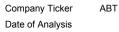
ModernGraham Valuation

Company Name:

Abbott Laboratories



8/16/2016



Fail

Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1.	Adequate Size of the Enterprise	Market Cap > \$2Bil	\$66,252,411,813	Pass
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	1.50	Fail
3.	Earnings Stability	Positive EPS for 10 years prior		Pass
4.	Dividend Record	Dividend Payments for 10 years prior		Pass
5.	Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-31.69%	Fail
6.	Moderate PEmg Ratio	PEmg < 20	20.94	Fail
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.22	Fail
Enterprising Investor; mu	ist pass 4 out of the following 5 tests, or be	suitable for the Defensive Investor.		
1.	Sufficiently Strong Financial Condition	Current Ratio > 1.5	1.50	Fail
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.39	Fail
3.	Earnings Stability	Positive EPS for 5 years prior		Pass
4.	Dividend Record	Currently Pays Dividend		Pass

EPSmg greater than 5 years ago

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

5. Earnings Growth

-	EPSmg		\$2.15
	MG Growth Estimate		-4.25%
	MG Value		\$0.00
	MG Value based on 3% Growth		\$31.14
	MG Value based on 0% Growth		\$18.25
	Market Implied Growth Rate		6.22%
MG Opinion			
	Current Price		\$44.96
	% of Intrinsic Value	N/A	
	Opinion	Overvalued	
	MG Grade	D+	

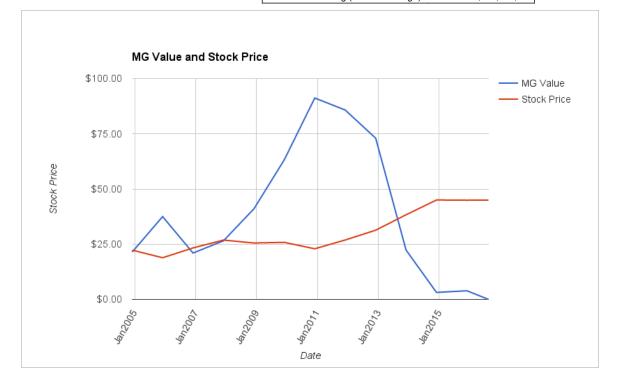
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$4.17
Graham Number	\$24.00
PEmg	20.94
Current Ratio	1.50
PB Ratio	3.22
Current Dividend	\$1.00
Dividend Yield	2.22%
Number of Consecutive Years of Dividend Growth	3

Useful Links:

ModernGraham tagged articles Google Finance Yahoo Finance GuruFocus Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	¢1.00	Next Fiscal Year Estimate	ድጋ 16
			\$2.15
Dec2015	\$2.92		\$2.39
Dec2014	\$1.49		\$2.27
Dec2013	\$1.62	Dec2013	\$2.77
Dec2012	\$3.72	Dec2012	\$3.33
Dec2011	\$3.01	Dec2011	\$3.10
Dec2010	\$2.96	Dec2010	\$2.98
Dec2009	\$3.69	Dec2009	\$2.82
Dec2008	\$3.12	Dec2008	\$2.31
Dec2007	\$2.31	Dec2007	\$1.89
Dec2006	\$1.12	Dec2006	\$1.71
Dec2005	\$2.16	Dec2005	\$1.92
Dec2004	\$2.06	Dec2004	\$1.76
Dec2003	\$1.75	Dec2003	\$1.60
Dec2002	\$1.78	Dec2002	\$1.52
Dec2001	\$0.99	Dec2001	\$1.41
Dec2000	\$1.78	Dec2000	\$1.57
Dec1999	\$1.57	Balance Sheet Information	6/1/2016
Dec1998	\$1.50	Total Current Assets	\$12,988,000,000
Dec1997	\$1.32	Total Current Liabilities	\$8,673,000,000
Dec1996	\$1.19	Long-Term Debt	\$6,016,000,000
		Total Assets	\$39,831,000,000
		Intangible Assets	\$15,063,000,000
		Total Liabilities	\$19,156,000,000
		Shares Outstanding (Diluted Average)	1,480,492,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other	5 Speculative and Overvalued Companies to Avoid – March 2015	
ModernGraham posts about the company	18 Companies in the Spotlight This Week - 3/21/15	
	Abbott Laboratories Annual Valuation – 2015 \$ABT	
	26 Companies in the Spotlight This Week – 12/13/14	
	Abbott Labs Quarterly Valuation – December 2014 \$ABT	
Other ModernGraham posts about related	Johnson & Johnson Valuation – August 2016 \$JNJ	
	Regeneron Pharmaceuticals Inc Valuation – August 2016 \$REGN	
companies	AmerisourceBergen Corp Valuation – July 2016 \$ABC	
	Perrigo Co PLC Valuation – July 2016 \$PRGO	
	AbbVie Inc Valuation – July 2016 \$ABBV	
	Gilead Sciences Inc Valuation – July 2016 \$GILD	
	Eli Lilly and Company Valuation – July 2016 \$LLY	
	Zoetis Inc Valuation – June 2016 \$ZTS	
	Merck & Co Inc Valuation – March 2016 \$MRK	
	Bristol-Myers Squibb Company Valuation – February 2016 \$BMY	