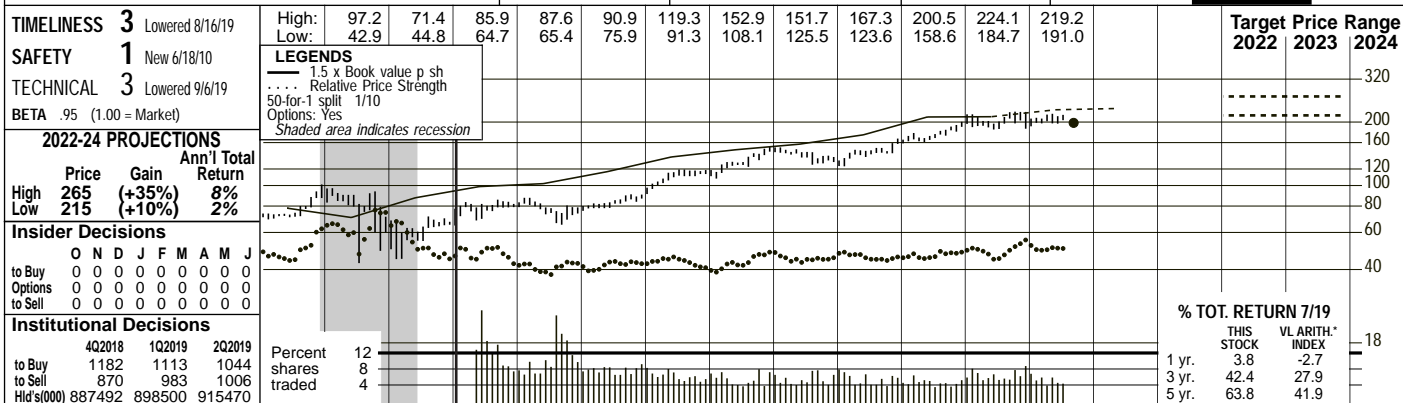


BERKSHIRE HATH. 'B' NYSE-BRKB

RECENT PRICE **198.35** P/E RATIO **19.2** (Trailing: 20.1 Median: NMF) RELATIVE P/E RATIO **1.21** DIV'D YLD **Nil** VALUE LINE



	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	© VALUE LINE PUB. LLC	22-24
Berkshire Hathaway 'B' shares were introduced in May, 1996. At that time, each 'B' was worth 1/30 of a Berkshire 'A' share. In February, 2010, the company acquired railroad Burlington Northern Santa Fe. As part of that transaction, Berkshire split the 'B' shares 50-to-1. Now, each 'B' share is worth 1/1500 of an 'A'.	11.98	12.44	12.95	14.02	14.88	16.74	16.75	18.60	24.56	23.29	24.10	25.20	Premiums Earned p sh	28.55
	4.76	4.54	2.62	3.87	5.31	4.28	6.93	5.87	3.53	3.11	5.45	6.00	Invest. Inc (loss) p sh	7.35
	31.60	38.11	42.45	46.92	53.70	67.98	61.83	66.19	53.86	56.40	56.55	58.00	Other Income p sh	65.30
	1.51	2.49	2.14	2.73	3.30	3.18	2.95	2.94	3.17	3.70	4.40	4.85	Underwriting Income p sh	6.00
	3.46	5.29	4.14	5.24	7.89	8.06	9.77	9.77	6.43	10.04	10.10	10.30	Earnings p sh AC	12.00
	58.36	65.90	68.23	77.73	91.05	98.62	104.91	116.11	141.16	141.42	152.75	154.75	Div'ds Decl'd p sh	Nil
	2326.8	2472.2	2476.2	2464.8	2454.4	2464.3	2465.2	2466.2	2467.4	2465.7	2475.0	2475.0	Book Value p sh B	167.35
	107%	119%	115%	93%	121%	132%	133%	124%	124%	144%			Common Shs. Outst'g C	2450.0
EQUITY INVESTMENTS as of 6/30/19 Positions (12) of \$3.5 billion or more:	18.1	14.8	19.0	15.9	14.0	16.2	14.3	14.7	27.2	20.3			Price to Book Value	145%
Wells Fargo (409,803,773 shares)	1.20	.94	1.19	1.00	.79	.85	.73	.77	1.33	1.10			Avg Ann'l P/E Ratio	20.0
Coca Cola Co. (400,000,000 shares)	--	--	--	--	--	--	--	--	--	--			Relative P/E Ratio	1.10
Bank of New York Mellon (80,937,250 shares)													Avg Ann'l Div'd Yield	Nil
American Express (151,610,700 shares)	27784	30749	32075	34545	36684	41253	41294	45881	60597	57418	59665	62350	Premiums Earned	70000
Goldman Sachs (18,353,635 shares)	11073	11217	6488	9539	13081	10539	17092	14484	8710	7678	13500	14850	Investment Income (loss)	18000
Delta Airlines (70,910,456 shares)	73536	94219	105125	115648	132385	142881	152435	163239	132887	139068	140000	145000	Other Income	160000
U.S. Bancorp (132,459,618 shares)	65.5%	58.8%	64.9%	58.2%	58.0%	64.0%	64.2%	67.4%	71.4%	69.5%	66.0%	66.0%	Loss to Prem. Earned	65.0%
Bank of America (927,248,600 shares)	21.9%	20.0%	18.6%	22.3%	19.8%	17.0%	18.2%	16.8%	15.7%	14.6%	15.0%	15.0%	Expense to Prem Written	14.0%
Kraft Heinz (325,634,818 shares)	12.6%	21.2%	16.5%	19.5%	22.2%	19.0%	17.6%	15.8%	12.9%	15.9%	19.0%	19.0%	Underwriting Margin	21.0%
Apple (249,589,329 shares)	30.6%	29.4%	29.8%	31.1%	31.1%	28.2%	30.1%	27.4%	28.0%	8.0%	20.0%	20.0%	Income Tax Rate	20.0%
Moodys's (24,669,778 shares)	8055	12967	10254	12916	19476	19860	24083	24095	15865	24760	25000	25500	Net Profit (\$mill)	29400
JPMorgan Chase (70,186,000 shares)	135785	162934	168961	191588	224485	243027	258627	286359	348296	348703	378000	383000	Shr. Equity (\$mill) B	410000
Market Value of all equities: \$207 bill.	5.9%	8.0%	6.1%	6.7%	8.7%	8.2%	9.3%	8.4%	4.6%	7.1%	6.5%	6.5%	Return on Shr. Equity	7.0%
Common Stock 2,451,065,473 Class B shares Includes 709,836 Class A shares, as if converted. as of 7/25/19 MARKET CAP: \$486 billion (Large Cap)	--	--	--	--	--	--	--	--	--	--	Nil	Nil	All Div'ds to Net Prof	Nil

