

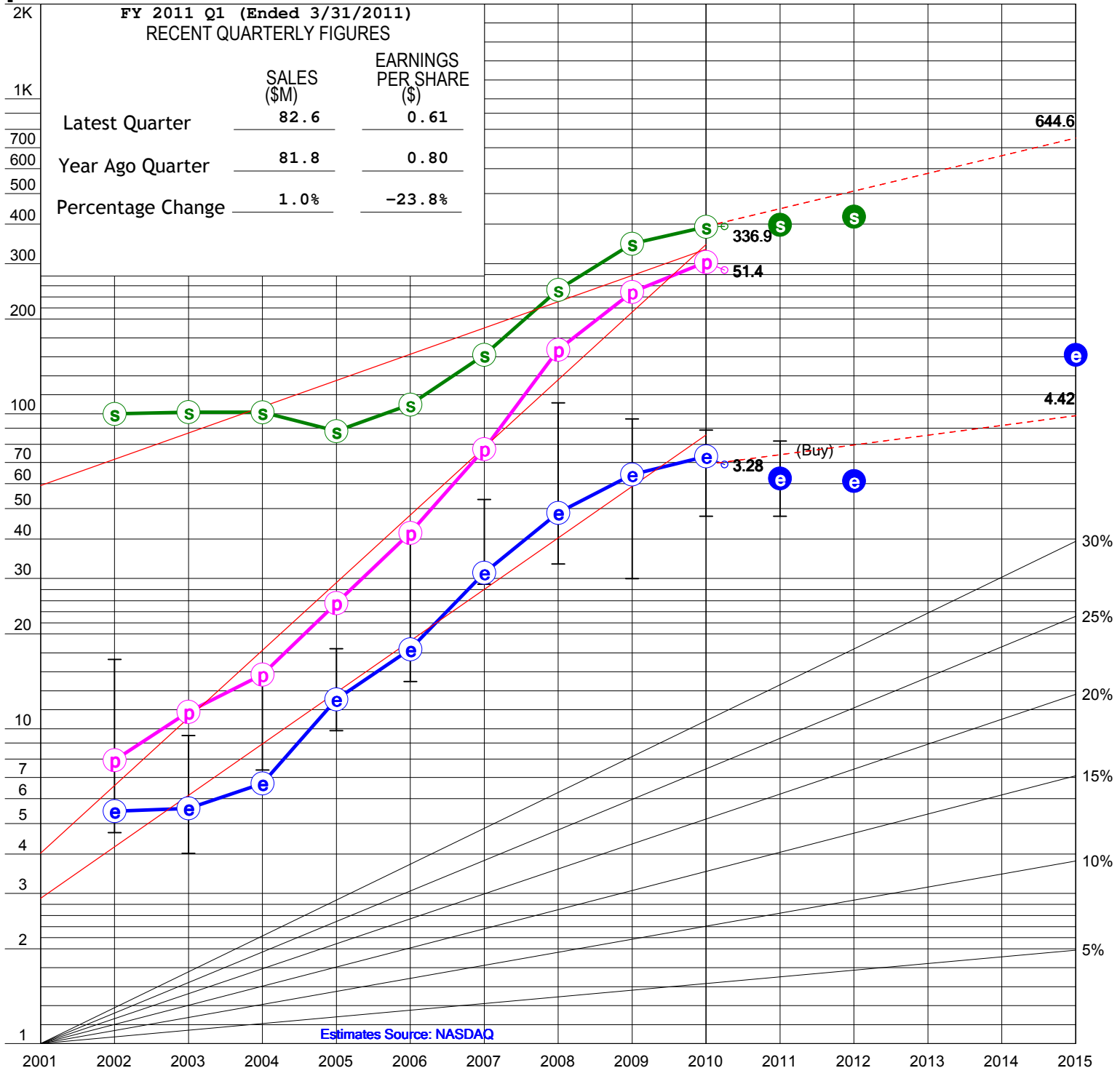


# Stock Selection Guide

Company	ALMOST FAMILY INC	Price Date	05/18/11
Study by	RCB	Data Date	05/16/11
Sector	Healthcare	Data Source	BI
Industry	Medical Care	Reference	VL_SP_MSTA
Preferred(\$M)	0.0		
Common(M Shares)	9.2	% Insiders	12.3
Debt(\$M)	1.5	% Institutions	65.2
% Debt to Tot.Cap.	0.8	Quality	

## 1 Growth Analysis

NAS: AFAM



(1) Historical Sales Growth	21.2 %	(3) Historical Earnings Per Share Growth	45.7 %	<a href="http://www.iclub.com">www.iclub.com</a>
(2) Estimated Future Sales Growth	13.8 %	(4) Estimated Future Earnings Per Share Growth	7.4 %	
(5) Sales Growth R <sup>2</sup>	0.81	(6) Earnings Per Share Growth R <sup>2</sup>	0.97	

