



Key Facts

Business address: **Deerfield, Illinois, United States**
 Industry: **Construction Machinery Manufacturing** (NAICS 333120)
 SEC filer status: **Large Accelerated Filer** as of Jun 2020
 Index member: **S&P 500, Russell 1000**
 Market Cap: **\$81.2b** as of Sep 17, 2020
 Annual revenue: **\$53.8b** as of Dec 31, 2019

Corporate Governance

CEO: **D J. Umpleby** since 2017
 CFO: **Andrew Bonfield** since 2018 1st level

Board Chairman: **James D. Umpleby III** since 2018
 Audit Committee Chair: **Daniel M. Dickinson** 2nd level

Auditor: **PricewaterhouseCoopers LLP** since 1925
 Outside Counsel (most recent): **Baker Sterchi Cowden & Rice LLC** 3rd level

SEC Reviewer: **Brian R. Cascio** 4th level

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Information in this report is effective Sep 18, 2020 and is taken from the company's public financial and regulatory filings. Latest filing 10-Q filed 08/05/2020. Over 75 accounting and data analysts scrutinize and review crucial information, footnotes, disclosures, etc., from these filings. Material facts are captured and processed using our proprietary methods which identify key risk factors our readers need to know. Each Watchdog Report represents 30 or more hours of analysis and processing.

Accounting and financial disclosure data from [Audit Analytics](#).
 Executive compensation data from [Shore Group and Intrinio](#).
 Data from [Sharadar](#).
[Data from Barchart via Quandl](#).
[Data from Exchange Data International via Quandl](#).

Sep 18, 2020 Jan 1, 2019 Jan 1, 2015

RECENT PERIOD HISTORICAL PERIOD

10-Q filed on Aug 5, 2020 for period ending Jun 2020

Reporting Irregularities

RECENT		HISTORICAL
✓	Financial Restatements	✓
✓	Revisions	✓
✓	Out of Period Adjustments	!
✓	Late Filings	✓
✓	Impairments	!
✓	Changes in Accounting Estimates	!
✓	Disclosure Controls	✓
✓	Internal Controls	✓
!	Critical / Key Audit Matters	✓

Anomalies in the Numbers

RECENT		HISTORICAL
✓	Benford's Law	!
✓	Beneish M-Score	✓
!	Accounting Disclosure Complexity	!

Securities & Exchange Commission Concerns

RECENT		HISTORICAL
✓	SEC Oversight	✓
!	SEC Letters to Management	!
✓	Revenue Recognition	✓
✓	Non-GAAP Measures	✓

Litigation & External Pressures

RECENT		HISTORICAL
!	Significant Litigation	!
✓	Class Actions	!
✓	Securities Law	!
✓	Shareholder Activism	✓
✓	Cybersecurity	✓

Management Review

RECENT		HISTORICAL
✓	CEO Changes	!
✓	CFO Changes	!
!	Insider Sales	!
✓	Mergers & Acquisitions	✓
✓	Sales of Assets	✓

Auditor Assessment

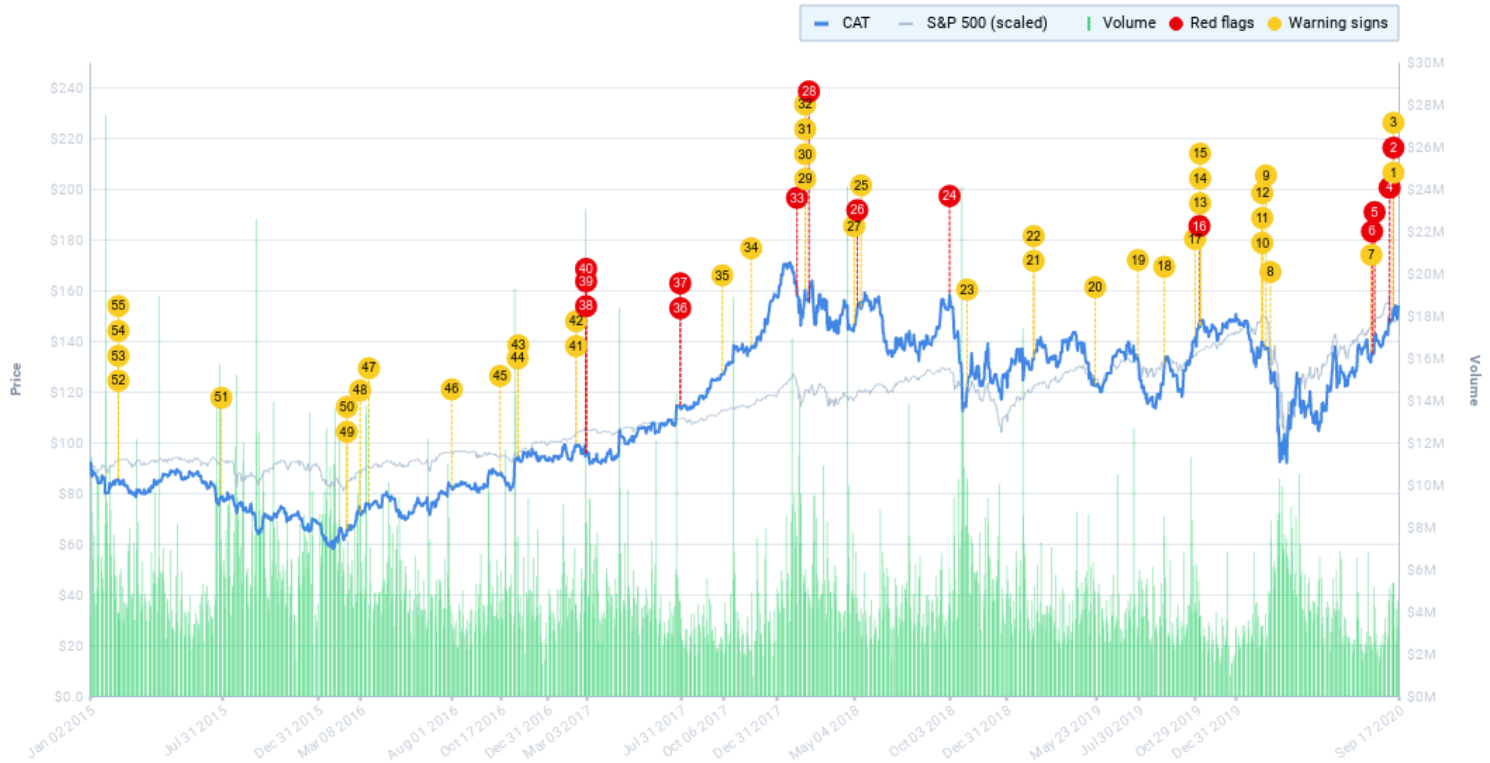
RECENT		HISTORICAL
✓	Auditor Changes	✓
✓	Auditor Experience	✓
!	Auditor Tenure	!
✓	Audit Fees	!
✓	Non-Audit Fees	!