BUSINESS: Berkshire Hathaway Inc. is a holding company owning subsidiaries engaged in property and casualty insurance on a direct and reinsurance basis through GEICO, General Re and Berkshire Reinsurance. Other business activities include electric utilities, railroads, flight training services, candy manufacturing, ice cream, building products, newspapers, retailing, fine jewelry, etc. Also,

FINANCIAL POSITION	2017	2018	6/30/19
Bonds	2135	19898	19962
Stocks	164026	172757	200516
Cash	103975	109255	119120
Other	412741	405884	420510
Total Assets	702095	707794	760108
Unearned Prems	16040	18093	20113
Reserves	104059	110292	112330
Other	230042	226909	241274
Total Liabilities	350141	355294	373717

ANNUAL RATES	Past 10 Yrs.	Past 5 Yrs.	Est'd '16-'18 to '22-'24
of change (per sh)	6.0%	12.0%	6.0%
Earnings p sh	--	--	6.0%
Dividends	--	--	Nil
Book Value	10.0%	11.0%	6.0%

Cal-endar	NET PREMIUMS EARNED(\$ mill.)				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2016	11124	10799	11364	12594	45881
2017	21753	12367	13349	13128	60597
2018	13373	14149	14333	15563	57418
2019	14319	14863	15150	15333	59665
2020	15400	15500	15650	15800	62350

Cal-endar	EARNINGS PER SHARE A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2016	2.27	2.03	2.92	2.55	9.77
2017	1.65	1.73	1.65	1.40	6.43
2018	2.14	2.79	2.79	2.32	10.04
2019	2.26	2.50	2.55	2.79	10.10
2020	2.50	2.55	2.60	2.65	10.30

Cal-endar	QUARTERLY DIVIDENDS PAID				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2017					
2018					
2019					

NO DIVIDENDS BEING PAID

Berkshire Hathaway might well eke out a bottom-line gain this year against a tough comparison. During the June quarter, earnings clocked in at \$2.50 a share, which was below the previous year's \$2.79. (Note: Beginning in 2018 we began presenting Berkshire's results on an operating basis. Prior to that, results were on a GAAP basis and included investment gains and losses. We believe operating results are more indicative of BRKB's underlying operations.) Underwriting income fell sharply during the June quarter (from \$943 million to \$353 million). However, investment income advanced 19.6%, to nearly \$1.4 billion. What's more, the Railroad, Utilities & Energy, and Manufacturing, Service & Retailing segments all increased slightly on a year-over-year basis. This enabled earnings per share to be within a stone's throw of last year's difficult comparison. We forecast respectable results during the back half of the year, with the fourth quarter particularly strong against 2018's like-period comparison. Pricing gains are still fairly healthy across the P/C Insurance Industry, thanks in large part to last

year's higher-than-normal catastrophes. What's more, investment income has benefited from increased bond reinvestment yields. **Another modest earnings uptick might well be in the cards for 2020.** Our cautious optimism is based on a decent economic backdrop, which would help Berkshire achieve rate increases. Investment income growth may slow somewhat, though, as the Federal Reserve likely continues to ease rates. **Earnings per share might well hit the \$12.00 mark by the 2022-2024 time frame.** Our projections assume that aggregate losses are roughly in line with historical averages. **These shares may be worthy of consideration for investors seeking a presence in the Property/Casualty insurance industry.** True, capital appreciation potential is modest, but acquisitions, which aren't included in our forecast, could add meaningfully to our assumptions. Conservative accounts should note that these shares carry our Highest (1) rank for Safety. *Alan G. House* *September 6, 2019*

(A) Based on diluted shares outstanding. Earnings include investment gains/(losses) and derivative gains and losses prior to 2018. Next earnings report due late Oct. (B) Incl. goodwill and other intang. In 6/30/19, \$112.3 billion; \$45.82/share. (C) In mill. Split B shares 50-to-1 in January 2010. Each B share is now worth 1/1500 of an A share.