

ModernGraham Valuation

Company Name:

ENSCO PLC

Company Ticker ESV

Date of Analysis

7/1/2018



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	\$3,102,978,475	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.75	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	-94.06%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	-3.38	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	0.37	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	2.75	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	4.96	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		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	-\$2.15
MG Growth Estimate	1.10%
MG Value	\$0.00
MG Value based on 3% Growth	-\$31.17
MG Value based on 0% Growth	-\$18.27
Market Implied Growth Rate	-5.94%

MG Opinion

Current Price	\$7.26
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	D

Stage 3: Information for Further Research

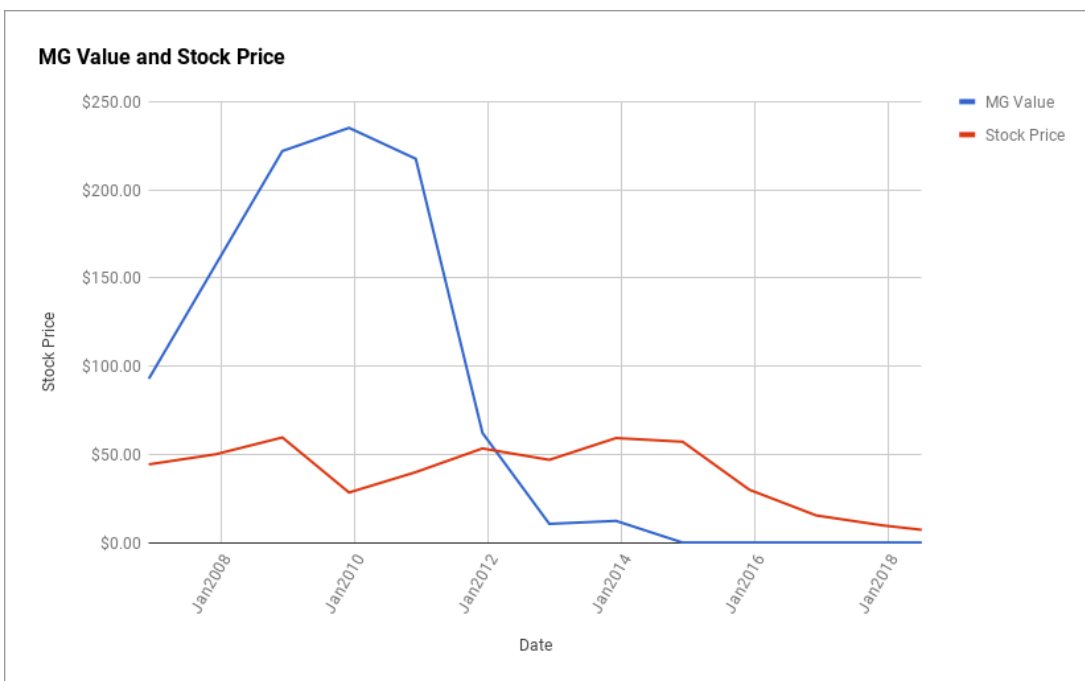
Net Current Asset Value (NCAV)	-\$10.06
Graham Number	\$0.00
PEmg	-3.38
Current Ratio	2.75
PB Ratio	0.37
Current Dividend	\$0.04
Dividend Yield	0.55%
Number of Consecutive Years of Dividend Growth	0

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		Next Fiscal Year Estimate	
Dec2017	-\$1.47	Dec2017	-\$2.15
Dec2016	-\$0.91	Dec2016	-\$2.69
Dec2015	\$3.13	Dec2015	-\$3.02
Dec2014	-\$6.88	Dec2014	-\$4.70
Dec2013	-\$16.88	Dec2013	-\$2.32
Dec2012	\$6.07	Dec2012	\$4.89
Dec2011	\$5.04	Dec2011	\$4.58
Dec2010	\$3.08	Dec2010	\$4.72
Dec2009	\$4.06	Dec2009	\$5.65
Dec2008	\$5.48	Dec2008	\$6.11
Dec2007	\$8.02	Dec2007	\$5.77
Dec2006	\$6.73	Dec2006	\$4.09
Dec2005	\$5.04	Dec2005	\$2.41
Dec2004	\$1.87	Dec2004	\$1.06
Dec2003	\$0.62	Dec2003	\$0.69
Dec2002	\$0.66	Dec2002	\$0.69
Dec2001	\$0.33	Dec2002	\$0.75
Dec2000	\$1.50	Balance Sheet Information	
Dec1999	\$0.61	3/1/2018	
Dec1998	\$0.00	Total Current Assets	
	\$1.81	\$1,578,700,000	
		Total Current Liabilities	
		\$573,300,000	
		Long-Term Debt	
		\$4,987,300,000	
		Total Assets	
		\$14,533,700,000	
		Intangible Assets	
		\$14,200,000	
		Total Liabilities	
		\$5,942,600,000	
		Shares Outstanding (Diluted Average)	
		433,600,000	





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

[Ensco PLC Valuation – August 2016 \\$ESV](#)
[Ensco plc Analysis – 2015 Update \\$ESV](#)
[19 Companies in the Spotlight This Week – 7/26/14](#)
[Ensco plc Annual Valuation – 2014 \\$ESV](#)
[5 Companies to Research with the Lowest PEmg Ratios for Defensive Investors – June 2014](#)

Other
ModernGraham
posts about related
companies

[Noble Corp PLC Valuation – June 2018 \\$NE](#)
[Rowan Companies PLC Valuation – June 2018 \\$RDC](#)
[Diamond Offshore Drilling Inc Valuation – June 2018 \\$DO](#)
[Transocean Ltd Valuation – June 2018 \\$RIG](#)
[Nabors Industries Ltd Valuation – June 2018 \\$NBR](#)
[QEP Resources Inc Valuation – June 2018 \\$QEP](#)
[Pioneer Natural Resources Co Valuation – June 2018 \\$PXD](#)
[Schlumberger Ltd Valuation – June 2018 \\$SLB](#)
[Anadarko Petroleum Corp Valuation – June 2018 \\$APC](#)
[Apache Corp Valuation – June 2018 \\$APA](#)