

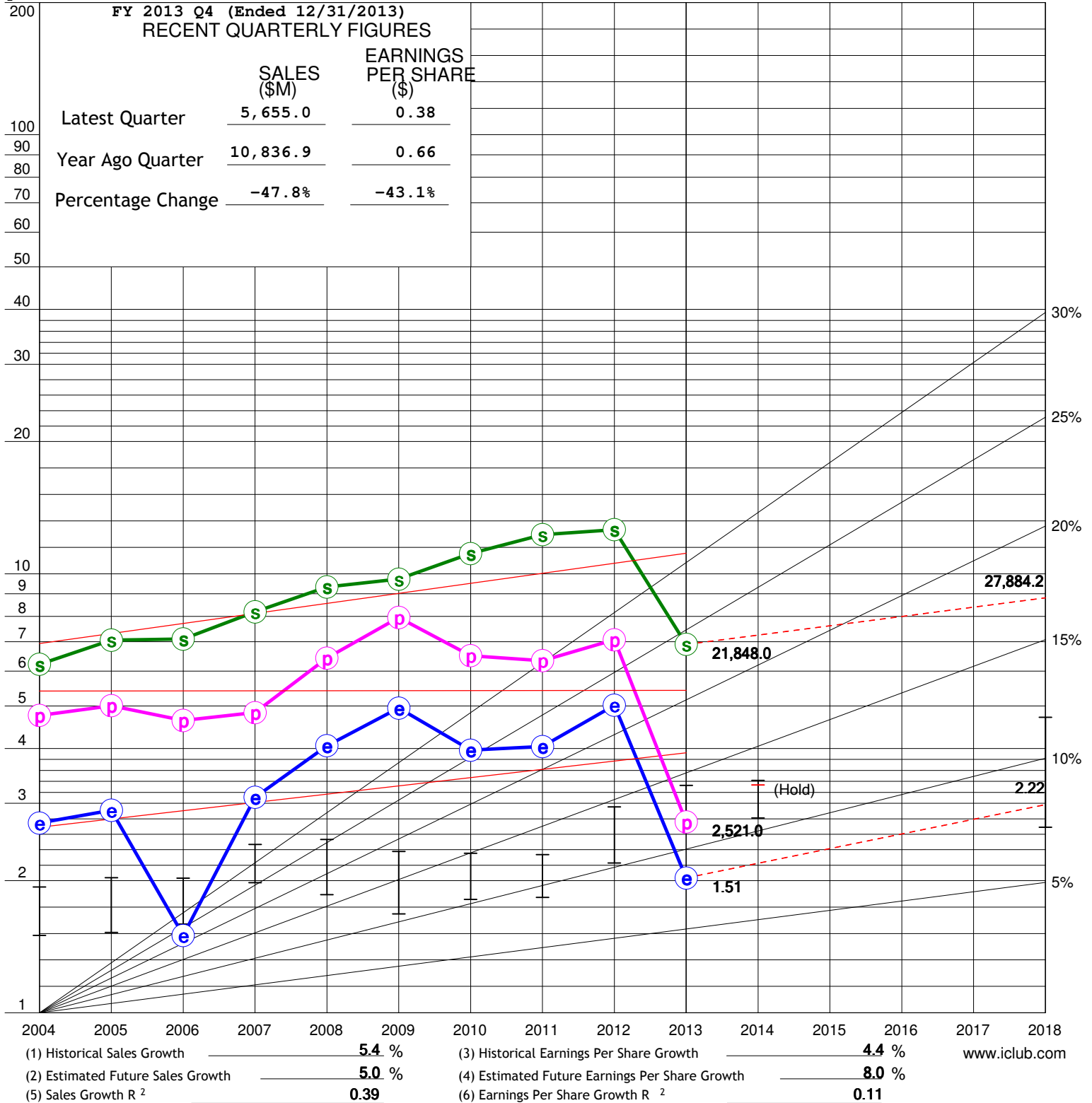


Stock Study

Company	Abbott Laboratories 2..	Price Date	02/18/14
Study by	K Emmons	Data Date	02/18/14
Sector	Healthcare	Last Judgment	02/19/14
Industry	Medical Devices	Data Source	BI
Preferred(\$M)	0.0	Reference	Morningsta
Common(M Shares)	1,567.0	% Insiders	0.2
Debt(\$M)	0.0	% Institutions	72.8
% Debt to Tot.Cap.	0.0	Quality	

1 Growth Analysis

NYSE: **ABT**



2 QUALITY ANALYSIS

Company **Abbott Laboratories 2014 02**

(**ABT**)

02/18/14

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales	22.4	20.8	19.1	17.2	20.2	23.9	17.1	15.1	16.4	11.5	16.8	DOWN
B % ROE (Beginning Yr)	22.4	23.5	12.1	25.2	26.3	32.8	20.1	20.6	24.1	8.9	21.3	DOWN
C % Debt to Equity	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	EVEN

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) 38.93 (25.8) 52-WEEK HIGH (P/E) 39.86 (26.4) 52-WEEK LOW (P/E) 32.70 (21.7)

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2009	27.5	19.8	3.69	7.5	5.4	1.560	42.3	7.9
2 2010	27.2	21.3	2.96	9.2	7.2	1.720	58.1	8.1
3 2011	27.0	21.6	3.02	8.9	7.2	1.880	62.3	8.7
4 2012	34.7	25.8	3.75	9.3	6.9	2.010	53.7	7.8
5 2013	38.8	31.6	1.51	25.6	20.9	0.560	37.0	1.8
6 AVERAGE		24.0		25.6	20.9		50.7	
AVERAGE P/E RATIO		10.8 23.3	PROJECTED P/E RATIO		23.9	TTM EPS		1.51
CURRENT P/E RATIO		25.8	PEG RATIO		3.0	FTM EPS		1.63
RELATIVE VALUE		238.9% 110.7%	PROJ. RELATIVE VALUE		221.0% 102.5%	AVG TTM + FTM EPS		1.57

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E 25.6 ~~25.0~~ X Estimated High Earnings/Share 2.22 = Forecast High Price \$ 55.5

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E 20.9 ~~20.9~~ (as adj.) X Estimated Low Earnings/Share 1.51 = \$ 18.1

(b) Average 5-Year Low Price = 24.0

(c) Recent Severe Low Price = 25.8

(d) Price Dividend Will Support = Present Divd. + High Yield = 0.880 + 0.087 = 10.1

Selected Estimated Low Price = \$ 31.1

C PRICE RANGES

Forecast High Price 55.5 - Estimated Low Price 31.1 = Range 24.4 25% of Range = 6.1

BUY (Lower 25% of Range) = 31.1 to 37.2

MAYBE (Middle 50% of Range) = 37.2 to 49.4

SELL (Upper 25% of Range) = 49.4 to 55.5

Current Price 38.930 is in the Hold Range

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

(Forecast High Price 55.5 - Current Price 38.930) + (Current Price 38.930 - Estimated Low Price 31.1) = 2.1 To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ 0.880 ÷ Current Price of Stock \$ 38.930 = 2.3 % Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout 50.7 ÷ Forecast High P/E 25.0 = Avg. Yield 2.0

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout 50.7 ÷ Forecast Avg P/E 18.5 = Avg. Yield 2.7

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

Average Yield 2.0 % + Annual Appreciation 7.3 % = Compound Annual Total Return 9.4 %

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

Average Yield 2.7 % + Annual Appreciation 1.1 % = Projected Average Total Return 3.8 %