

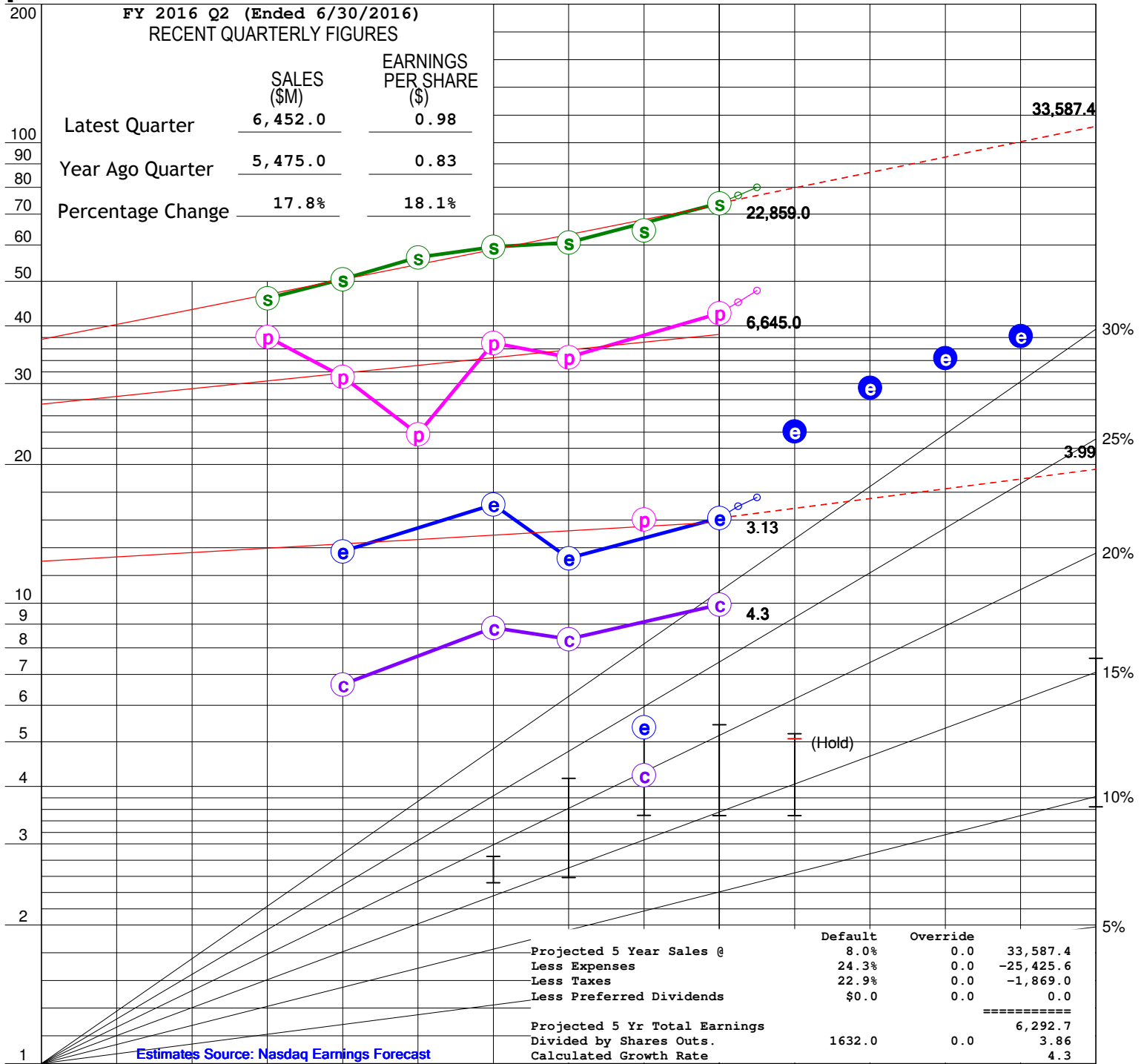


Stock Study

| | | | |
|-----------------------|--------------------------|----------------|------------|
| Company | Abbvie | Price Date | 08/18/16 |
| Study by | pwoodring | Data Date | 08/17/16 |
| Sector | Healthcare | Last Judgment | 08/18/16 |
| Industry | Drug Manufacturers - Maj | Data Source | BI |
| Preferred(\$M) | 0.0 | Reference | Morningsta |
| Diluted(M Shares) | 1,632.0 | % Insiders | 0.1 |
| Total Debt(\$M) | 37,845.0 | % Institutions | 74.5 |
| % Tot Debt to Tot Cap | 88.5 | Quality | |

