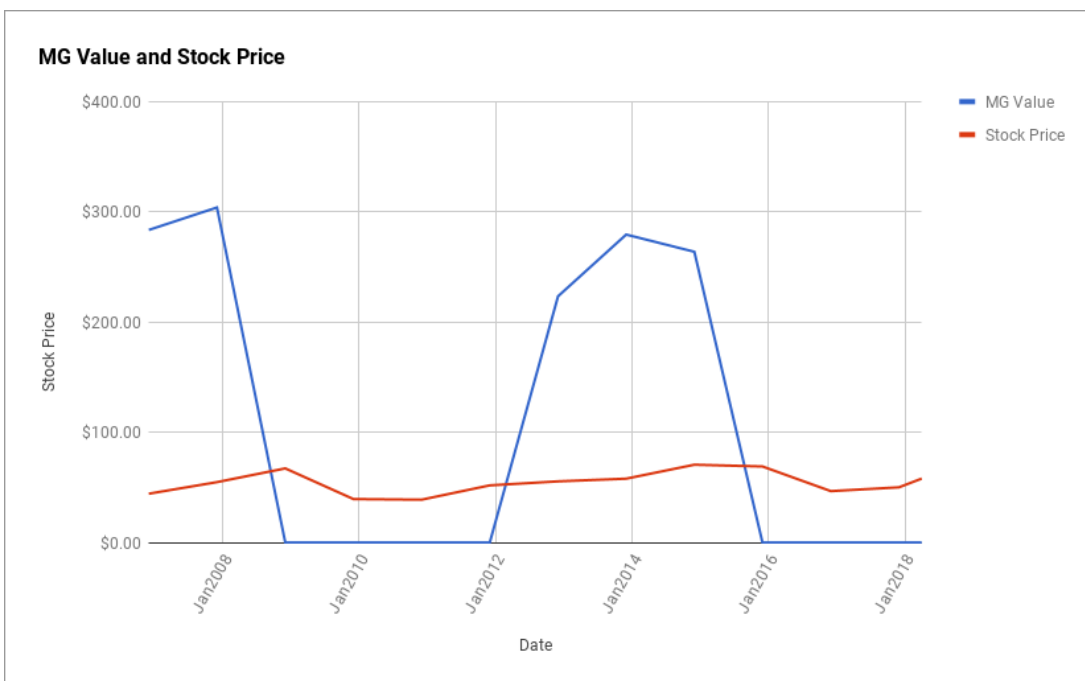
## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$22.02
Graham Number	\$31.26
PEmg	-180.40
Current Ratio	1.76
PB Ratio	2.26
Current Dividend	\$1.06
Dividend Yield	1.82%
Number of Consecutive Years of Dividend Growth	1

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<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
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<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate		Next Fiscal Year Estimate	
Dec2017	\$1.67	Dec2017	-\$0.32
Dec2016	-\$0.70	Dec2016	-\$0.50
Dec2015	-\$2.91	Dec2015	\$0.61
Dec2014	-\$3.58	Dec2014	\$3.25
Dec2013	\$5.51	Dec2013	\$6.85
Dec2012	\$7.38	Dec2012	\$7.26
Dec2011	\$6.72	Dec2011	\$5.80
Dec2010	\$8.97	Dec2010	\$4.60
Dec2009	\$7.62	Dec2009	\$2.70
Dec2008	\$2.94	Dec2008	\$1.37
Dec2007	-\$11.16	Dec2007	\$1.80
Dec2006	\$7.22	Dec2006	\$7.90
Dec2005	\$9.66	Dec2005	\$7.37
Dec2004	\$9.55	Dec2004	\$5.57
Dec2003	\$5.80	Dec2003	\$3.41
Dec2002	\$3.46	Dec2002	\$2.20
Dec2001	-\$0.31	Dec2001	\$1.56
Dec2000	\$2.82	<b>Balance Sheet Information 12/1/2017</b>	
Dec1999	\$3.63	Total Current Assets	\$16,512,000,000
Dec1998	\$1.20	Total Current Liabilities	\$9,397,000,000
	\$0.46	Long-Term Debt	\$17,128,000,000
		Total Assets	\$73,362,000,000
		Intangible Assets	\$0
		Total Liabilities	\$42,755,000,000
		Shares Outstanding (Diluted Average)	1,191,926,000





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:

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ModernGraham  
posts about the  
company

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[Conoco Phillips Annual Valuation – 2015 \\$COP](#)

[14 Companies in the Spotlight This Week – 1/18/14](#)

[ModernGraham Valuation: Conoco Phillips \(COP\)](#)

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[Noble Energy Inc Valuation – March 2018 \\$NBL](#)

[ONEOK Inc Valuation – March 2018 \\$OKE](#)

[Marathon Oil Corp Valuation – March 2018 \\$MRO](#)

[Hess Corp Valuation – March 2018 \\$HES](#)

[Cimarex Energy Co Valuation – Initial Coverage \\$XEC](#)

[EQT Corporation Valuation – March 2018 \\$EQT](#)

[Helmerich & Payne Inc Valuation – March 2018 \\$HP](#)

[Chesapeake Energy Corp Valuation – March 2018 \\$CHK](#)

[Williams Companies Inc Valuation – March 2018 \\$WMB](#)