

ModernGraham Valuation

TechnipFMC plc
Ordinary Share



Company Name:

Company Ticker FTI

Date of Analysis

4/11/2018

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	\$14,073,802,000	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.32	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Fail
	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-65.93%	Fail
5. Earnings Growth	PEmg < 20	23.07	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	1.12	Pass
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	1.32	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.20	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 Score		Fail

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$1.36
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$19.71
MG Value based on 0% Growth	\$11.55
Market Implied Growth Rate	7.29%

MG Opinion

Current Price	\$31.36
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$4.71
Graham Number	\$26.06
PEmg	23.07
Current Ratio	1.32
PB Ratio	1.12
Current Dividend	\$0.13
Dividend Yield	0.41%
Number of Consecutive Years of Dividend Growth	0

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	\$1.05	Next Fiscal Year Estimate	\$1.36
Dec2017	\$0.24	Dec2017	\$1.97
Dec2016	\$3.16	Dec2016	\$3.24
Dec2015	\$0.13	Dec2015	\$3.70
Dec2014	\$4.44	Dec2014	\$5.50
Dec2013	\$6.46	Dec2013	\$5.72
Dec2012	\$5.99	Dec2012	\$5.23
Dec2011	\$5.72	Dec2011	\$4.62
Dec2010	\$5.07	Dec2010	\$3.88
Dec2009	\$2.28	Dec2009	\$3.09
Dec2008	\$5.92	Dec2008	\$3.18
Dec2007	\$1.75	Dec2007	\$1.64
Dec2006	\$2.48	Dec2006	\$1.35
Dec2005	\$1.13	Dec2005	\$1.05
Dec2004	\$1.37	Dec2004	\$1.93
Dec2003	-\$0.26	Dec2003	\$3.37
Dec2002	-\$0.30	Dec2002	\$8.79
Dec2001	\$6.03	Balance Sheet Information 12/1/2017	
Dec2000	\$12.07	Total Current Assets	\$12,977,100,000
Dec1999	\$10.82	Total Current Liabilities	\$9,829,400,000
Dec1998	\$51.39	Long-Term Debt	\$3,777,900,000
		Total Assets	\$28,263,700,000
		Intangible Assets	\$10,263,600,000
		Total Liabilities	\$15,183,000,000
		Shares Outstanding (Diluted Average)	468,300,000





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

- [FMC Technologies Inc Valuation – March 2016 \\$FTI](#)
- [5 Undervalued Companies for Enterprising Investors Near 52 Week Lows – February 2016](#)
- [12 Best Stocks For Value Investors This Week – 11/14/15](#)
- [FMC Technologies Inc. Valuation – November 2015 Update \\$FTI](#)
- [The Best Companies of the Oil & Gas Industry – August 2015](#)

Other ModernGraham posts about related companies

- [EOG Resources Inc Valuation – April 2018 \\$EOG](#)
- [ConocoPhillips Valuation – April 2018 \\$COP](#)
- [Devon Energy Corp Valuation – March 2018 \\$DVN](#)
- [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](#)