

ModernGraham Valuation

Company Name:

ConocoPhillips

Company Ticker COP

Date of Analysis

2/1/2019



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	\$78,921,738,254	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.99	Fail
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	-98.62%	Fail
5. Earnings Growth			
6. Moderate PEmg Ratio	PEmg < 20	167.12	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.53	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	1.99	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	2.04	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		Fail
	Score		

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.41
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$6.01
MG Value based on 0% Growth	\$3.52
Market Implied Growth Rate	79.31%

MG Opinion

Current Price	\$69.30
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	F

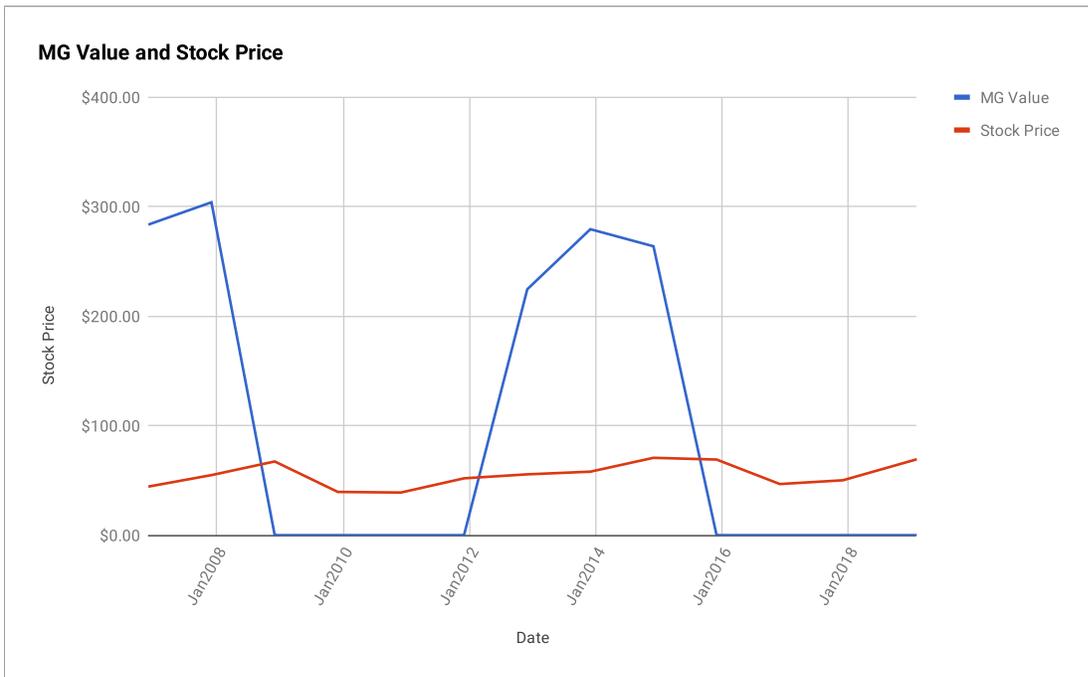
Stage 3: Information for Further Research

