

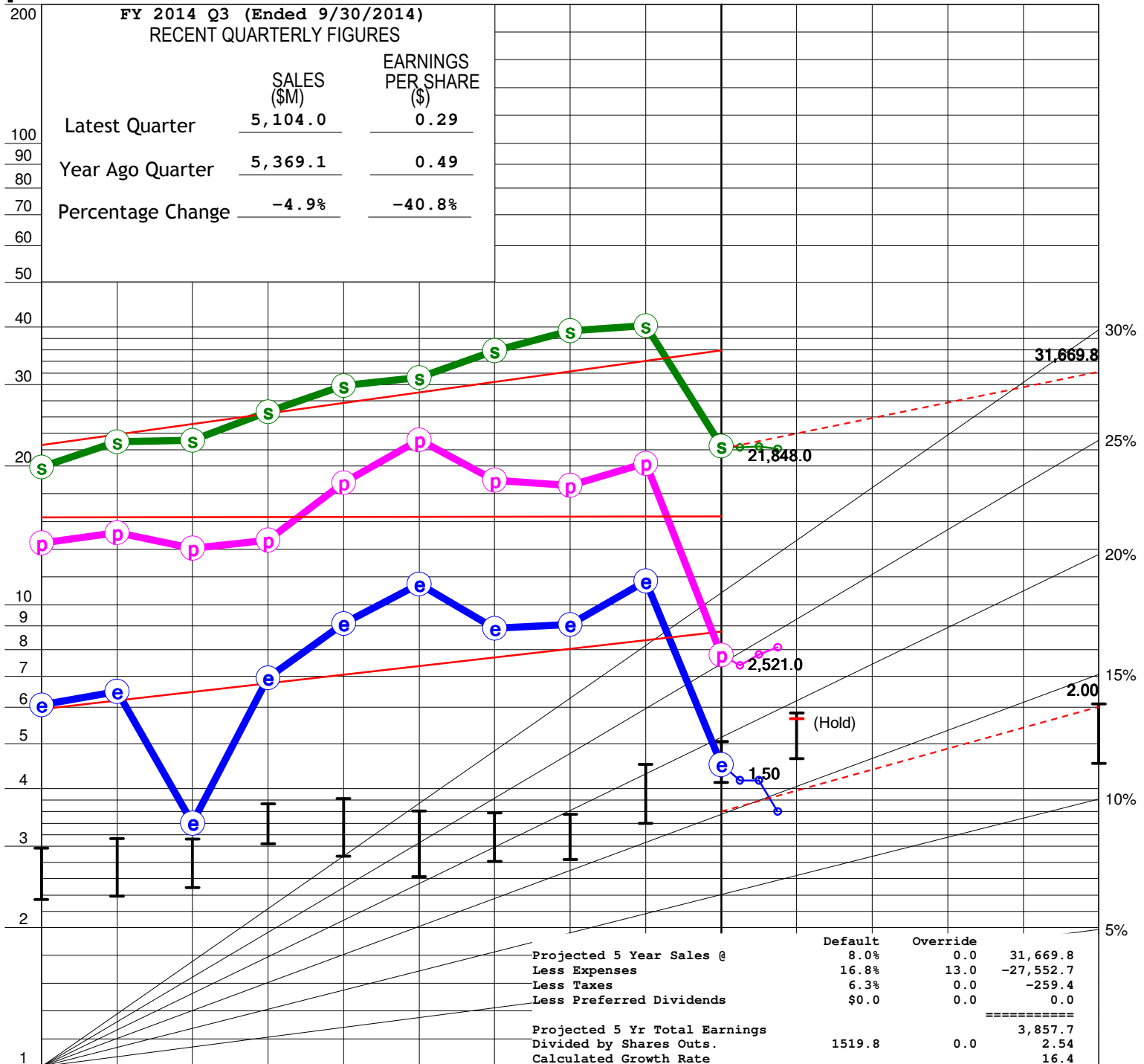


Stock Selection Guide

| | | | |
|--------------------|--------------------------|----------------|------------------|
| Company | Abbott Labs RCB 1411 | Price Date | 11/19/14 |
| Study by | RCB | Data Date | 11/18/14 |
| Sector | Healthcare | Last Judgment | 11/19/14 |
| Industry | Drug Manufacturers - Spe | Data Source | StkCntrl |
| Preferred(\$M) | 0.0 | Reference | Morningsta |
| Diluted(M Shares) | 1,519.8 | % Insiders | 0.2 |
| Debt(\$M) | 8,301.0 | % Institutions | 72.2 |
| % Debt to Tot.Cap. | 25.3 | Quality | 0.5 (Take Stock) |

1 Growth Analysis

NYSE: ABT



- | | | | | |
|-----------------------------------|-------|--|--------|---------------|
| (1) Historical Sales Growth | 5.4 % | (3) Historical Earnings Per Share Growth | 4.4 % | www.iclub.com |
| (2) Estimated Future Sales Growth | 8.0 % | (4) Estimated Future Earnings Per Share Growth | 11.0 % | |
| (5) Sales Growth R ² | 0.39 | (6) Earnings Per Share Growth R ² | 0.11 | |

