

QUALITY SYSTEMS

NDQ--QSII

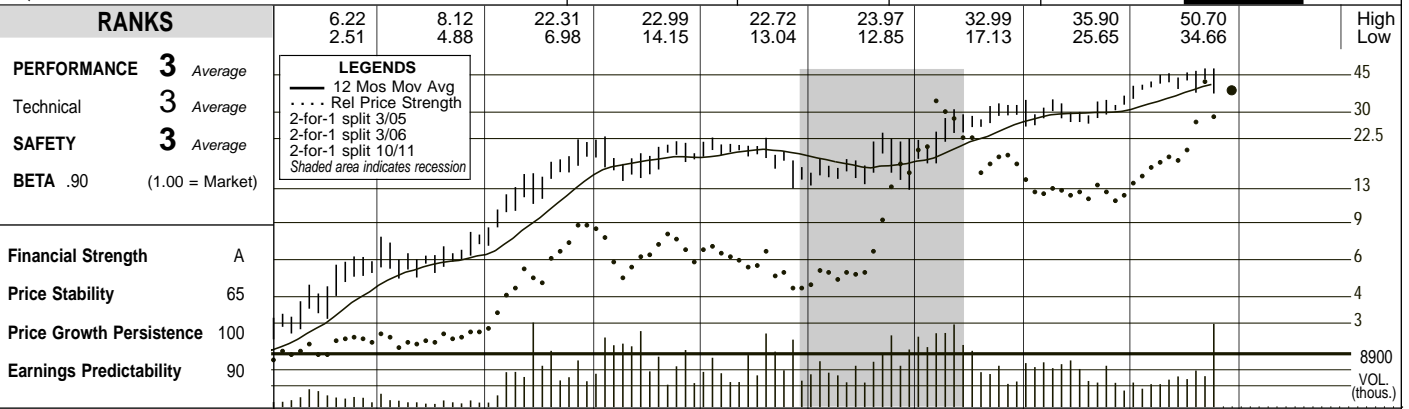
RECENT PRICE **38.01**

TRAILING P/E RATIO **33.9**

RELATIVE P/E RATIO **2.21**

DIV'D YLD **1.8%**

VALUE LINE



© VALUE LINE PUBLISHING LLC	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012/2013
SALES PER SH	1.40	1.70	2.23	2.90	3.40	4.32	5.05	6.09	--	
"CASH FLOW" PER SH	.25	.36	.51	.71	.85	.97	1.03	1.19	--	
EARNINGS PER SH	.20	.31	.43	.61	.72	.81	.84	1.06	.71 ^{A,B}	.87 ^C /NA
DIV'DS DECL'D PER SH	--	--	.44	.50	.50	.58	.60	.63	--	
CAP'L SPENDING PER SH	.02	.03	.05	.06	.04	.06	.09	.12	--	
BOOK VALUE PER SH	1.21	1.20	1.36	1.68	2.07	2.73	3.26	3.87	--	
COMMON SHS OUTST'G (MILL)	50.60	52.44	53.42	54.25	54.90	56.89	57.76	58.07	--	
AVG ANN'L P/E RATIO	24.8	23.2	38.5	31.0	24.6	22.7	34.1	31.0	53.5	43.9/NA
RELATIVE P/E RATIO	1.41	1.23	2.04	1.67	1.31	1.37	2.27	1.97	--	
AVG ANN'L DIV'D YIELD	--	--	2.7%	2.7%	2.8%	3.1%	2.1%	1.9%	--	
SALES (\$MILL)	70.9	89.0	119.3	157.2	186.5	245.5	291.8	353.4	--	Bold figures are consensus earnings estimates and, recent prices, P/E ratios.
OPERATING MARGIN	26.7%	31.0%	33.2%	35.7%	35.3%	33.2%	29.8%	28.8%	--	
DEPRECIATION (\$MILL)	2.3	3.0	3.8	5.2	6.5	9.1	11.4	7.6	--	
NET PROFIT (\$MILL)	10.4	16.1	23.3	33.2	40.1	46.1	48.4	61.6	--	
INCOME TAX RATE	38.9%	36.8%	38.5%	38.7%	36.4%	37.1%	36.5%	34.8%	--	
NET PROFIT MARGIN	14.7%	18.1%	19.6%	21.1%	21.5%	18.8%	16.6%	17.4%	--	
WORKING CAP'L (\$MILL)	51.2	55.1	61.7	76.6	80.0	99.0	118.9	145.8	--	
LONG-TERM DEBT (\$MILL)	--	--	--	--	--	--	--	--	--	
SHR. EQUITY (\$MILL)	61.0	62.7	72.4	91.2	113.7	155.6	188.3	224.7	--	
RETURN ON TOTAL CAP'L	17.0%	25.7%	32.2%	36.4%	35.2%	29.6%	25.7%	27.4%	--	
RETURN ON SHR. EQUITY	17.0%	25.7%	32.2%	36.4%	35.2%	29.6%	25.7%	27.4%	--	
RETAINED TO COM EQ	17.0%	NMF	NMF	6.7%	17.3%	9.9%	7.5%	12.0%	--	
ALL DIV'DS TO NET PROF	--	122%	100%	81%	51%	67%	71%	56%	--	