1 Growth Analysis

NYS: ABBV



| | | | | |
|-----------------------------------|------------|--|------------|---------------|
| (1) Historical Sales Growth | 7.8 % | (3) Historical Earnings Per Share Growth | 2.2 % | www.iclub.com |
| (2) Estimated Future Sales Growth | 8.0 % | (4) Estimated Future Earnings Per Share Growth | 5.0 % | |
| (5) Sales Growth R ² | -0.96 0.97 | (6) Earnings Per Share Growth R ² | -0.07 0.12 | |

2 QUALITY ANALYSIS

Company **Abbvie** (ABBV)

08/18/16

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 5 YEAR AVG. | TREND UP / DOWN |
|------------------------------------|------|------|------|------|------|------|------|-------|-------|-------|-------------|--------------------|
| A % Pre-tax Profit on Sales | | | | 41.5 | 30.9 | 20.8 | 31.1 | 28.4 | 11.9 | 29.1 | 24.3 | UP |
| B % ROE (Beginning Yr) | | | | | | | | | 48.8 | 107.2 | 78.0 | UP |
| C % LT Debt to Equity | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 395.5 | 224.8 | 591.3 | 403.8 | UP |

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **66.77 (19.2)** 52-WEEK HIGH (P/E) **68.43 (19.7)** 52-WEEK LOW (P/E) **45.45 (13.1)**

| Fiscal Year | High Price | Low Price | EPS | High P/E | Low P/E | Dividend | % Payout | % High Yield |
|-------------------|------------|-----------|----------------------|----------|------------------------|-------------------|----------|--------------|
| 1 2011 | 0.0 | 0.0 | NMF | NMF | NMF | 0.000 | NMF | 0.0 |
| 2 2012 | 37.1 | 32.5 | 3.35 | 11.1 | 9.7 | 0.000 | 0.0 | 0.0 |
| 3 2013 | 54.8 | 33.3 | 2.56 | 21.4 | 13.0 | 1.600 | 62.5 | 4.8 |
| 4 2014 | 70.8 | 45.5 | 1.10 | 64.4 | 41.4 | 1.660 | 150.9 | 3.6 |
| 5 2015 | 71.6 | 45.5 | 3.13 | 22.9 | 14.5 | 2.020 | 64.5 | 4.4 |
| 6 AVERAGE | | 39.2 | | 30.0 | 19.7 | | 92.6 | |
| AVERAGE P/E RATIO | | 24.9 | PROJECTED P/E RATIO | | 18.3 | TTM EPS | | 3.47 |
| CURRENT P/E RATIO | | 19.2 | PEG RATIO | | 3.7 | FTM EPS | | 3.64 |
| RELATIVE VALUE | | 77.3% | PROJ. RELATIVE VALUE | | 73.7% 91.6% | AVG TTM + FTM EPS | | 3.56 |

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~30.0~~ **25.0** X Estimated High Earnings/Share **3.99** = Forecast High Price \$ **99.8**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E ~~19.7~~ **15.0** (as adj.) X Estimated Low Earnings/Share ~~3.13~~ **1.17** = \$ **17.6**

(b) Average 5-Year Low Price = **39.2**

(c) Recent Severe Low Price = **45.5**

(d) Price Dividend Will Support = Present Divd. ÷ High Yield = **2.28** ÷ **0.048** = **47.5**

Selected Estimated Low Price = \$ **47.5**

C PRICE RANGES

Forecast High Price **99.8** - Estimated Low Price **47.5** = Range **52.3** 25% of Range = **13.1**

BUY (Lower 25% of Range) = **47.5** to **60.6**

MAYBE (Middle 50% of Range) = **60.6** to **86.7**

SELL (Upper 25% of Range) = **86.7** to **99.8**

Current Price **66.77** is in the **Hold** Range

D REWARD/RISK ANALYSIS (Potential Gain vs. Risk of Loss)

(Forecast High Price **99.8** - Current Price **66.77**) ÷ (Current Price **66.77** - Estimated Low Price **47.5**) = **1.7** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **2.280** ÷ Current Price of Stock \$ **66.77** = **3.4** % Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout ~~92.6~~ **62.2** ÷ Forecast High P/E **25.0** = Avg. Yield **2.5**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout ~~92.6~~ **62.2** ÷ Forecast Avg P/E **20.0** = Avg. Yield **3.1**

C % COMPOUND ANNUAL TOTAL RETURN - USING FORECAST HIGH P/E

Average Yield **2.5** % + Annual Appreciation **8.4** % = Compound Annual Total Return **10.9** %

D % PROJECTED AVERAGE RETURN - USING FORECAST AVERAGE P/E

Average Yield **3.1** % + Annual Appreciation **3.6** % = Projected Average Total Return **6.7** %