

# U.S. PHYSICAL NYSE--USPH

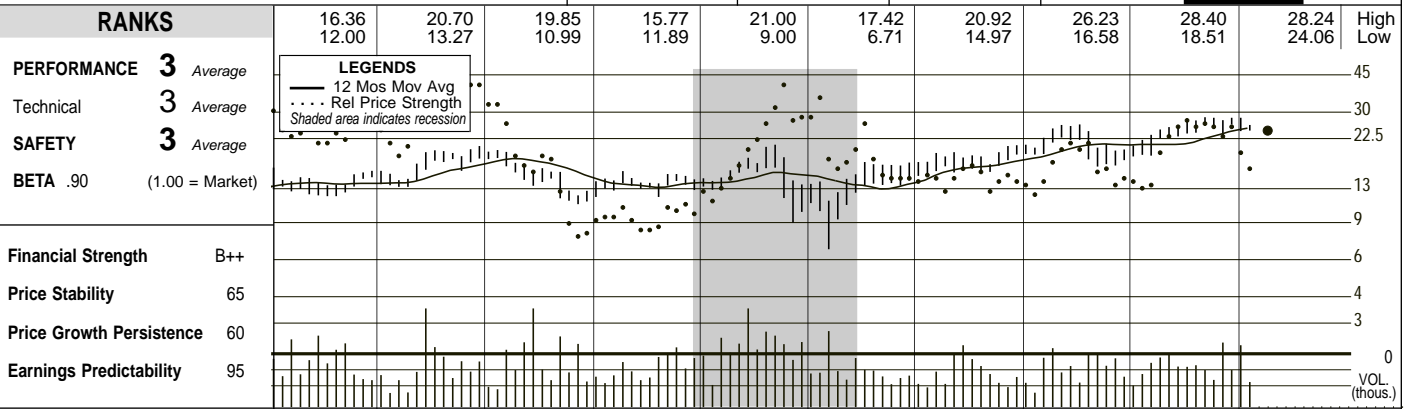
RECENT PRICE **24.56**

TRAILING P/E RATIO **13.2**

RELATIVE P/E RATIO **0.75**

DIV'D YLD **1.5%**

**VALUE LINE**



| © VALUE LINE PUBLISHING LLC | 2004  | 2005  | 2006  | 2007  | 2008  | 2009  | 2010  | 2011  | 2012                      | 2013/2014  |
|-----------------------------|-------|-------|-------|-------|-------|-------|-------|-------|---------------------------|--|
| SALES PER SH                | 9.76  | 11.16 | 11.79 | 12.81 | 15.59 | 17.34 | 18.09 | 20.25 | --                        |  |
| "CASH FLOW" PER SH          | .91   | 1.11  | 1.11  | 1.17  | 1.33  | 1.52  | 1.83  | 2.26  | --                        |  |
| EARNINGS PER SH             | .54   | .73   | .70   | .75   | .83   | 1.00  | 1.32  | 1.75  | <b>1.50<sup>A,B</sup></b> | <b>1.61<sup>C</sup>/NA</b>   |
| DIV'DS DECL'D PER SH        | --    | --    | --    | --    | --    | --    | --    | .32   | --                        |  |
| CAP'L SPENDING PER SH       | .41   | .38   | .41   | .34   | .36   | .33   | .31   | .28   | --                        |  |
| BOOK VALUE PER SH           | 4.14  | 4.52  | 4.84  | 5.86  | 6.78  | 7.52  | 8.90  | 9.15  | --                        |  |
| COMMON SHS OUTST'G (MILL)   | 12.12 | 11.84 | 11.47 | 11.84 | 12.04 | 11.61 | 11.68 | 11.70 | --                        |  |
| AVG ANN'L P/E RATIO         | 25.4  | 23.1  | 21.4  | 18.6  | 18.3  | 13.6  | 13.3  | 12.1  | <b>16.4</b>               | <b>15.3/NA</b>   |
| RELATIVE P/E RATIO          | 1.34  | 1.22  | 1.16  | .99   | 1.10  | .90   | .85   | .76   | --                        |  |
| AVG ANN'L DIV'D YIELD       | --    | --    | --    | --    | --    | --    | --    | 1.5%  | --                        |  |