Overview

Price and Volume History

This graph shows the price and trading history for Caterpillar. Warning signs and red flags are marked on the graph according to their disclosure dates.



1 Sep 9, 2020 - Insider Sale

2 Sep 9, 2020 - Insider Sale

3 Sep 9, 2020 - Insider Sale

4 Sep 3, 2020 - Insider Sale

5 Aug 10, 2020 - Insider Sale

6 Aug 6, 2020 - Insider Sale

7 Aug 5, 2020 - Insider Sale

8 Feb 26, 2020 - Lawsuit: Federal Trade Commission v. Peabody Energy Corporation et al

9 Feb 19, 2020 - Critical / Key Audit Matters

10 Feb 13, 2020 - Insider Sale

11 Feb 13, 2020 - Insider Sale

12 Feb 13, 2020 - Insider Sale

13 Nov 6, 2019 - Insider Sale

14 Nov 6, 2019 - Insider Sale

15 Nov 6, 2019 - Insider Sale

16 Nov 5, 2019 - Insider Sale

17 Oct 29, 2019 - Insider Sale

18 Sep 10, 2019 - Insider Sale

19 Jul 30, 2019 - Insider Sale

20 May 23, 2019 - Insider Sale

21 Feb 14, 2019 - Insider Sale

22 Feb 14, 2019 - Insider Sale

23 Oct 31, 2018 - Out of Period Adjustments

24 Oct 3, 2018 - Insider Sale

25 May 15, 2018 - Insider Sale

26 May 9, 2018 - Insider Sale

27 May 4, 2018 - Change in CFO

28 Feb 21, 2018 - Change in CFO

29 Feb 15, 2018 - Insider Sale

30 Feb 15, 2018 - Insider Sale

31 Feb 15, 2018 - Insider Sale

32 Feb 15, 2018 - Insider Sale

33 Feb 2, 2018 - Insider Sale

34 Nov 21, 2017 - Insider Sale

35 Oct 6, 2017 - SEC letters to management

36 Jul 31, 2017 - Insider Sale

37 Jul 31, 2017 - Insider Sale

38 Mar 3, 2017 - Lawsuit: Newman v. Caterpillar Inc et al



- 39 Mar 3, 2017 - Class Actions Lawsuit: Newman v. Caterpillar Inc et al
- 40 Mar 3, 2017 - Securities Law Lawsuit: Newman v. Caterpillar Inc et al
- 41 Feb 15, 2017 - Impairment
- 42 Feb 15, 2017 - Impairment
- 43 Nov 15, 2016 - Insider Sale
- 44 Nov 14, 2016 - Insider Sale
- 45 Oct 17, 2016 - Change in CEO
- 46 Aug 1, 2016 - Insider Sale
- 47 Mar 22, 2016 - Insider Sale

- 48 Mar 8, 2016 - Insider Sale
- 49 Feb 16, 2016 - Impairment
- 50 Feb 16, 2016 - Change in Accounting Estimates
- 51 Jul 31, 2015 - Insider Sale
- 52 Feb 17, 2015 - Out of Period Adjustments
- 53 Feb 17, 2015 - Impairment
- 54 Feb 17, 2015 - Impairment
- 55 Feb 17, 2015 - Impairment

Notifications

Important notifications related to the company are listed here. Notifications may come from the SEC, exchanges such as the NYSE or NASDAQ, or Watchdog Research. Examples of notifications include announcements of bankruptcy proceedings, company name changes, and noncompliance with SEC regulations or exchange rules.