^ANo. of analysts changing earn. est. in last 29 days: 3 up, 0 down, consensus 5-year earnings growth 10.0% per year. ^BBased upon 21 analysts' estimates. ^CBased upon 19 analysts' estimates.

ANNUAL RATES					ASSETS (\$mill.)			INDUSTRY: Computer Software				
of change (per share)	5 Yrs.	1 Yr.			2009	2010	6/30/11	<p>BUSINESS: Quality Systems, Inc. provides healthcare information systems. It offers software suites for dental and medical practices, and supports medical clients that utilize its UNIX-based medical practice management software product and Software as a Service-based NextDDS financial and clinical software. The company also provides electronic data interchange(EDI)/connectivity applications, QSInet application service provider solutions, NextGen ambulatory product suite (comprising electronic health records and enterprise practice management solutions); NextGen Clinicals, and NextGen Financials. Further, it offers community connectivity solutions, such as health information exchange, patient portal, and health quality measures; and EDI, hosting, data protection, and physician resources services. Additionally, it provides physician practices with revenue cycle management services, primarily billing and collection services. In August 2011, Quality Systems agreed to acquire CQI Solutions, Inc. Has 1537 employees. Chairman: Sheldon Razin. Address: 18111 Von Karman, Ste 700, Irvine, CA 92612. Tel.: (949) 255-2600. Internet: http://www.qsii.com. <i>E.B.</i></p> <p style="text-align: right;"><i>November 11, 2011</i></p>				
Sales	23.5%	20.5%			Cash Assets	91.8	117.7				125.2	
"Cash Flow"	23.5%	15.0%			Receivables	107.5	139.8				148.9	
Earnings	24.0%	26.0%			Inventory (FIFO)	1.3	1.9				2.1	
Dividends	--	4.0%			Other	19.6	23.0				23.1	
Book Value	21.5%	18.5%			Current Assets	220.2	282.4				299.3	
Fiscal Year	QUARTERLY SALES (\$mill.)				LIABILITIES (\$mill.)							
	1Q	2Q	3Q	4Q	Full Year							
03/31/10	66.6	71.7	75.0	78.5	291.8	Property, Plant & Equip, at cost	25.7				33.9	--
03/31/11	82.9	81.5	91.9	97.1	353.4	Accum Depreciation	17.3				21.3	--
03/31/12	34.4	107.6				Net Property	8.4	12.6	13.8			
03/31/13						Other	81.6	83.7	87.2			
						Total Assets	310.2	378.7	400.3			
Fiscal Year	EARNINGS PER SHARE				Full Year	LONG-TERM DEBT AND EQUITY as of 6/30/11						
	1Q	2Q	3Q	4Q								
03/31/09	.20	.19	.23	.19	.81	Total Debt None	Due in 5 Yrs. None					
03/31/10	.18	.21	.23	.22	.84	LT Debt None						
03/31/11	.21	.23	.30	.32	1.06	Including Cap. Leases None						
03/31/12	.33	.18	.18	.19		Leases, Uncapitalized Annual rentals NA						
03/31/13	.19						Pension Liability	None in '10 vs. \$1.9 mill. in '09				
Cal-endar	1Q	2Q	3Q	4Q	Full Year	Pfd Stock None						
2008	.125	.125	.125	.15	.53	Pfd Div'd Paid None						
2009	.15	.15	.15	.15	.60	Common Stock 58,528,000 shares						
2010	.15	.15	.15	.15	.60	(100% of Cap'l)						
2011	.15	.175	.175	.175								
INSTITUTIONAL DECISIONS					TOTAL SHAREHOLDER RETURN							
					Dividends plus appreciation as of 10/31/2011							
					3 Mos.							
					6 Mos.							
					1 Yr.							
					3 Yrs.							
					5 Yrs.							
to Buy	96	85			-14.51%	-12.56%	23.16%	115.42%	109.37%			
to Sell	84	99										
Hld's(000)	42966	42384										