

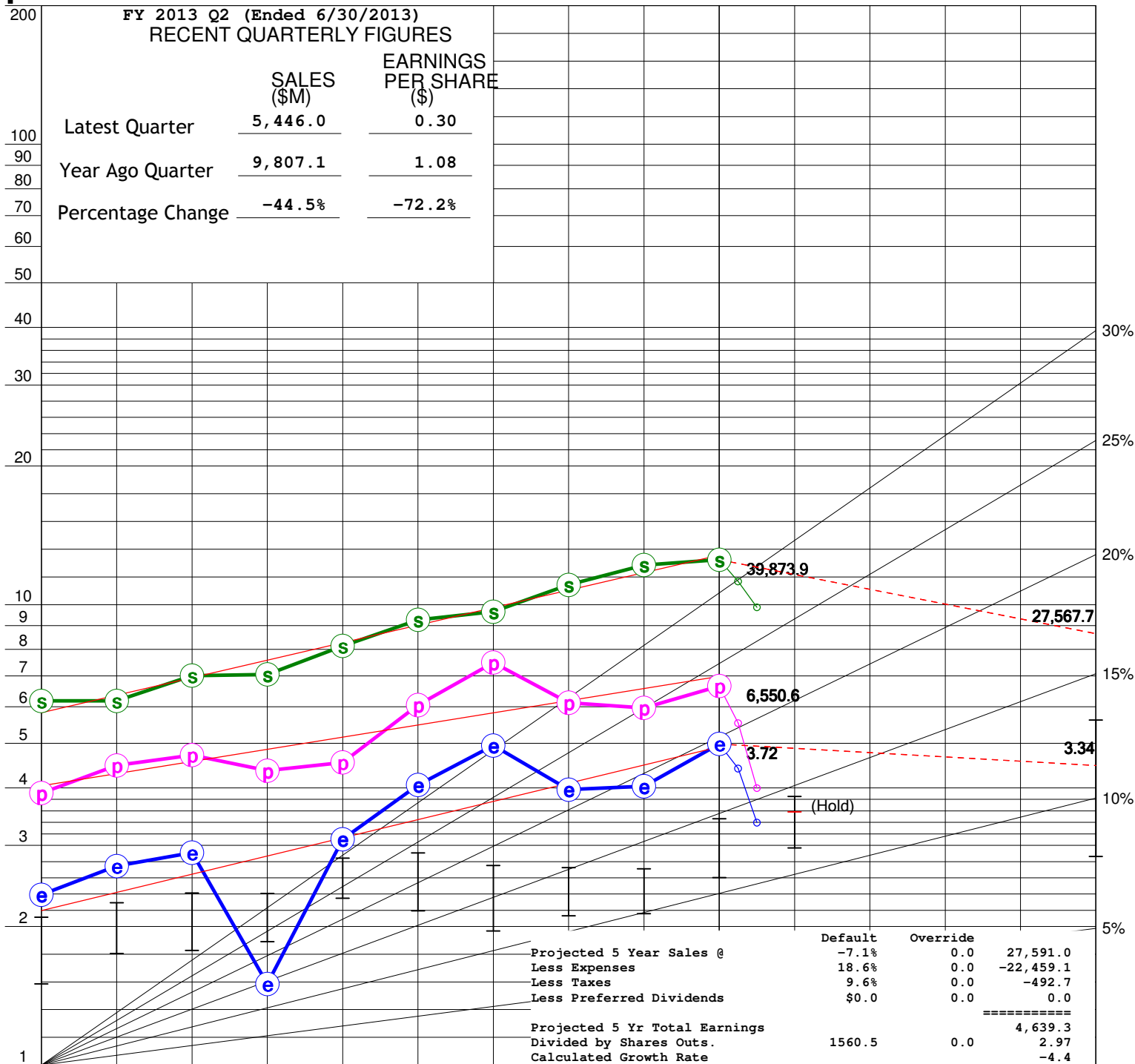


Stock Study

Company	ABT 8_11_13	Price Date	08/09/13
Study by	K Emmons	Data Date	08/09/13
Sector	Healthcare	Data Source	StkCntrl
Industry	Medical Devices	Reference	Morningstar
Preferred(\$M)	0.0		
Common(M Shares)	1,560.5	% Insiders	0.0
Debt(\$M)	7,934.5	% Institutions	71.3
% Debt to Tot.Cap.	23.1	Quality	0.5 (Take Stock)