## 2 QUALITY ANALYSIS

Company **ALMOST FAMILY INC (AFAM)**

05/18/11

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	5 YEAR AVG.	TREND UP / DOWN
<b>A</b> % Pre-tax Profit on Sales		1.6	2.2	2.9	5.6	7.7	9.9	12.7	13.9	15.3	11.9	UP
<b>B</b> % ROE (Beginning Yr)			11.2	11.2	18.8	18.5	24.4	33.8	24.6	20.1	24.3	DOWN
<b>C</b> % Debt to Equity	0.0	142.8	100.2	37.4	5.5	47.1	47.0	31.7	2.1	0.7	25.7	DOWN

## 3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE 32.170 52-WEEK HIGH 40.760 52-WEEK LOW 23.500

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2006	22.0	7.0	0.80	<del>27.5</del>	8.7	0.000	0.0	0.0
2 2007	26.6	14.3	1.40	19.0	<del>10.2</del>	0.000	0.0	0.0
3 2008	53.9	16.6	2.17	<del>24.8</del>	7.6	0.000	0.0	0.0
4 2009	47.9	14.9	2.87	16.7	5.2	0.000	0.0	0.0
5 2010	44.1	23.5	3.28	13.4	7.2	0.000	0.0	0.0
6 AVERAGE		15.3		16.4	7.2		0.0	
AVERAGE P/E RATIO		<del>14.0</del> 11.8	PROJECTED P/E RATIO		9.7	TTM EPS		3.09
CURRENT P/E RATIO		10.4	PEG RATIO		1.3	FTM EPS		3.32
RELATIVE VALUE		<del>74.3%</del> 88.1%	PROJ. RELATIVE VALUE		<del>69.2%</del> 82.1%	AVG TTM + FTM EPS		3.20

## 4 EVALUATING REWARD and RISK over the next 5 years

### A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E 16.4 X Estimated High Earnings/Share 4.42 = Forecast High Price \$ 72.5

### B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E 7.2 (as adj.) X Estimated Low Earnings/Share 3.28 = \$ 22.2

(b) Average 5-Year Low Price = 15.3

(c) Recent Severe Low Price = 14.9

(d) Price Dividend Will Support = Present Divd. + High Yield = 0.000 + 0.000 = 0.0

Selected Estimated Low Price = \$ 22.2

### C PRICE RANGES

Forecast High Price 72.5 - Estimated Low Price 22.2 = Range 50.3 25% of Range = 12.6

BUY (Lower 25% of Range) = 22.2 to 34.8

MAYBE (Middle 50% of Range) = 34.8 to 59.9

SELL (Upper 25% of Range) = 59.9 to 72.5

Current Price 32.170 is in the Buy Range

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

(Forecast High Price 72.5 - Current Price 32.170) ÷ (Current Price 32.170 - Estimated Low Price 22.2) = 4.0 To 1

## 5 TOTAL RETURN ANALYSIS

### A CURRENT YIELD

Present Full Year's Dividend \$ 0.000 ÷ Current Price of Stock \$ 32.170 = 0.0 % Present Yield or % Returned on Purchase Price

### B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout 0.0 ÷ Forecast High P/E 16.4 = Avg. Yield 0.0

### AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout 0.0 ÷ Forecast Avg P/E 11.8 = Avg. Yield 0.0

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

Average Yield 0.0 % + Annual Appreciation 17.6 % = Compound Annual Total Return 17.6 %

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

Average Yield 0.0 % + Annual Appreciation 10.1 % = Projected Average Total Return 10.1 %