2 QUALITY ANALYSIS

Company **Abbott Labs RCB 1411 (ABT)**

11/19/14

| | 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 | 33.1 | 31.5 | 49.8 | 52.9 | 49.6 | 49.4 | 54.9 | 49.4 | 67.0 | 13.2 | 46.8 | DOWN |

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **43.53 (36.7)** 52-WEEK HIGH (P/E) **44.77 (37.7)** 52-WEEK LOW (P/E) **35.65 (30.1)**

| 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 | 1.50 | 25.9 | 21.1 | 0.560 | 37.3 | 1.8 | |
| 6 AVERAGE | | 24.0 | | 12.2 | 9.6 | | 50.7 | | |
| AVERAGE P/E RATIO | 10.9 | | PROJECTED P/E RATIO | 33.1 | | TTM EPS | 1.19 | | |
| CURRENT P/E RATIO | 36.7 | | PEG RATIO | 3.0 | | FTM EPS | 1.32 | | |
| RELATIVE VALUE | 336.7 | | PROJ. RELATIVE VALUE | 303.3% 197.9% | | AVG TTM + FTM EPS | 1.25 | | |

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~12.2~~ **23.4** X Estimated High Earnings/Share **2.00** = Forecast High Price \$ **46.8**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E ~~9.6~~ **9.9** (as adj.) X Estimated Low Earnings/Share ~~1.50~~ **1.39** = \$ **13.7**

(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 = \$ **34.8**

C PRICE RANGES

Forecast High Price **46.8** - Estimated Low Price **34.8** = Range **12.0** 25% of Range = **3.0**

BUY (Lower 25% of Range) = **34.8** to **37.8**

MAYBE (Middle 50% of Range) = **37.8** to **43.8**

SELL (Upper 25% of Range) = **43.8** to **46.8**

Current Price **43.525** is in the **Hold** Range

D UPSIDE/DOWNSIDE ANALYSIS (Potential Gain vs. Risk of Loss)

(Forecast High Price **46.8** - Current Price **43.525**) + (Current Price **43.525** - Estimated Low Price **34.8**) = **0.4** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **0.880** ÷ Current Price of Stock \$ **43.525** = **2.0%** Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout **50.7** ÷ Forecast High P/E **23.4** = Avg. Yield **2.2**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout **50.7** ÷ Forecast Avg P/E **16.7** = Avg. Yield **3.0**

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

Average Yield **2.2%** + Annual Appreciation **1.5%** = Compound Annual Total Return **3.6%**

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

Average Yield **3.0%** + Annual Appreciation **-5.2%** = Projected Average Total Return **-2.2%**



PERT-A Report

Company Abbott Labs RCB 1411 (ABT)