| SALES (\$MILL)              | 118.3 | 132.1 | 135.2 | 151.7 | 187.7 | 201.4 | 211.2 | 237.0 | --                        | <b>Bold figures are consensus earnings estimates and, using the recent prices, P/E ratios.</b> |
| OPERATING MARGIN            | 17.4% | 18.0% | 17.1% | 16.5% | 16.1% | 17.0% | 18.5% | 17.5% | --                        |  |
| DEPRECIATION (\$MILL)       | 4.3   | 4.3   | 4.5   | 5.0   | 6.0   | 5.9   | 5.7   | 5.4   | --                        |  |
| NET PROFIT (\$MILL)         | 6.7   | 8.8   | 8.2   | 8.8   | 10.0  | 11.8  | 15.6  | 21.0  | --                        |  |
| INCOME TAX RATE             | 38.0% | 38.5% | 38.2% | 38.3% | 39.4% | 28.4% | 26.4% | 27.1% | --                        |  |
| NET PROFIT MARGIN           | 5.6%  | 6.7%  | 6.1%  | 5.8%  | 5.3%  | 5.8%  | 7.4%  | 8.8%  | --                        |  |
| WORKING CAP'L (\$MILL)      | 35.0  | 29.8  | 26.8  | 24.6  | 24.1  | 18.2  | 25.1  | 29.4  | --                        |  |
| LONG-TERM DEBT (\$MILL)     | --    | --    | .8    | 8.0   | 12.4  | .4    | 5.8   | 23.8  | --                        |  |
| SHR. EQUITY (\$MILL)        | 50.2  | 53.5  | 55.5  | 69.4  | 81.6  | 87.4  | 104.0 | 107.0 | --                        |  |
| RETURN ON TOTAL CAP'L       | 13.3% | 16.4% | 14.5% | 11.6% | 10.9% | 13.6% | 14.4% | 16.2% | --                        |  |
| RETURN ON SHR. EQUITY       | 13.3% | 16.4% | 14.8% | 12.7% | 12.3% | 13.5% | 15.0% | 19.6% | --                        |  |
| RETAINED TO COM EQ          | 13.3% | 16.4% | 14.8% | 12.7% | 12.3% | 13.5% | 15.0% | 16.1% | --                        |  |
| ALL DIV'DS TO NET PROF      | --    | --    | --    | --    | --    | --    | --    | 18%   | --                        |  |

<sup>A</sup>No. of analysts changing earn. est. in last 8 days: 0 up, 0 down, consensus 5-year earnings growth 15.0% per year. <sup>B</sup>Based upon 6 analysts' estimates. <sup>C</sup>Based upon 6 analysts' estimates.