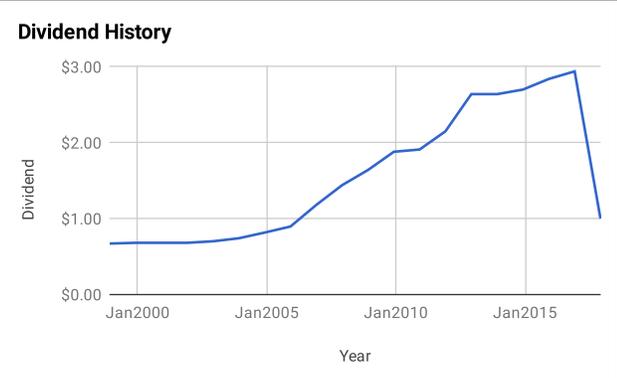
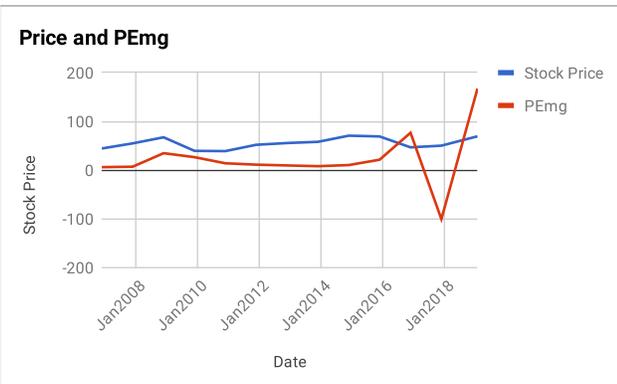
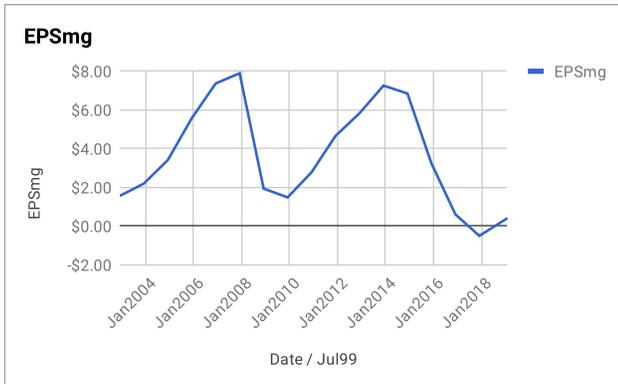
Net Current Asset Value (NCAV)	-\$20.26
Graham Number	\$47.64
PEmg	167.12
Current Ratio	1.99
PB Ratio	2.53
Current Dividend	\$1.06
Dividend Yield	1.53%
Number of Consecutive Years of Dividend Growth	1

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	\$3.88	Next Fiscal Year Estimate	\$0.41
Dec2017	-\$0.70	Dec2017	-\$0.50
Dec2016	-\$2.91	Dec2016	\$0.61
Dec2015	-\$3.58	Dec2015	\$3.25
Dec2014	\$5.51	Dec2014	\$6.85
Dec2013	\$7.38	Dec2013	\$7.26
Dec2012	\$6.72	Dec2012	\$5.83
Dec2011	\$8.97	Dec2011	\$4.66
Dec2010	\$7.62	Dec2010	\$2.78
Dec2009	\$2.94	Dec2009	\$1.49
Dec2008	-\$10.73	Dec2008	\$1.94
Dec2007	\$7.22	Dec2007	\$7.90
Dec2006	\$9.66	Dec2006	\$7.37
Dec2005	\$9.55	Dec2005	\$5.57
Dec2004	\$5.80	Dec2004	\$3.41
Dec2003	\$3.46	Dec2003	\$2.20
Dec2002	-\$0.31	Dec2002	\$1.56
Dec2001	\$2.82	Balance Sheet Information 9/1/2018	
Dec2000	\$3.63	Total Current Assets	\$14,723,000,000
Dec1999	\$1.20	Total Current Liabilities	\$7,401,000,000
Dec1998	\$0.46	Long-Term Debt	\$14,902,000,000
		Total Assets	\$70,556,000,000
		Intangible Assets	\$0
		Total Liabilities	\$38,477,000,000
		Shares Outstanding (Diluted Average)	1,172,694,000





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**
 - [ConocoPhillips Valuation – April 2018 \\$COP](#)
 - [ConocoPhillips Valuation – July 2016 \\$COP](#)
 - [58 Companies in the Spotlight This Week – 1/31/15](#)
 - [Conoco Phillips Annual Valuation – 2015 \\$COP](#)
 - [14 Companies in the Spotlight This Week – 1/18/14](#)

- Other ModernGraham posts about related companies**
 - [Devon Energy Corp Valuation – January 2019 \\$DVN](#)
 - [Noble Energy Inc Valuation – January 2019 \\$NBL](#)
 - [ONEOK Inc Valuation – January 2019 \\$OKE](#)
 - [Marathon Oil Corp Valuation – January 2019 \\$MRO](#)
 - [HollyFrontier Corp Valuation – January 2019 \\$HFC](#)
 - [Hess Corp Valuation – January 2019 \\$HES](#)
 - [Cimarex Energy Co Valuation – January 2019 \\$XEC](#)
 - [EQT Corp Valuation – January 2019 \\$EQT](#)
 - [Helmerich & Payne Inc Valuation – January 2019 \\$HP](#)
 - [Williams Companies Inc Valuation – January 2019 \\$WMB](#)