



Independent Stock Idea

October 21, 2014

Total S.A. (TOT) Chief Executive Dies



Photographer: Simon Dawson/Bloomberg

Summary

Sadly, Christophe de Margerie, Chairman of **Total (TOT)**, died last night when his executive jet crashed into a snowplow on takeoff at a Moscow airport. We liked him for his charming irreverence. While he will be missed with his colorful personality and strong leadership skills, we believe his company will remain strong and that he will be followed by a capable successor. The value of Total stock at a low 0.76 McDep Ratio makes it an attractive participation in the global integrated group of oil and gas companies.

Kurt H. Wulff, CFA



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<i>Symbol</i>	TOT	<i>Ebitda Next Twelve Months ending 9/30/15 (US\$mm)</i>	30,500
<i>Rating</i>		<i>North American Natural Gas/Ebitda (%)</i>	0
<i>Price (US\$/sh)</i>	54.75	<i>Natural Gas and Oil Production/Ebitda (%)</i>	74
<i>Pricing Date</i>	10/20/14	<i>Adjusted Reserves/Production NTM</i>	10.9
<i>Shares (mm)</i>	2281	<i>EV/Ebitda</i>	5.9
<i>Market Capitalization (US\$mm)</i>	125,000	<i>PV/Ebitda</i>	7.8
<i>Debt (US\$mm)</i>	56,000	<i>Undeveloped Reserves (%)</i>	51
<i>Enterprise Value (EV) (US\$mm)</i>	181,000	<i>Natural Gas and Oil Ebitda (US\$/boe)</i>	30.00
<i>Present Value (PV) (US\$mm)</i>	239,000	<i>Present Value Proven Reserves(US\$/boe)</i>	15.26
<i>Net Present Value (US\$/share)</i>	80	<i>Present Value Proven Reserves(US\$/mcf)</i>	2.54
<i>Debt/Present Value</i>	0.24	<i>Earnings Next Twelve Months (US\$/sh)</i>	4.73
<i>McDep Ratio - EV/PV</i>	0.76	<i>Price/Earnings Next Twelve Months</i>	12
<i>Dividend Yield (%/year)</i>	5.7	<i>Indicated Annual Dividend (US\$/sh)</i>	3.12
<i>Note: Estimated cash flow and earnings tied to one-year futures prices for oil.</i>			
<i>Reported results may vary widely from estimates. Estimated present value per share revised only infrequently.</i>			
<i>Estimated present value presumes a long-term price for oil of US\$90 a barrel</i>			
<i>For historical analysis of TOT since 2004 see www.mcdep.com/1tot.htm</i>			

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