

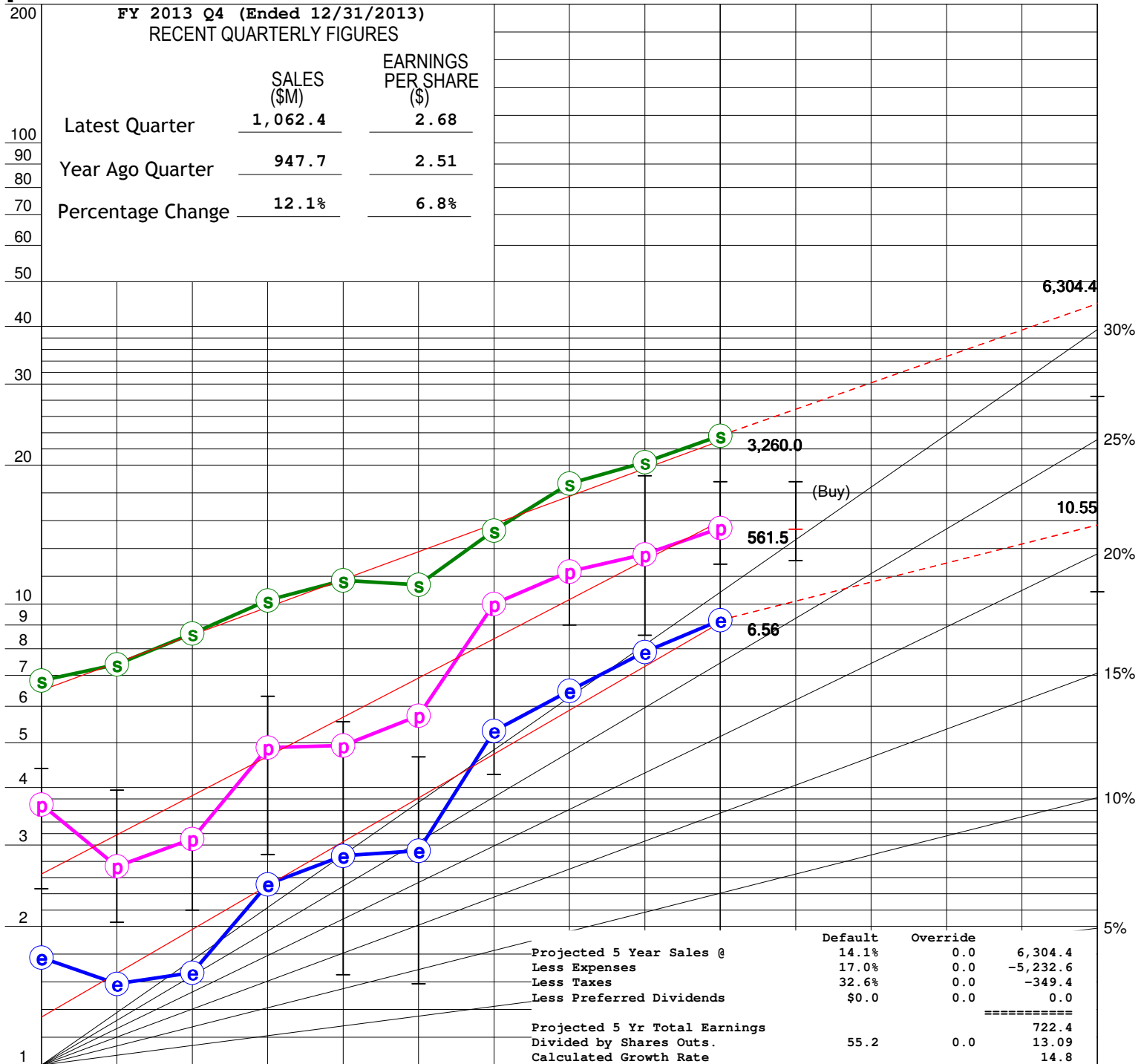


Stock Study

Company	Fossil Group	Price Date	04/16/14
Study by	pwoodring	Data Date	04/15/14
Sector	Consumer Cyclical	Last Judgment	04/16/14
Industry	Footwear & Accessories	Data Source	StkCntrl
Preferred(\$M)	0.0	Reference	Morningsta
Common(M Shares)	55.2	% Insiders	17.3
Debt(\$M)	508.2	% Institutions	94.8
% Debt to Tot.Cap.	32.0	Quality	6.3 (Take Stock)

