

ModernGraham Valuation

Company Name:

EOG Resources Inc

Company Ticker EOG

Date of Analysis

2/6/2019



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	\$55,966,430,117	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.09	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	126.67%	Pass
5. Earnings Growth	PEmg < 20	52.95	Fail
6. Moderate PEmg Ratio	PB Ratio < 2.5 OR PB*PEmg < 50	3.03	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	1.09	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	13.20	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	\$1.82
MG Growth Estimate	-4.25%
MG Value	\$0.00
MG Value based on 3% Growth	\$26.43
MG Value based on 0% Growth	\$15.49
Market Implied Growth Rate	22.22%

MG Opinion

Current Price	\$96.51
% of Intrinsic Value	N/A
Opinion	Overvalued
MG Grade	F

Stage 3: Information for Further Research

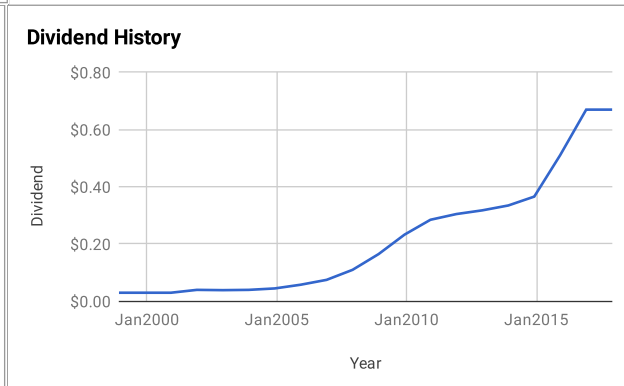
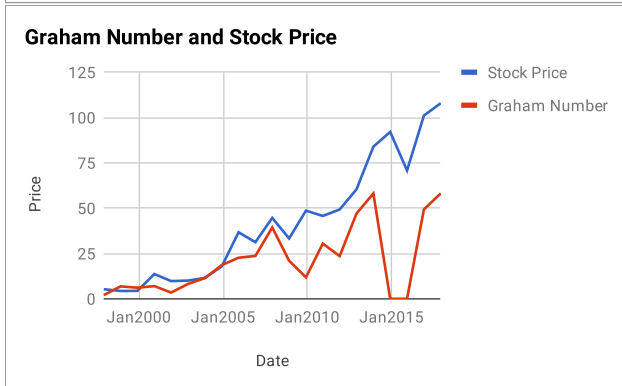
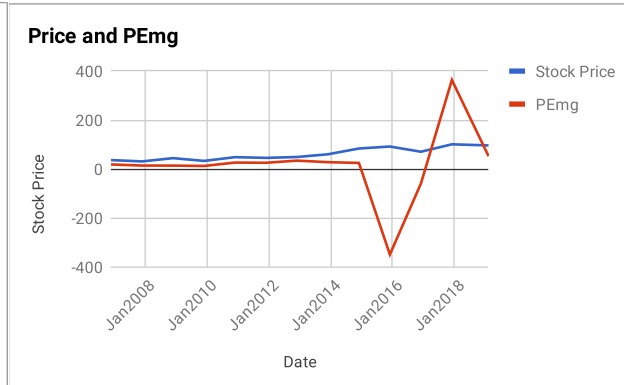
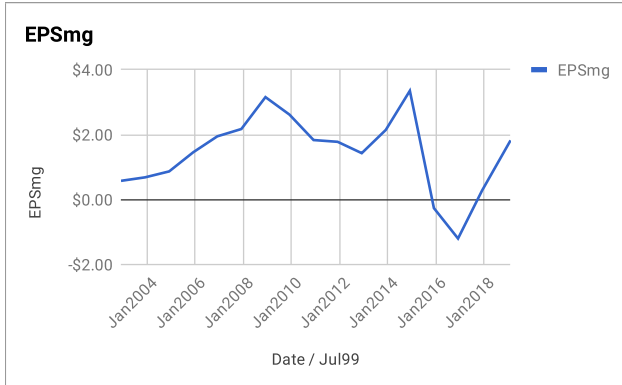
Net Current Asset Value (NCAV)	-\$17.68
Graham Number	\$58.15
PEmg	52.95
Current Ratio	1.09
PB Ratio	3.03
Current Dividend	\$0.67
Dividend Yield	0.69%
Number of Consecutive Years of Dividend Growth	0

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	\$5.34	Dec2017	\$1.82
Dec2016	\$4.46	Dec2016	\$0.28
Dec2015	-\$1.98	Dec2015	-\$1.20
Dec2014	-\$8.29	Dec2014	-\$0.26
Dec2013	\$5.32	Dec2013	\$3.35
Dec2012	\$4.02	Dec2012	\$2.14
Dec2011	\$1.05	Dec2011	\$1.43
Dec2010	\$2.05	Dec2010	\$1.78
Dec2009	\$0.32	Dec2009	\$1.83
Dec2008	\$1.09	Dec2008	\$2.62
Dec2007	\$4.86	Dec2007	\$3.15
Dec2006	\$2.19	Dec2006	\$2.17
Dec2005	\$2.62	Dec2005	\$1.95
Dec2004	\$2.57	Dec2004	\$1.46
Dec2003	\$1.29	Dec2003	\$0.87
Dec2002	\$0.90	Dec2002	\$0.68
Dec2001	\$0.16	Dec2001	\$0.58
Dec2000	\$0.83	Balance Sheet Information	
Dec1999	\$0.81	9/1/2018	
Dec1998	\$1.00	Total Current Assets	\$4,817,092,000
	\$0.09	Total Current Liabilities	\$4,425,147,000
		Long-Term Debt	\$5,171,949,000
		Total Assets	\$33,637,736,000
		Intangible Assets	\$0
		Total Liabilities	\$15,099,266,000
		Shares Outstanding (Diluted Average)	581,559,000





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:

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ModernGraham
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company

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[EOG Resources Inc Valuation – July 2016 \\$EOG](#)
[EOG Resources Analysis – 2015 Annual Update \\$EOG](#)
[15 Companies in the Spotlight This Week – 5/31/14](#)
[EOG Resources Inc. 2014 Annual Valuation \\$EOG](#)

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[Devon Energy Corp Valuation – January 2019 \\$DVN](#)
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[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](#)