| QUARTERLY DATA | | | | | | | | | LAST 12 MONTHS DATA | | | | | | | | |
|----------------|------|----------|----------------|---------|----------|-----------|----------|-----------------|---------------------|----------------|---------|-----------|------------|--------|----------|----------------|-------|
| PERIOD | EPS | | PRE-TAX PROFIT | | | SALES | | INCOME TAX RATE | EPS \$ | PRE-TAX PROFIT | | SALES MIL | INCOME TAX | | % CHANGE | | |
| | \$ | % CHANGE | \$ MIL | % SALES | % CHANGE | \$ MIL | % CHANGE | | | \$ MIL | % SALES | | \$ MIL | % RATE | EPS | PRE-TAX PROFIT | SALES |
| 03/09 | | | | | | | | 22.5 | | | | | | 21.0 | | | |
| 06/09 | 0.83 | | 1,567.04 | 20.9 | | 7,494.88 | | 17.8 | | | | | | 20.3 | | | |
| 09/09 | 0.95 | | 1,871.38 | 24.1 | | 7,761.34 | | 20.9 | | | | | | 20.4 | | | |
| 12/09 | 0.99 | | 1,992.88 | 22.7 | | 8,790.13 | | 22.8 | | | | | | 21.0 | | | |
| 03/10 | 0.64 | | 1,322.21 | 17.2 | | 7,698.35 | | 24.2 | 3.42 | 6,753.50 | 21.3 | 31,744.7 | 1,445.0 | 21.4 | | | |
| 06/10 | 0.83 | 0.1 | 1,558.69 | 17.7 | -0.5 | 8,826.01 | 17.8 | 17.2 | 3.42 | 6,745.15 | 20.4 | 33,075.8 | 1,433.1 | 21.2 | | | |
| 09/10 | 0.57 | -39.9 | 1,064.11 | 12.3 | -43.1 | 8,674.51 | 11.8 | 16.3 | 3.04 | 5,937.89 | 17.5 | 33,989.0 | 1,194.2 | 20.1 | | | |
| 12/10 | 0.93 | -6.8 | 1,767.83 | 17.7 | -11.3 | 9,967.85 | 13.4 | 18.5 | 2.97 | 5,712.83 | 16.2 | 35,166.7 | 1,087.8 | 19.0 | | | |
| 03/11 | 0.55 | -13.7 | 1,168.79 | 12.9 | -11.6 | 9,040.85 | 17.4 | 26.1 | 2.89 | 5,559.41 | 15.2 | 36,509.2 | 1,085.4 | 19.5 | -15.7 | -17.7 | 15.0 |
| 06/11 | 1.24 | 49.2 | 1,847.06 | 19.2 | 18.5 | 9,616.29 | 9.0 | -5.2 | 3.29 | 5,847.78 | 15.7 | 37,299.5 | 814.4 | 13.9 | -3.7 | -13.3 | 12.8 |
| 09/11 | 0.19 | -66.3 | 501.60 | 5.1 | -52.9 | 9,816.67 | 13.2 | 39.7 | 2.91 | 5,285.27 | 13.7 | 38,441.7 | 1,044.4 | 19.8 | -4.2 | -11.0 | 13.1 |
| 12/11 | 1.03 | 10.8 | 2,353.71 | 22.7 | 33.1 | 10,377.45 | 4.1 | 31.2 | 3.01 | 5,871.14 | 15.1 | 38,851.3 | 1,347.4 | 23.0 | 1.4 | 2.8 | 10.5 |
| 03/12 | 0.78 | 41.0 | 1,663.03 | 17.6 | 42.3 | 9,456.63 | 4.6 | 25.4 | 3.24 | 6,365.39 | 16.2 | 39,267.0 | 1,448.7 | 22.8 | 12.3 | 14.5 | 7.6 |
| 06/12 | 1.09 | -12.5 | 2,113.32 | 21.5 | 14.4 | 9,807.10 | 2.0 | 18.4 | 3.09 | 6,631.65 | 16.8 | 39,457.9 | 1,900.4 | 28.7 | -6.3 | 13.4 | 5.8 |
| 09/12 | 1.22 | 531.6 | 1,872.38 | 19.2 | 273.3 | 9,773.24 | -0.4 | -3.8 | 4.11 | 8,002.44 | 20.3 | 39,414.4 | 1,423.9 | 17.8 | 41.1 | 51.4 | 2.5 |
| 12/12 | 0.66 | -35.6 | 901.89 | 8.3 | -61.7 | 10,836.94 | 4.4 | -16.9 | 3.75 | 6,550.62 | 16.4 | 39,873.9 | 377.8 | 5.8 | 24.3 | 11.6 | 2.6 |
| 03/13 | 0.34 | -56.5 | 554.55 | 10.3 | -66.7 | 5,377.90 | -43.1 | 2.8 | 3.31 | 5,442.14 | 15.2 | 35,795.2 | 6.5 | 0.1 | 2.0 | -14.5 | -8.8 |
| 06/13 | 0.30 | -72.4 | 600.75 | 11.0 | -71.6 | 5,446.03 | -44.5 | 21.3 | 2.52 | 3,929.57 | 12.5 | 31,434.1 | 33.1 | 0.8 | -18.3 | -40.7 | -20.3 |
| 09/13 | 0.49 | -59.8 | 628.40 | 11.7 | -66.4 | 5,369.14 | -45.1 | -22.2 | 1.79 | 2,685.58 | 9.9 | 27,030.0 | -100.7 | -3.8 | -56.4 | -66.4 | -31.4 |
| 12/13 | 0.38 | -43.1 | 737.31 | 13.0 | -18.2 | 5,654.94 | -47.8 | 20.1 | 1.51 | 2,521.00 | 11.5 | 21,848.0 | 138.5 | 5.5 | -59.8 | -61.5 | -45.2 |
| 03/14 | 0.22 | -35.3 | 423.00 | 8.1 | -23.7 | 5,244.00 | -2.5 | 19.5 | 1.39 | 2,389.45 | 11.0 | 21,714.1 | 231.3 | 9.7 | -58.1 | -56.1 | -39.3 |
| 06/14 | 0.30 | 0.0 | 737.00 | 13.3 | 22.7 | 5,551.00 | 1.9 | 38.2 | 1.39 | 2,525.70 | 11.6 | 21,819.1 | 351.7 | 13.9 | -45.0 | -35.7 | -30.6 |
| 09/14 | 0.29 | -40.8 | 718.00 | 14.1 | 14.3 | 5,104.00 | -4.9 | 38.6 | 1.19 | 2,615.31 | 12.1 | 21,553.9 | 761.6 | 29.1 | -33.8 | -2.6 | -20.3 |
| 12/14 | | | | | | | | 6.3 | | | | | | 25.7 | | | |

A B C D E F G H I J K L M N O P Q R S T

PERT-A Graph

Company Abbott Labs RCB 1411 (ABT)

