

ModernGraham Valuation

Company Name:

Halliburton Company

Company Ticker HAL

Date of Analysis

5/9/2018



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	\$46,306,353,773	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.22	Pass
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	-181.92%	Fail
5. Earnings Growth	PEmg < 20	-82.26	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	5.53	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	2.22	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.72	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

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$0.64
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	-\$9.29
MG Value based on 0% Growth	-\$5.45
Market Implied Growth Rate	-45.38%

MG Opinion

Current Price	\$52.70
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.60
Graham Number	\$20.76
PEmg	-82.26
Current Ratio	2.22
PB Ratio	5.53
Current Dividend	\$0.72
Dividend Yield	1.37%
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		Next Fiscal Year Estimate	
Dec2017	-\$0.53	Dec2017	-\$1.41
Dec2016	-\$6.69	Dec2016	-\$1.11
Dec2015	-\$0.79	Dec2015	\$1.89
Dec2014	\$4.11	Dec2014	\$3.11
Dec2013	\$2.36	Dec2013	\$2.51
Dec2012	\$2.84	Dec2012	\$2.50
Dec2011	\$3.08	Dec2011	\$2.39
Dec2010	\$2.01	Dec2010	\$2.14
Dec2009	\$1.27	Dec2009	\$2.26
Dec2008	\$2.45	Dec2008	\$2.47
Dec2007	\$3.68	Dec2007	\$2.06
Dec2006	\$2.23	Dec2006	\$0.92
Dec2005	\$2.27	Dec2005	\$0.18
Dec2004	-\$1.12	Dec2004	-\$0.70
Dec2003	-\$0.95	Dec2003	-\$0.33
Dec2002	-\$1.16	Dec2002	\$0.04
Dec2001	\$0.94	Balance Sheet Information	
Dec2000	\$0.56	3/1/2018	
Dec1999	\$0.50	Total Current Assets	\$11,035,000,000
Dec1998	-\$0.02	Total Current Liabilities	\$4,969,000,000
		Long-Term Debt	\$10,428,000,000
		Total Assets	\$25,191,000,000
		Intangible Assets	\$2,707,000,000
		Total Liabilities	\$16,826,000,000
		Shares Outstanding (Diluted Average)	878,000,000





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.

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company

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