1 Growth Analysis

NAS: FOSL



- | | | | | |
|-----------------------------------|--------|--|--------|--|
| (1) Historical Sales Growth | 14.8 % | (3) Historical Earnings Per Share Growth | 24.5 % | www.iclub.com |
| (2) Estimated Future Sales Growth | 14.1 % | (4) Estimated Future Earnings Per Share Growth | 10.0 % | |
| (5) Sales Growth R ² | 0.98 | (6) Earnings Per Share Growth R ² | 0.94 | |

2 QUALITY ANALYSIS

Company **Fossil Group (FOSL)**

04/16/14

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales	14.7	10.0	9.8	13.1	12.0	14.2	18.9	17.6	17.2	17.2	17.0	EVEN
B % ROE (Beginning Yr)	14.7	14.5	15.2	19.6	18.2	17.2	26.2	28.7	31.4	31.7	27.0	UP
C % Debt to Equity	0.3	0.2	0.0	0.5	0.6	0.5	0.4	0.6	6.0	44.1	10.3	UP

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **106.50 (16.1)** 52-WEEK HIGH (P/E) **134.99 (20.4)** 52-WEEK LOW (P/E) **91.08 (13.8)**

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2009	34.2	11.0	2.07	16.5	5.3	0.000	0.0	0.0
2 2010	74.3	31.3	3.77	19.7	8.3	0.000	0.0	0.0
3 2011	135.0	66.1	4.61	29.3	14.3	0.000	0.0	0.0
4 2012	139.2	62.8	5.59	24.9	11.2	0.000	0.0	0.0
5 2013	135.0	89.5	6.56	20.6	13.7	0.000	0.0	0.0
6 AVERAGE		52.1		22.2	10.6		0.0	
AVERAGE P/E RATIO		16.4	PROJECTED P/E RATIO		14.6	TTM EPS		6.62
CURRENT P/E RATIO		16.1	PEG RATIO		1.5	FTM EPS		7.28
RELATIVE VALUE		98.2	PROJ. RELATIVE VALUE		89.2	AVG TTM + FTM EPS		6.95

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~22.2~~ **19.6** X Estimated High Earnings/Share **10.55** = Forecast High Price \$ **206.8**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E ~~10.6~~ **8.5** X Estimated Low Earnings/Share ~~6.56~~ **6.62** = \$ **56.3**

(b) Average 5-Year Low Price = **52.1**

(c) Recent Severe Low Price = **62.8**

(d) Price Dividend Will Support = Present Divd. + High Yield = **0.000** + **0.000** = **0.0**

Selected Estimated Low Price = \$ **78.0**

C PRICE RANGES

Forecast High Price **206.8** - Estimated Low Price **78.0** = Range **128.8** 25% of Range = **32.2**

BUY (Lower 25% of Range) = **78.0** to **110.2**

MAYBE (Middle 50% of Range) = **110.2** to **174.6**

SELL (Upper 25% of Range) = **174.6** to **206.8**

Current Price **106.500** is in the **Buy** Range

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

(Forecast High Price **206.8** - Current Price **106.500**) ÷ (Current Price **106.500** - Estimated Low Price **78.0**) = **3.5** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **0.000** ÷ Current Price of Stock \$ **106.500** = **0.0** % Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout **0.0** ÷ Forecast High P/E **19.6** = Avg. Yield **0.0**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout **0.0** ÷ Forecast Avg P/E **14.1** = Avg. Yield **0.0**

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

Average Yield **0.0** % + Annual Appreciation **14.2** % = Compound Annual Total Return **14.2** %

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

Average Yield **0.0** % + Annual Appreciation **6.8** % = Projected Average Total Return **6.8** %