1 Growth Analysis

NYSE: ABT



- | | | | |
|-----------------------------------|--------|--|--------|
| (1) Historical Sales Growth | 9.2 % | (3) Historical Earnings Per Share Growth | 9.5 % |
| (2) Estimated Future Sales Growth | -7.1 % | (4) Estimated Future Earnings Per Share Growth | -2.1 % |
| (5) Sales Growth R ² | 0.98 | (6) Earnings Per Share Growth R ² | 0.55 |
- www.iclub.com

2 QUALITY ANALYSIS

Company **ABT 8_11_13** (ABT)

08/09/13

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales	19.5	22.4	20.8	19.1	17.2	20.2	23.9	17.1	15.1	16.4	18.6	DOWN
B % ROE (Beginning Yr)	19.5	24.2	23.5	12.1	25.2	26.3	32.8	20.1	20.5	23.7	24.7	DOWN
C % Debt to Equity	26.4	33.4	31.7	50.0	53.4	50.0	49.4	55.2	49.3	67.7	54.3	UP

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **35.89 (14.3)** 52-WEEK HIGH (P/E) **38.77 (15.4)** 52-WEEK LOW (P/E) **29.96 (11.9)**

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2008	29.2	21.9	3.03	9.6	7.2	1.405	46.4	6.4
2 2009	27.5	19.8	3.69	7.5	5.4	1.560	42.3	7.9
3 2010	27.2	21.3	2.96	9.2	7.2	1.720	58.1	8.1
4 2011	27.0	21.6	3.01	9.0	7.2	1.880	62.5	8.7
5 2012	34.7	25.8	3.72	9.3	6.9	2.010	54.0	7.8
6 AVERAGE		22.1		8.9	6.8		52.7	
AVERAGE P/E RATIO	7.8		PROJECTED P/E RATIO	14.6		TTM EPS		2.51
CURRENT P/E RATIO	14.3		PEG RATIO	-6.8		FTM EPS		2.46
RELATIVE VALUE	183.3		PROJ. RELATIVE VALUE	187.3		AVG TTM + FTM EPS		2.48

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~8.9~~ **17.0** X Estimated High Earnings/Share **3.34** = Forecast High Price \$ **56.8**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E ~~6.8~~ **14.0** (as adj.) X Estimated Low Earnings/Share ~~3.72~~ **2.51** = \$ **35.1**

(b) Average 5-Year Low Price = **22.1**

(c) Recent Severe Low Price = **21.6**

(d) Price Dividend Will Support = Present Divd. + High Yield = **0.560 + 0.087 = 6.4**

Selected Estimated Low Price = \$ **28.7**

C PRICE RANGES

Forecast High Price **56.8** - Estimated Low Price **28.7** = Range **28.1** 25% of Range = **7.0**

BUY (Lower 25% of Range) = **28.7** to **35.7**

MAYBE (Middle 50% of Range) = **35.7** to **49.8**

SELL (Upper 25% of Range) = **49.8** to **56.8**

Current Price **35.890** is in the **Hold** Range

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

(Forecast High Price **56.8** - Current Price **35.890**) + (Current Price **35.890** - Estimated Low Price **28.7**) = **2.9** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **0.560** ÷ Current Price of Stock \$ **35.890** = **1.6 %** Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout **52.7** ÷ Forecast High P/E **17.0** = Avg. Yield **3.1**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout **52.7** ÷ Forecast Avg P/E **15.5** = Avg. Yield **3.4**

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

Average Yield **3.1 %** + Annual Appreciation **9.6 %** = Compound Annual Total Return **12.7 %**

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

Average Yield **3.4 %** + Annual Appreciation **7.6 %** = Projected Average Total Return **11.0 %**