There are no notifications for Caterpillar at least since 2015.

Peer Group

Peer groups are used by companies to benchmark executive compensation and performance. Each company identifies its own peer group. Peer groups vary from company to company.

Peer Group

Company	Ticker	Market Cap
Intel Corp.	INTC	\$256b
Cisco Systems, Inc.	CSCO	\$171b
Honeywell International Inc.	HON	\$123b
3M Co.	MMM	\$99.3b
United Technologies Corp.	UTX	\$98.5b
Boeing Co.	BA	\$94.6b
Caterpillar Inc.	CAT	\$81.2b
Deere & Co.	DE	\$69.3b
General Electric Co.	GE	\$61.7b
Emerson Electric Co.	EMR	\$39.5b

Companies Who Named Caterpillar as a Peer

Company	Ticker	Market Cap
Walmart Inc.	WMT	\$387b
Verizon Communications Inc.	VZ	\$251b
Merck & Co., Inc.	MRK	\$217b
Comcast Corp.	CMCSA	\$208b
Pfizer Inc.	PFE	\$205b
Chevron Corp.	CVX	\$146b
Honeywell International Inc.	HON	\$123b
United Technologies Corp.	UTX	\$98.5b
Boeing Co.	BA	\$94.6b
Caterpillar Inc.	CAT	\$81.2b



Peer Flag Comparison

The return to a company's stock is not the only measure of executive performance. Ethics matter, and growth can quickly reverse and gains evaporate if a company's accounting and financial reporting processes are not fundamentally sound and trustworthy. How does Caterpillar's accounting quality compare to its peer group?

	CAT	PEERGROUP FLAGS		
Reporting Irregularities				
Financial Restatements	✓	9		
Revisions	✓	6	3	
Out of Period Adjustments	!	8	1	
Impairments	!	2	7	
Changes in Accounting Estimates	!	1	8	
Disclosure Controls	✓		9	
Internal Controls	✓	9		
Critical / Key Audit Matters	!		3	6
Anomalies in the Numbers				
Benford's Law	!	6		3
Beneish M-Score	✓	7	2	
Accounting Disclosure Complexity	!	2	6	1
Securities & Exchange Commission Concerns				
SEC Oversight	✓	9		
SEC Letters to Management	!		7	2
Revenue Recognition	✓	5	4	
Non-GAAP Measures	✓	9		

	CAT	PEERGROUP FLAGS		
Litigation & External Pressures				
Significant Litigation	!		1	8
Class Actions	!	3		6
Securities Law	!	2		7
Shareholder Activism	✓	9		
Cybersecurity	✓	5	4	
Management Review				
CEO Changes	!	2	4	3
CFO Changes	!	2	4	3
Insider Sales	!		4	5
Mergers & Acquisitions	✓	2	6	1
Sales of Assets	✓	9		
Auditor Assessment				
Auditor Changes	✓	8		1
Auditor Experience	✓	9		
Auditor Tenure	!	1	8	
Audit Fees	!	4	5	
Non-Audit Fees	!	7	2	



About Watchdog Research, Inc.

Watchdog Research, Inc. is an independent research provider and publisher of Watchdog Reports. Watchdog Reports identify red flags, issues, and other anomalies in financial reporting. Our reports contain warning signs, red flags, material disclosures, and peer analysis for use in valuation, risk analysis, due diligence research, and idea generation.

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The company is headquartered in Ave Maria, FL. Watchdog Research, Inc. utilizes over 75 specialists and analysts to provide accurate and timely information to our readers.

Our management team is:

CEO: Brian Lawe. Brian has been part of the corporate staff at The New York Times Company and IBM. He has created and operated several technology companies including MyStoreCredit, OnPage Ideas and HelloCampus. He holds an MBA from Harvard Business School and a BBA from Texas Christian University. He and his wife have four children and live in the Naples, FL area.

CTO: Radu Cugut. Radu has led the award-winning technology team that developed the Watchdog Report and services. He, his wife and son split their time between his home in Ave Maria, FL and his home in Timisoara, Romania where he oversees five talented development professionals. Radu has a bachelors in Computer Science and a masters in Banking and Financial Information Systems, both from the West University of Timisoara.

Chief Content Officer: Joseph Burke, Ph.D. is responsible for the content development, analysis, and quality control for the Watchdog Report. Joseph worked previously as a professor of economics at Ave Maria University. He received his Ph.D. from the University of Wisconsin-Madison and resides with his family in the Naples area.

Director of Research: John Cheffers. John is responsible for writing our blogs and for our press relationships. He received his bachelors from Washington University in St. Louis, and has worked for Audit Analytics and Ave Maria University. He graduated Ave Maria University School of Law where his research was selected for publication in the Law Review. He currently lives in Pennsylvania with his wife and two children.



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