

# ModernGraham Valuation

Fluor Corporation  
(NEW)



## Company Name:

Company Ticker FLR

Date of Analysis

4/25/2018

## 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	\$8,588,816,906	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.57	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	-28.15%	Fail
6. Moderate PEmg Ratio	PEmg < 20	24.67	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.52	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	1.57	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.79	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 Score		Fail

### Suitability

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

## Stage 2: Determination of Intrinsic Value

EPSmg	\$2.42
MG Growth Estimate	-3.93%
<b>MG Value</b>	<b>\$1.53</b>
MG Value based on 3% Growth	\$35.05
MG Value based on 0% Growth	\$20.55
Market Implied Growth Rate	8.09%

### MG Opinion

Current Price	\$59.64
% of Intrinsic Value	3902.24%
<b>Opinion</b>	<b>Overvalued</b>
<b>MG Grade</b>	<b>C</b>

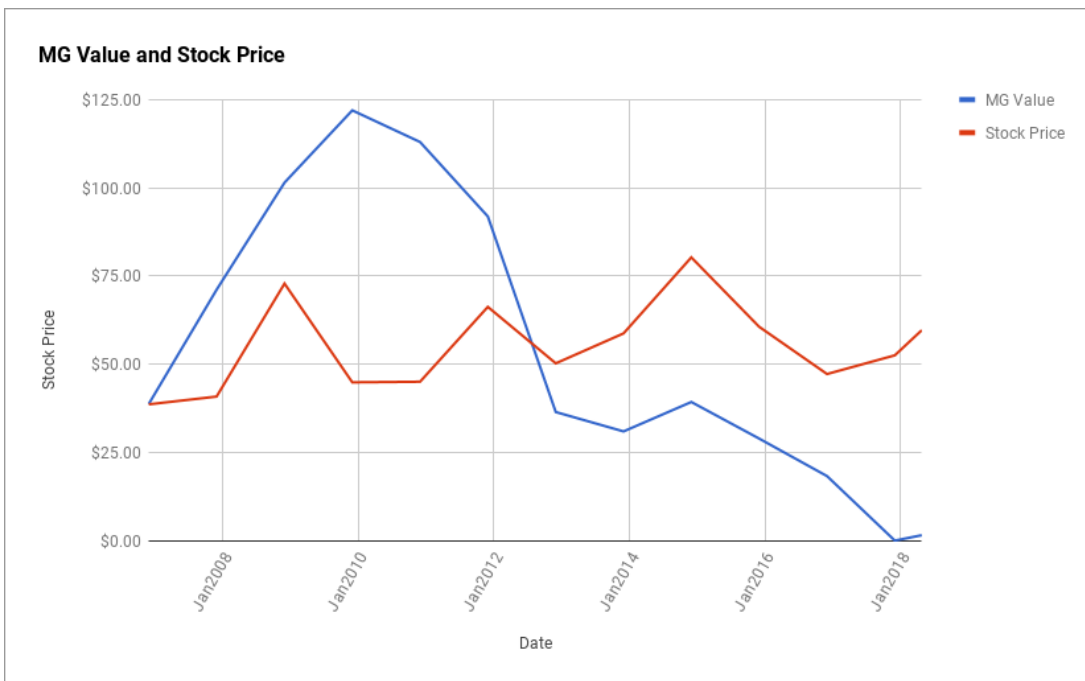
## Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$2.72
Graham Number	\$41.47
PEmg	24.67
Current Ratio	1.57
PB Ratio	2.52
Current Dividend	\$0.84
Dividend Yield	1.41%
Number of Consecutive Years of Dividend Growth	0

### Useful Links:

<a href="#">ModernGraham tagged articles</a>	<a href="#">Morningstar</a>
<a href="#">Google Finance</a>	<a href="#">MSN Money</a>
<a href="#">Yahoo Finance</a>	<a href="#">Seeking Alpha</a>
<a href="#">GuruFocus</a>	<a href="#">SEC Filings</a>

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$3.20	Next Fiscal Year Estimate	\$2.42
Dec2017	\$1.36	Dec2017	\$2.25
Dec2016	\$2.00	Dec2016	\$2.78
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	<b>Balance Sheet Information 12/1/2017</b>	
Oct2000	\$0.81	Total Current Assets	\$5,601,257,000
Oct1999	\$0.69	Total Current Liabilities	\$3,574,170,000
Oct1998	\$1.49	Long-Term Debt	\$1,591,598,000
		Total Assets	\$9,327,692,000
		Intangible Assets	\$753,035,000
		Total Liabilities	\$5,985,382,000
		Shares Outstanding (Diluted Average)	141,031,000





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**

- [Fluor Corporation Valuation – December 2016 \\$FLR](#)
- [Fluor Corporation Valuation – August 2016 \\$FLR](#)
- [26 Best Stocks For Value Investors This Week – 2/6/16](#)
- [Fluor Corp Valuation – February 2016 Update \\$FLR](#)
- [13 Best Stocks For Value Investors This Week – 10/17/15](#)

**Other ModernGraham posts about related companies**

- [Lennar Corp Valuation – April 2018 \\$LEN](#)
- [Vulcan Materials Co Valuation – April 2018 \\$VMC](#)
- [PulteGroup Inc Valuation – March 2018 \\$PHM](#)
- [Sherwin-Williams Co Valuation – March 2018 \\$SHW](#)
- [Cummins Inc Valuation – March 2018 \\$CMI](#)
- [Johnson Controls International PLC Valuation – March 2018 \\$JCI](#)
- [Flowserve Corp Valuation – February 2018 \\$FLS](#)
- [Corning Inc Valuation – February 2018 \\$GLW](#)
- [Home Depot Inc Valuation – February 2018 \\$HD](#)
- [Caterpillar Inc Valuation – February 2018 \\$CAT](#)