# PERT-A Report

Company ALMOST FAMILY INC

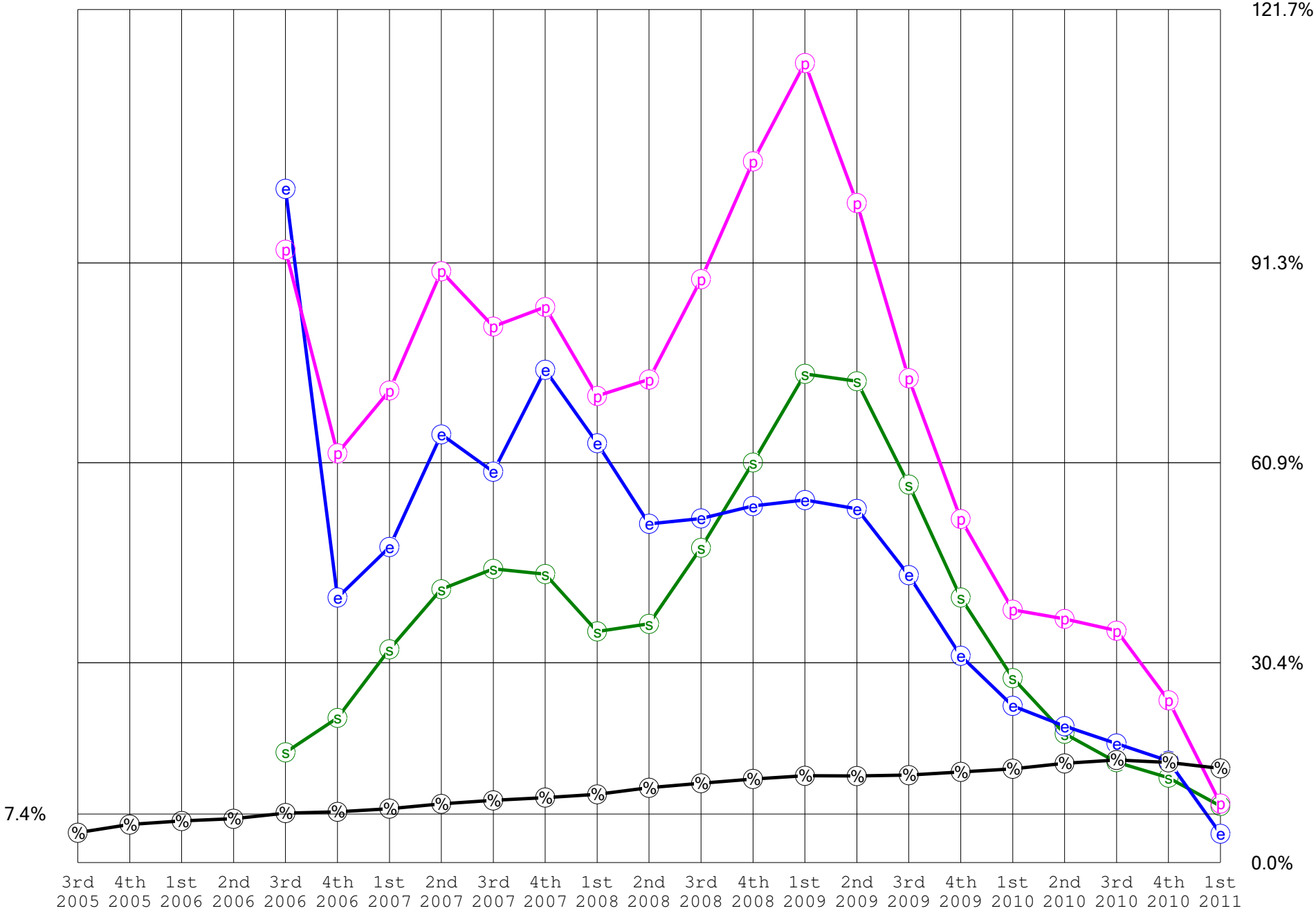
(AFAM)

