

CASE STUDY: REVALUATION IN ACQUISITION OF KMG and APC

THESIS

Submitted to fulfill one of the requirements to obtain degree in Magister of
Management

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STATEMENT OF ORIGINALITY

This final paper represents my own effort,
any idea or excerpt from other writers in this final paper, either in form of
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PREFACE

Thanks to Allah SWT for His gift, mercy and bless I finally finished writing this thesis. This writing process has been done to fulfill one of the requirements to obtain degree in Magister of Management. I realized without help and guidance from several parties, from the beginning of the class until the moment when I had to write this thesis, it would have been really hard for me to finish this thesis. And therefore, I would like to show my big gratitude to:

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I certainly hope that God will give each of you many things in return for all your big helps to me. I really hope that this thesis will bring some benefits and be useful for all readers.

Jakarta, 14th March 2009

Desti Hutasoit

**LETTER OF AGREEMENT TO PUBLISH THE THESIS
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Declared at Jakarta,
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ABSTRACT

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This thesis focuses on revaluation of KMG before the acquisition between KMG and APC. The objectives are to gain better understanding factors of investment spending in oil and natural gas industry and to compare the result of fundamental analysis and the price APC spent for the acquisition. The valuation of stock price will be calculated based on fundamental analysis using top-down approach where valuation is done using FCFF. The result shows the price and the valuation are almost the same, so in taking decision of acquisition, many non-financial factors have to be more considered like risks, synergies, and oil reserves.

Key words:
Acquisition, valuation, oil and gas

TABLE OF CONTENTS

COVER PAGE	i
STATEMENT OF ORIGINALITY	ii
VALIDITY STATEMENT	iii
PREFACE	iv
PUBLICATION AGREEMENT STATEMENT	v
ABSTRACT	vi
TABLE OF CONTENTS	vii
LIST OF TABLES	ix
LIST OF FIGURES	x
LIST OF ATTACHEMNTS	xi
1. INTRODUCTION	1
1.1 Background	1
1.2 Problem Identification	2
1.3 Research Objectives	3
1.4 Research Methodology	3
1.5 Structure of Analysis	4
2. LITERATURE REVIEW	6
2.1 Mergers and Acquisitions	6
2.1.1 Motives behind Mergers and Acquisitions	6
2.1.2 Valuation Effects of Mergers and Acquisitions	7
2.1.2.1 Value Increasing	8
2.1.2.2 Value Reducing	10
2.1.2.3 Value Neutral	11
2.1.3 Combined Returns in Mergers and Acquisitions	11
2.1.4 Investing in Oil and Gas Industry	12
2.2 Fundamental Analysis	13
2.2.1 Global Economy	14
2.2.1.1 Gross Domestic Product (GDP)	15
2.2.1.2 Unemployment Rate	15
2.2.1.3 Inflation	15
2.2.1.4 Interest Rates	15
2.2.1.5 Sentiments	15
2.2.2 Industry Analysis	16
2.2.2.1 Threat of the entry of new competitors	17
2.2.2.2 The Intensity of Competitive Rivalry	17
2.2.2.3 The Threat of Substitute Products	18
2.2.2.4 The Bargaining Power of Customers	18
2.2.2.5 The Bargaining Power of Suppliers	18
2.2.3 Business Analysis	19
2.2.4 Valuation Analysis	20
2.2.4.1 Free Cash Flow to Equity	22

