

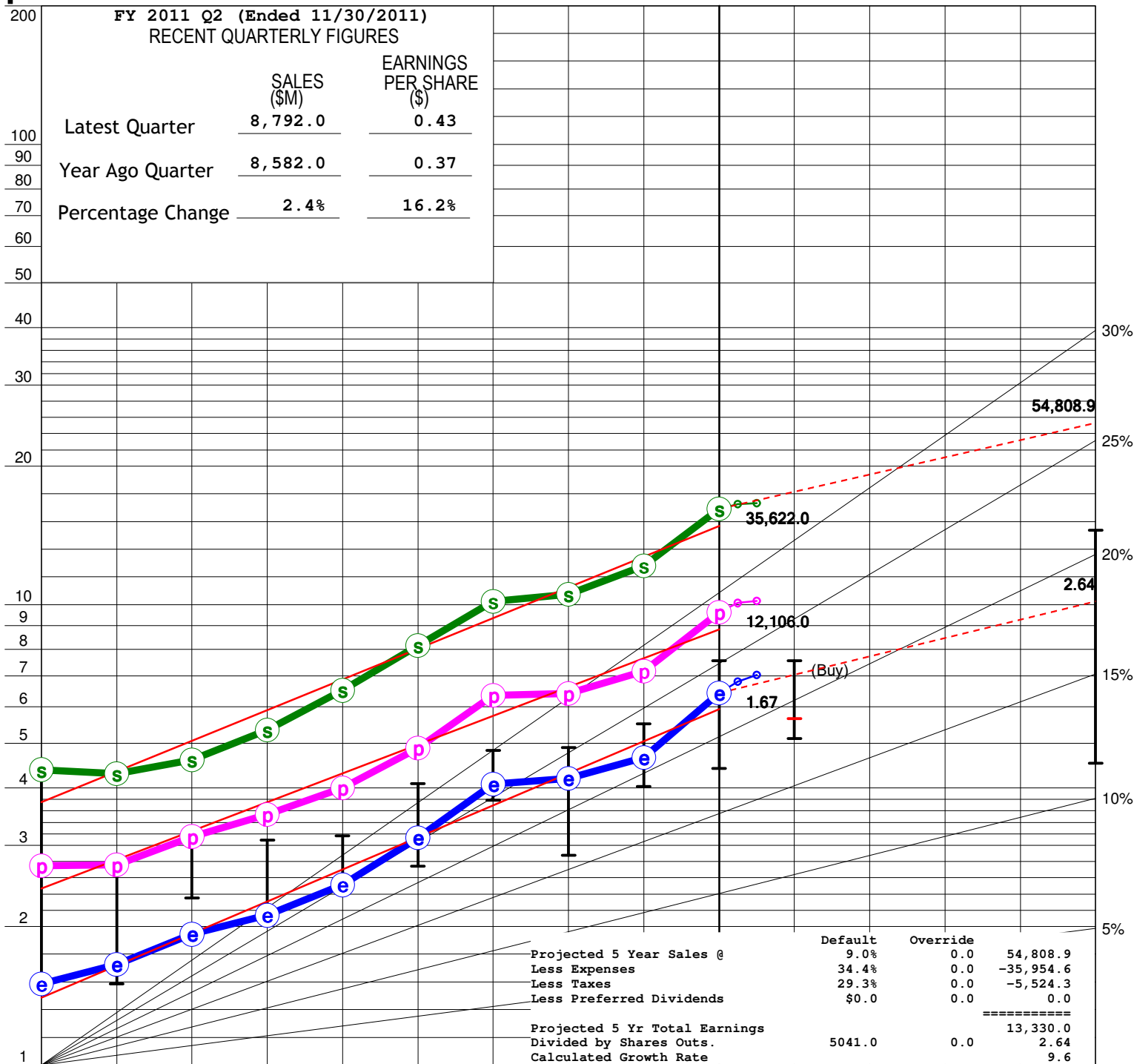


Stock Study

Company	Oracle Corp	Price Date	01/13/12
Study by	Jo Murphy	Data Date	01/13/12
Sector	Technology	Data Source	StkCntrl
Industry	Software - Infrastructure	Reference	Morningsta
Preferred(\$M)	0.0		
Common(M Shares)	5,041.0	% Insiders	21.9
Debt(\$M)	14,778.0	% Institutions	65.9
% Debt to Tot.Cap.	27.2	Quality	A++ (VL)