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
03/04								38.8						35.0			
06/04								38.8						36.3			
09/04								38.8						37.5			
12/04	0.07		0.57	3.4		16.90		36.4						38.2			
03/05	0.11		0.93	5.1		18.30		40.8						38.7			
06/05	0.14		1.14	5.9		19.20		37.5						38.4			
09/05	0.08		0.68	3.7		18.36		37.7	0.39	3.31	4.6	72.8	1.3	38.1			
12/05	0.25	257.1	1.63	8.4	184.8	19.38	14.7	21.6	0.57	4.37	5.8	75.2	1.5	34.4			
03/06	0.17	61.9	1.49	7.1	59.7	20.79	13.6	39.3	0.64	4.92	6.3	77.7	1.7	34.0			
06/06	0.18	29.6	1.57	7.2	38.5	21.85	13.8	40.7	0.68	5.36	6.7	80.4	1.9	34.9			
09/06	0.20	143.8	1.72	7.5	154.0	22.95	25.0	39.9	0.79	6.41	7.5	85.0	2.3	35.4	102.6	93.3	16.8
12/06	0.26	4.0	2.31	8.8	42.2	26.23	35.3	40.0	0.80	7.09	7.7	91.8	2.8	40.0	40.4	62.3	22.0
03/07	0.31	82.4	2.86	8.9	92.3	31.95	53.6	39.2	0.94	8.46	8.2	103.0	3.4	40.0	48.0	71.9	32.5
06/07	0.35	100.0	3.30	10.1	109.7	32.71	49.7	40.1	1.12	10.19	8.9	113.8	4.1	39.8	65.2	90.0	41.6
09/07	0.34	74.4	3.17	9.9	84.0	32.06	39.7	39.7	1.26	11.63	9.5	122.9	4.6	39.8	59.5	81.6	44.7
12/07	0.40	53.8	3.77	10.6	63.0	35.41	35.0	40.7	1.40	13.09	9.9	132.1	5.2	39.9	75.0	84.6	43.9
03/08	0.45	45.2	4.24	10.9	48.5	39.03	22.2	39.5	1.54	14.47	10.4	139.2	5.8	40.0	63.8	71.0	35.2
06/08	0.50	42.9	6.50	13.3	97.2	48.70	48.9	39.9	1.69	17.68	11.4	155.2	7.1	40.0	51.6	73.5	36.3
09/08	0.57	67.6	7.45	12.7	135.3	58.71	83.1	36.1	1.92	21.96	12.1	181.8	8.6	39.0	52.4	88.8	47.9
12/08	0.64	60.0	8.86	13.4	135.2	66.17	86.8	39.4	2.16	27.06	12.7	212.6	10.5	38.7	54.3	106.7	60.9
03/09	0.68	51.1	9.27	13.4	118.6	69.20	77.3	39.3	2.39	32.09	13.2	242.8	12.4	38.7	55.2	121.7	74.4
06/09	0.71	42.0	9.83	13.1	51.3	74.85	53.7	39.4	2.60	35.42	13.2	268.9	13.7	38.5	53.8	100.4	73.3
09/09	0.73	28.1	10.18	13.3	36.6	76.29	30.0	39.4	2.76	38.15	13.3	286.5	15.0	39.4	43.8	73.7	57.6
12/09	0.72	12.5	11.92	15.3	34.5	78.02	17.9	43.2	2.84	41.21	13.8	298.4	16.6	40.3	31.5	52.3	40.3
03/10	0.80	17.6	12.50	15.3	34.9	81.78	18.2	40.3	2.96	44.44	14.3	310.9	18.0	40.6	23.8	38.5	28.1
06/10	0.89	25.4	13.96	16.3	42.0	85.61	14.4	40.3	3.14	48.57	15.1	321.7	19.8	40.8	20.8	37.1	19.6
09/10	0.85	16.4	13.23	15.6	30.0	84.90	11.3	40.0	3.26	51.62	15.6	330.3	21.1	41.0	18.1	35.3	15.3
12/10	0.74	2.8	11.69	13.8	-1.9	84.64	8.5	40.9	3.28	51.39	15.3	336.9	20.7	40.4	15.5	24.7	12.9
03/11	0.61	-23.8	9.55	11.6	-23.6	82.59	1.0	40.4	3.09	48.43	14.3	337.7	19.6	40.4	4.4	9.0	8.6
06/11								39.3						40.1			
09/11								39.3						40.0			
12/11								39.3						39.6			

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

# PERT-A Graph

Company ALMOST FAMILY INC (AFAM)



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NOTES:=====

5/18/2011 Current Price: 32.34
cost basis: 34.988/sh - \$1749.40
50sh @ 32.50 = 1625.00 + 7=1632 || 100sh @ 3381.40 = \$33.81/sh base cost
25sh @ 32.50 = 812.50 + 7 = 819.50 || 75sh @ = \$2568.90 = \$34.25

3/13/2011
TAKE STOCK BUY AT/BELOW \$37.66 QUALITY 5.3 MOOD COLD
If you're satisfied with the growth and/or efficiency issues, Almost Family might be a
buy at 36.69

- Reasons to Buy
\* Earnings growth is very predictable.
\* Recent sales growth has been 21.16%.
\* Profit margins are trending up or are steady.
\* Return on Equity is strong.
\* 36.69 is a reasonable price for this stock.
\* Total return is 16.35%.
\* At 23.20%, the Risk Index shows the risk to be reasonable.

- Items to Check
\* Sales growth could be steadier and more predictable.
\* Sales have grown historically at 13.12%.
\* Earnings have grown historically at 14.29%.
\* Recent earnings growth has been 15.50%.
\* Investor interest has cooled. There may be a valid reason.

11/16/2010: Current: \$36.33 2:50pm Cost Basis \$34.99
3Qtr - est 0.76 Actual 0.85 Beat Estimates 0.06
5yr growth est 24-17 - RCB: Sales 15

Current PE: 10.37 Median Sig PE = 13.85 ET Sig PE 11.2

07/28/2010 18:00 Q2 2010 Almost Family Earnings Release

TAKESTOCK V4: 20100718
AFAM Almost Family, Inc. \$25.60 \$29.14 9.5 58%

Summary: If there's no fundamental reason for the current low price, Almost Family, Inc.
would be a buy at 25.60

- Reasons to Buy
Earnings growth is very predictable.
Sales have grown historically at 17.9%.
Earnings have grown historically at 32.7%.
Recent sales growth has been 28.1%.
Recent earnings growth has been 25.3%.
Profit margins are trending up or are steady.
Return on Equity is strong.
25.6 is a reasonable price for this stock.
Total return is 18.7%.
At 16.5%, the Risk Index shows the risk to be reasonable.

- Items to Check
Sales growth is unpredictable.
Investor interest has cooled. There may be a valid reason.

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