

Abbott Laboratories(USD) ABT

Last Close \$ \$47.15 **Sales \$Mil** \$20,247 **Mkt Cap \$Mil** \$71,148 **Industry** Medical Devices **Currency** USD

Abbott Laboratories discovers, develops, manufactures and sells health care products. Its products include branded generic pharmaceuticals manufactured internationally, marketed and sold outside the United States.

Morningstar Rating **Fair Value** **Fair Value** **Economic Moat** **Style** **Sector**
★★★ **Uncertainty** **Low** **\$49.00** **Narrow** **Large Core** **Healthcare**
 As of 04-10-2015

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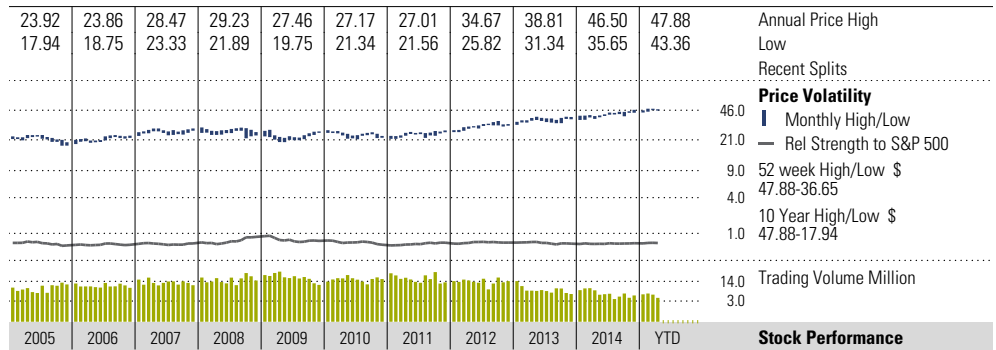
Growth Rates Compound Annual				
Grade: D	1 Yr	3 Yr	5 Yr	10 Yr
Revenue %	3.0	-19.5	-8.0	0.3
Operating Income %	21.9	-23.3	-16.1	-4.0
Earnings/Share %	-11.1	-28.1	-21.2	-5.7
Dividends %	57.1	-22.4	-10.8	-1.5
Book Value/Share %	-12.2	-2.8	-0.6	4.5
Stock Total Return	29.0	19.9	15.3	9.1
+/- Industry	0.3	-3.3	1.1	2.4
+/- Market	11.9	1.7	0.9	0.9

Profitability Analysis				
Grade: D	Current	5 Yr Avg	Ind	Mkt
Return on Equity %	9.8	16.7	10.3	20.7
Return on Assets %	5.4	7.1	5.2	8.0
Revenue/Employee \$K	262.9	320.3	—	990.5
Fixed Asset Turns	3.4	3.7	5.3	7.4
Inventory Turns	3.5	3.7*	2.4	10.1
Gross Margin %	54.5	56.1	64.7	44.7
Operating Margin %	12.8	12.9	14.8	19.9
Net Margin %	11.3	15.5	10.2	14.1
Free Cash Flow/Rev %	12.8	20.0	14.4	13.0
R&D/Rev %	6.6	8.4	8.1	—

Financial Position (USD)		
Grade: B	12-13 \$Mil	12-14 \$Mil
Cash	3475	4063
Inventories	2693	2643
Receivables	3986	3586
Current Assets	19247	15261
Fixed Assets	5905	5935
Intangibles	15507	16265
Total Assets	42953	41275
Payables	1542	1696
Short-Term Debt	3173	4437
Current Liabilities	9507	10532
Long-Term Debt	3388	3408
Total Liabilities	17782	19749
Total Equity	25171	21526

Valuation Analysis				
	Current	5 Yr Avg	Ind	Mkt
Price/Earnings	42.1	18.0	41.5	19.1
Forward P/E	19.8	—	—	19.0
Price/Cash Flow	19.6	11.6	22.8	11.8
Price/Free Cash Flow	27.7	15.3	29.3	29.4
Dividend Yield %	1.9	2.7	1.2	2.2
Price/Book	3.3	3.2	4.3	2.8
Price/Sales	3.6	2.3	4.2	3.5
PEG Ratio	1.6	—	—	2.9

*3Yr Avg data is displayed in place of 5 Yr Avg



Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	YTD	Stock Performance
Annual Price High	23.92	23.86	28.47	29.23	27.46	27.17	27.01	34.67	38.81	46.50	47.88	46.0
Low	17.94	18.75	23.33	21.89	19.75	21.34	21.56	25.82	31.34	35.65	43.36	21.0
Recent Splits												46.0
Price Volatility												21.0
Monthly High/Low												9.0
Rel Strength to S&P 500												4.0
52 week High/Low \$												1.0
10 Year High/Low \$												14.0
Trading Volume Million												3.0
Total Return %	-13.2	26.5	17.9	-2.4	4.1	-8.1	21.3	20.1	24.1	19.7	5.3	+/- Market
+/- Industry	-18.1	10.7	12.4	34.5	-22.4	-23.1	19.2	4.1	-8.3	6.1	2.6	+/- Industry
Dividend Yield %	-11.8	28.2	11.9	28.5	-24.5	-7.7	17.7	7.3	-7.8	-3.1	-2.6	Market Cap \$Mil
Market Cap \$Mil	2.8	2.4	2.3	2.6	2.9	3.6	3.3	3.1	1.5	2.0	1.9	
	29040	35828	41640	39621	40071	35463	42250	49413	59339	67892	71148	