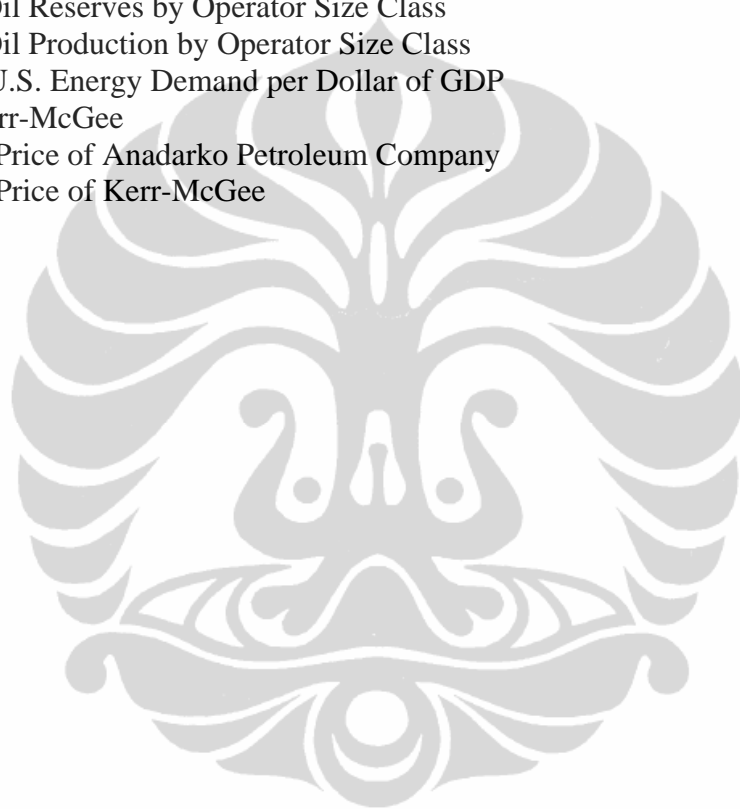
2.2.4.2 Free Cash Flow to the Firm	24
3. COMPANY PROFILE	25
3.1 History	26
3.2 Policy and Commitments	29
3.3 Ownership	29
3.4 Kerr-McGee's Activities	29
3.5 Organization Structure and Human Resources	32
3.6 Operational Performance	32
4. ANALYSIS AND RESEARCH FINDINGS	36
4.1 Macroeconomic Analysis	36
4.1.1 Gross Domestic Product (GDP)	36
4.1.2 Unemployment Rate	38
4.1.3 Inflation	39
4.1.4 Interest Rates	42
4.2 Industry Analysis	42
4.2.1 Threat of the entry of new competitors	43
4.2.2 The Intensity of Competitive Rivalry	44
4.2.3 The Threat of Substitute Products	47
4.2.4 The Bargaining Power of Customers	48
4.2.5 The Bargaining Power of Suppliers	49
4.3 Corporate Analysis	50
4.3.1 Competitive Analysis	50
4.3.2 Operational Analysis	52
4.3.3 Financial Analysis	56
4.3.4 Strategy Analysis	60
4.4 Valuation Analysis	60
4.4.1 General Valuation Assumptions	61
4.4.2 Forecasting Earning Before Interest and Taxes	61
4.4.3 Free Cash Flow to the Firm Projection	64
4.4.4 Weighted Average Cost of Capital	66
4.4.5 Value of the Firm	67
4.5 Non-Financial Factors	69
4.5.1 Risks	71
4.5.2 Oil and Gas Reserves	72
4.5.3 Synergies	73
5. CONCLUSION AND RECOMMENDATION	74
5.1 Conclusions	74
5.2 Recommendations	75
REFERENCES	76

LIST OF TABLES

Table 2.1 Theories of the Value Effects of Merger and Acquisitions	7
Table 3.2 Assets and Revenues per Segment from 2001-2005	33
Table 3.3 Crude Oil and Natural Gas Sales Volumes and Revenues based on Geographic Area	34
Table 3.4 Gross and Net Productive Wells	35
Table 4.1 Gross Domestic Product	37
Table 4.2 U.S. Unemployment Rate	38
Table 4.3 U.S. Inflation Rate	41
Table 4.4 Crude Oil Production by Operator Production Size Class 2002-2007	46
Table 4.5 Crude Oil Reserves by Operator Production Size Class 2002-2007	46
Table 4.6 Financial Performance of Independent Oil Companies	52
Table 4.7 Anadarko, Kerr-McGee, and Western Gas U.S. Crude Oil and Natural Gas Reserves and Production 2005	53
Table 4.8 Anadarko, Kerr-McGee, and Western Gas Foreign Crude Oil and Natural Gas Reserves and Production 2005	54
Table 4.9 Value of Mergers, Acquisitions, and Related Transactions by FRS Companies 2006	55
Table 4.10 Financial Performance	57
Table 4.11 Financial Condition and Liquidity	58
Table 4.12 Cash Flows	58
Table 4.13 Oil and Gas Production	62
Table 4.14 Crude Oil and Natural Gas Price	63
Table 4.15 Earning Before Interest and Taxes	64
Table 4.16 Free Cash Flow to the Firm	65
Table 4.17 10-yr Bond Return for the Year and the Rolling 30 Years Geometric Risk Premium	66
Table 4.18 WACC Components	68
Table 4.19 Value of the Firm	69

LIST OF FIGURES

Figure 2.1	Porter's Five Sources	16
Figure 4.1	Liquid Fuels Consumption by Sector 1990-2030 (MMboed)	38
Figure 4.2	U.S. Unemployment Rate	39
Figure 4.3	Crude Oil Price	40
Figure 4.4	U.S. Primary Energy Consumption by Source and Sector	41
Figure 4.5	Crude Oil Reserves by Operator Size Class	45
Figure 4.6	Crude Oil Production by Operator Size Class	45
Figure 4.7	Future U.S. Energy Demand per Dollar of GDP	62
Figure 4.8	Beta Kerr-McGee	67
Figure 4.9	Market Price of Anadarko Petroleum Company	70
Figure 4.10	Market Price of Kerr-McGee	70



LIST OF ATTACHMENTS

Attachment 1	List of Debts of Kerr-McGee	A
Attachment 2	Consolidated Statement of Income of Kerr-McGee	B
Attachment 3	Consolidated Balance Sheet of Kerr-McGee	C
Attachment 4	Consolidated Statement of Cash Flows of Kerr-McGee	D

