ModernGraham Valuation

Company Name:

Company Ticker QEP Date of Analysis **QEP** Resources Inc



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

6/30/2018

Defensive Investor; must pass 6 out of the following 7 tests.

1.	Adequate Size of the Enterprise	Market Cap > \$2Bil	\$2,900,088,097	Pass
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	0.24	Fail
3.	Earnings Stability	Positive EPS for 10 years prior		Fail
4.	Dividend Record	Dividend Payments for 10 years prior		Fail
		Increase of 33% in EPS in past 10 years using 3 year averages at		
5.	Earnings Growth	beginning and end	-206.19%	Fail
6.	Moderate PEmg Ratio	PEmg < 20	-13.31	Fail
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.80	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	0.24 Fail
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-5.31 Fail
3.	Earnings Stability	Positive EPS for 5 years prior	Fail
4.	Dividend Record	Currently Pays Dividend	Fail
5.	Earnings Growth	EPSmg greater than 5 years ago	Fail
		Score	

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

	EPSmg		-\$0.92
	MG Growth Estimate		-4.25%
	MG Value		\$0.00
	MG Value based on 3% Growth		-\$13.36
	MG Value based on 0% Growth		-\$7.83
	Market Implied Growth Rate		-10.90%
MG Opinion			
	Current Price		\$12.26
	% of Intrinsic Value	N/A	
	Opinion	Overvalued	
	MG Grade	D	

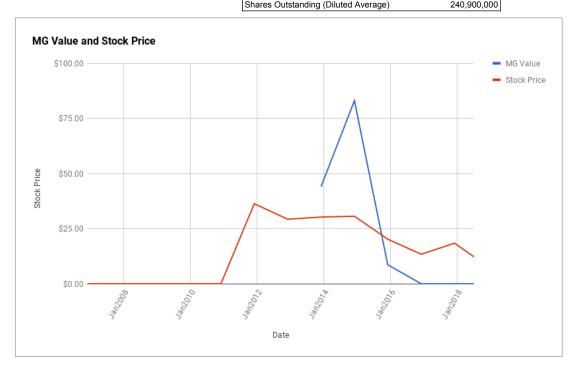
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$15.62
Graham Number	\$0.00
PEmg	-13.31
Current Ratio	0.24
PB Ratio	0.80
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividen Growth	d O

Useful Links:

ModernGraham tagged articles Google Finance Yahoo Finance GuruFocus Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History	
Next Fiscal Year			
Estimate	-\$0.82	Next Fiscal Year Estimate	-\$0.92
Dec2017	\$1.12	Dec2017	-\$0.65
Dec2016	-\$5.62	Dec2016	-\$1.06
Dec2015	-\$0.85	Dec2015	\$1.25
Dec2014	\$4.36	Dec2014	\$2.16
Dec2013	\$0.89	Dec2013	\$1.15
Dec2012	\$0.72	Dec2012	\$1.23
Dec2011	\$1.50	Dec2011	\$1.32
Dec2010	\$1.84	Dec2010	\$1.06
Dec2009	\$1.67	Dec2009	\$0.56
Dec2008	\$0.00	Dec2008	\$0.00
Dec2007	\$0.00	Dec2007	\$0.00
Dec2006	\$0.00	Dec2006	\$0.00
Dec2005	\$0.00	Dec2005	\$0.00
Dec2004	\$0.00	Dec2004	\$0.00
Dec2003	\$0.00	Dec2003	\$0.00
Dec2002	\$0.00	Dec2002	\$0.00
Dec2001	\$0.00	Balance Sheet Information	3/1/2018
Dec2000	\$0.00	Total Current Assets	\$149,800,000
Dec1999	\$0.00	Total Current Liabilities	\$613,000,000
Dec1998	\$0.00	Long-Term Debt	\$2,458,100,000
		Total Assets	\$7,608,600,000
		Intangible Assets	\$0
		Total Liabilities	\$3,911,900,000
		Shares Outstanding (Diluted Average)	240,900,000





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	QEP Resources Inc Valuation – July 2016 \$QEP	
ModernGraham posts about the	40 Companies in the Spotlight This Week – 2/21/15	
company	QEP Resources Inc. Annual Valuation – 2015 \$QEP	
	15 Companies in the Spotlight This Week - 2/8/14	
	QEP Resources (QEP) Annual Valuation	
Other	Cabot Oil & Gas Corp Valuation – June 2018 \$COG	
ModernGraham posts about related	Concho Resources Inc Valuation – June 2018 \$CXO	
companies	Vlaero Energy Corp Valuation – June 2018 \$VLO	
	Occidental Petroleum Corp Valuation – June 2018 \$OXY	
	Andeavor Valuation – May 2018 \$ANDV	
	Halliburton Co Valuation – May 2018 \$HAL	
	National Oilwell Varco Inc Valuation – May 2018 \$NOV	
	Newfield Exploration Co Valuation – May 2018 \$NFX	
	Kinder Morgan Inc Valuation – May 2018 \$KMI	
	Range Resources Corp Valuation – May 2018 \$RRC	