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	TTM	Financials (USD)
Revenue \$Mil	22338	22476	25914	29528	30765	35167	38851	21494	19657	20247	20247	Revenue \$Mil
Gross Margin %	52.4	56.3	55.9	57.3	57.1	58.3	60.0	54.3	53.2	54.5	54.5	Gross Margin %
Operating Income \$Mil	4362	2042	4579	5694	6236	6088	5752	1894	2133	2599	2599	Operating Income \$Mil
Operating Margin %	19.5	9.1	17.7	19.3	20.3	17.3	14.8	8.8	10.9	12.8	12.8	Operating Margin %
Net Income \$Mil	3372	1717	3606	4881	5746	4626	4728	5963	2576	2284	2284	Net Income \$Mil
Earnings Per Share \$	2.16	1.12	2.31	3.03	3.69	2.96	3.02	3.75	1.50	1.12	1.49	Earnings Per Share \$
Dividends \$	1.09	1.16	1.27	1.41	1.56	1.72	1.88	2.01	0.56	0.88	0.88	Dividends \$
Shares Mil	1564	1537	1560	1561	1547	1556	1567	1592	1574	1527	1527	Shares Mil
Book Value Per Share \$	9.37	9.14	11.47	11.27	14.73	14.66	15.56	16.95	16.26	14.27	14.27	Book Value Per Share \$
Oper Cash Flow \$Mil	5174	5329	5184	6995	7275	8736	8970	9314	3324	3675	3675	Oper Cash Flow \$Mil
Cap Spending \$Mil	-1207	-1338	-1656	-1288	-1089	-1015	-1492	-1795	-1145	-1077	-1077	Cap Spending \$Mil
Free Cash Flow \$Mil	3967	3991	3528	5707	6186	7721	7479	7519	2179	2598	2598	Free Cash Flow \$Mil

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	TTM	Profitability
Return on Assets %	11.7	5.3	9.5	11.9	12.1	8.2	7.8	9.4	4.7	5.4	5.4	Return on Assets %
Return on Equity %	23.5	12.1	22.7	27.7	28.5	20.3	20.1	23.3	9.9	9.8	9.8	Return on Equity %
Asset Turnover	0.77	0.69	0.68	0.72	0.65	0.62	0.64	0.34	0.36	0.48	0.48	Asset Turnover
Net Margin %	15.1	7.6	13.9	16.5	18.7	13.2	12.2	27.7	13.1	11.3	11.3	Net Margin %
Financial Leverage	2.0	2.6	2.2	2.4	2.3	2.7	2.5	2.5	1.7	1.9	1.9	Financial Leverage

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	12-14	Financial Health (USD)
Long-Term Debt \$Mil	4572	7010	9488	8713	11266	12524	12040	18085	3388	3408	3408	Long-Term Debt \$Mil
Total Equity \$Mil	14415	14054	17779	17480	22856	22677	24440	26721	25171	21526	21526	Total Equity \$Mil
Debt/Equity	0.32	0.50	0.53	0.50	0.49	0.55	0.49	0.68	0.13	0.16	0.16	Debt/Equity
Working Capital \$Mil	3971	-669	4939	5451	10264	5055	8289	18043	9740	4729	4729	Working Capital \$Mil

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	TTM	Valuation
Price/Earnings	18.2	43.5	24.3	17.6	14.6	16.2	18.6	17.5	25.6	40.2	42.1	Price/Earnings
P/E vs. Market	—	—	0.0	0.0	0.0	0.0	—	0.0	0.0	0.0	2.2	P/E vs. Market
Price/Sales	2.8	3.3	3.4	2.8	2.7	2.1	2.3	2.6	2.8	3.4	3.6	Price/Sales
Price/Book	4.2	5.3	4.9	4.7	3.7	3.3	3.6	3.9	2.4	3.2	3.3	Price/Book
Price/Cash Flow	11.9	14.0	16.9	11.3	11.5	8.5	9.8	11.2	18.1	18.7	19.6	Price/Cash Flow

Quarterly Results (USD)				
	Mar	Jun	Sep	Dec
Revenue \$Mil				
Most Recent	5244.0	5551.0	5104.0	5290.0
Previous	5378.0	5446.0	4825.0	5014.0
Rev Growth %				
Most Recent	-2.5	1.9	5.8	5.5
Previous	1.8	2.5	-8.4	-11.0
Earnings Per Share \$				
Most Recent	0.22	0.30	0.29	0.42
Previous	0.34	0.30	0.49	0.38

Close Competitors				
	Mkt Cap \$Mil	Rev \$Mil	P/E	ROE%
Johnson & Johnson	283777	74331	17.9	22.7
Boston Scientific Inc	24082	7380	—	-1.8

Major Fund Holders		% of shares
Vanguard Total Stock Mkt Idx		1.74
Vanguard 500 Index Inv		1.11
Vanguard Institutional Index I		1.04