| ANNUAL RATES            |                           |       |       |      | ASSETS (\$mill.)      |   |         | INDUSTRY: Medical Services |   |        |  |
|-------------------------|---------------------------|-------|-------|------|-----------------------|---|---------|----------------------------|---|--------|--|
| of change (per share)   | 5 Yrs.                    | 1 Yr. |       |      | 2010                  | 2011  | 9/30/12 |                            |   |        |  |
| Sales                   | 11.0%                     | 12.0% |       |      | Cash Assets           | 9.2   | 10.0    | 10.7                       | <b>BUSINESS:</b> U.S. Physical Therapy, Inc. operates outpatient physical and occupational therapy clinics. Its clinics provide pre- and post-operative care and treatment for orthopedic-related disorders, sports-related injuries, preventative care, rehabilitation of injured workers, and neurological-related injuries. The company also owns clinics that specialize in the outpatient, non-surgical treatment of osteo arthritis degeneration joint disease, and other musculoskeletal conditions. As of February 7, 2013, it operated 431 clinics in 43 states. In addition, the company manages 15 physical therapy facilities for third parties, including hospitals and physician groups. U.S. Physical focuses its marketing efforts on physicians comprising orthopedic surgeons, neurosurgeons, physiatrists, internal medicine physicians, podiatrists, occupational medicine physicians, and general practitioners. The company paid a special dividend of \$0.40 per share in the fourth quarter of 2012. Has 2522 employees. C.E.O. & President: Christopher J. Reading. Address: 1300 W. Sam Houston Parkway S., Suite 300, Houston, TX 77042. Tel.: (713) 297-7000. Internet: <a href="http://www.usph.com">http://www.usph.com</a> . <i>E.B.</i> |        |  |
| "Cash Flow"             | 12.5%                     | 23.5% |       |      | Receivables           | 24.8  | 28.3    | 26.8                       |   |        |  |
| Earnings                | 15.5%                     | 32.5% |       |      | Inventory             | .0  | .0      | .0                         |   |        |  |
| Dividends               | --                        | --    |       |      | Other                 | 5.3   | 7.4     | 6.6                        |   |        |  |
| Book Value              | 13.5%                     | 2.5%  |       |      | Current Assets        | 39.3  | 45.7    | 44.1                       |   |        |  |
| Fiscal Year             | QUARTERLY SALES (\$mill.) |       |       |      | LIABILITIES (\$mill.) |   |         |                            |   |        |  |
|                         | 1Q                        | 2Q    | 3Q    | 4Q   | Full Year             | Accts Payable                                 | 1.2     | 1.8                        | 1.7   |        |  |
| 12/31/10                | 50.4                      | 54.1  | 53.4  | 53.3 | 211.2                 | Debt Due                                      | .3      | .4                         | .6  |        |  |
| 12/31/11                | 56.7                      | 59.9  | 59.7  | 60.7 | 237.0                 | Other   | 12.7    | 14.1                       | 12.6  |        |  |
| 12/31/12                | 62.6                      | 64.0  | 62.9  |      |                       | Current Liab                                  | 14.2    | 16.3                       | 14.9  |        |  |
| 12/31/13                |                           |       |       |      |                       | LONG-TERM DEBT AND EQUITY as of 9/30/12       |         |                            |   |        |  |
| Fiscal Year             | EARNINGS PER SHARE        |       |       |      | Full Year             | Total Debt \$16.9 mill. Due in 5 Yrs. NA      |         |                            |   |        |  |
|                         | 1Q                        | 2Q    | 3Q    | 4Q   |                       | LT Debt \$16.3 mill.                          |         |                            |   |        |  |
| 12/31/09                | .23                       | .31   | .27   | .19  | 1.00                  | Including Cap. Leases NA (12% of Cap'l)       |         |                            |   |        |  |
| 12/31/10                | .26                       | .38   | .33   | .35  | 1.32                  | Leases, Uncapitalized Annual rentals NA       |         |                            |   |        |  |
| 12/31/11                | .31                       | .41   | .34   | .69  | 1.75                  | Pension Liability None in '11 vs. None in '10 |         |                            |   |        |  |
| 12/31/12                | .38                       | .41   | .38   | .33  |                       | Pfd Stock None Pfd Div'd Paid None            |         |                            |   |        |  |
| 12/31/13                | .40                       | .43   |       |      |                       | Common Stock 11,867,065 shares (88% of Cap'l) |         |                            |   |        |  |
| Cal-endar               | QUARTERLY DIVIDENDS PAID  |       |       |      | Full Year             | TOTAL SHAREHOLDER RETURN                      |         |                            |   |        |  |
|                         | 1Q                        | 2Q    | 3Q    | 4Q   |                       | Dividends plus appreciation as of 2/28/2013   |         |                            |   |        |  |
| 2010                    | --                        | --    | --    | --   | --                    | 3 Mos.  | 6 Mos.  | 1 Yr.                      | 3 Yrs.  | 5 Yrs. |  |
| 2011                    | .08                       | .08   | .08   | .08  | .32                   | -7.86%  | -4.82%  | 31.50%                     | 54.79%  | 91.59% |  |
| 2012                    | .09                       | .09   | .09   | .09  | .36                   |   |         |                            |   |        |  |
| 2013                    |                           |       |       |      |                       |   |         |                            |   |        |  |
| INSTITUTIONAL DECISIONS |                           |       |       |      |                       |   |         |                            |   |        |  |
|                         | 2Q'12                     | 3Q'12 | 4Q'12 |      |                       |   |         |                            |   |        |  |
| to Buy                  | 52                        | 47    | 48    |      |                       |   |         |                            |   |        |  |
| to Sell                 | 49                        | 53    | 48    |      |                       |   |         |                            |   |        |  |
| Hld's(000)              | 10176                     | 10174 | 10232 |      |                       |   |         |                            |   |        |  |

March 15, 2013