1 Growth Analysis

NAS: ORCL



(1) Historical Sales Growth	16.6 %	(3) Historical Earnings Per Share Growth	17.4 %	www.iclub.com
(2) Estimated Future Sales Growth	9.0 %	(4) Estimated Future Earnings Per Share Growth	9.6 %	
(5) Sales Growth R ²	0.97	(6) Earnings Per Share Growth R ²	0.98	

2 QUALITY ANALYSIS

Company **Oracle Corp (ORCL)**

01/13/12

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales	35.2	36.1	38.8	37.3	35.0	34.1	35.7	34.7	33.6	34.0	34.4	EVEN
B % ROE (Beginning Yr)	35.2	38.6	41.5	37.3	30.4	28.8	32.0	24.3	24.0	29.5	27.7	UP
C % Debt to Equity	4.8	2.7	0.0	1.5	39.2	36.4	44.5	36.2	40.5	37.3	39.0	DOWN

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **27.34 (14.9)** 52-WEEK HIGH (P/E) **36.50 (19.9)** 52-WEEK LOW (P/E) **24.72 (13.5)**

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield	
1 2006	19.8	13.1	0.81	24.4	16.2	0.000	0.0	0.0	
2 2007	23.3	18.2	1.06	22.0	17.2	0.000	0.0	0.0	
3 2008	23.6	13.8	1.09	21.7	12.7	0.050	4.6	0.4	
4 2009	26.6	19.5	1.21	22.0	16.1	0.200	16.5	1.0	
5 2010	36.5	21.3	1.67	21.9	12.8	0.210	12.6	1.0	
6 AVERAGE		17.2		22.4	15.0		11.2		
AVERAGE P/E RATIO	18.7		PROJECTED P/E RATIO	13.6		TTM EPS	1.83		
CURRENT P/E RATIO	14.9		PEG RATIO	1.4		FTM EPS	2.01		
RELATIVE VALUE	79.7		PROJ. RELATIVE VALUE	72.9		AVG TTM + FTM EPS	1.92		

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~22.4~~ **20.0** X Estimated High Earnings/Share **2.64** = Forecast High Price \$ ~~52.8~~ **70.2**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E ~~15.0~~ **12.0** (as adj.) X Estimated Low Earnings/Share ~~1.67~~ **1.83** = \$ **22.0**

(b) Average 5-Year Low Price = **17.2**

(c) Recent Severe Low Price = **19.5**

(d) Price Dividend Will Support = Present Divd. + High Yield = **0.240** + **0.010** = **23.4**

Selected Estimated Low Price = \$ **21.9**

C PRICE RANGES

Forecast High Price **70.2** - Estimated Low Price **21.9** = Range **48.3** 25% of Range = **12.1**

BUY (Lower 25% of Range) = **21.9** to **34.0**

MAYBE (Middle 50% of Range) = **34.0** to **58.1**

SELL (Upper 25% of Range) = **58.1** to **70.2**

Current Price **27.340** is in the **Buy** Range

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

(Forecast High Price **70.2** - Current Price **27.340**) + (Current Price **27.340** - Estimated Low Price **21.9**) = **7.8** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **0.240** ÷ Current Price of Stock \$ **27.340** = **0.9** % Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout **11.2** ÷ Forecast High P/E **20.0** = Avg. Yield **0.6**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout **11.2** ÷ Forecast Avg P/E **16.0** = Avg. Yield **0.7**

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

Average Yield **0.6** % + Annual Appreciation **20.8** % = Compound Annual Total Return **21.3** %

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

Average Yield **0.7** % + Annual Appreciation **9.1** % = Projected Average Total Return **9.8** %