



Stock Selection Guide[®]

The most widely used aid to good investment judgment

Company AMGEN, INC. Date 11/26/04

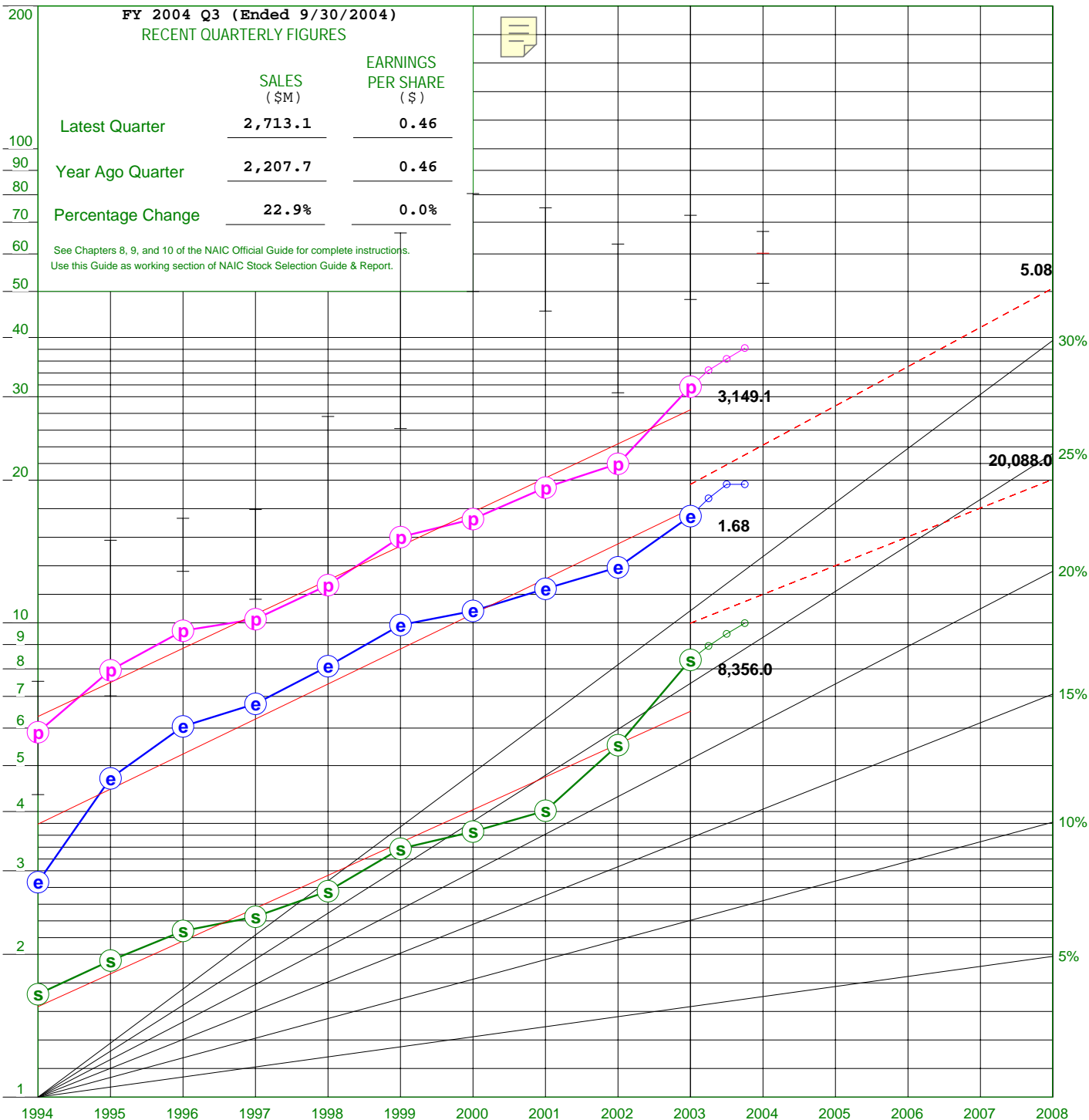
Prepared by MG Data taken from NAIC Data

Where traded NASDAQ Major product/service Biotechnolo

CAPITALIZATION --- Outstanding Amounts		Reference	
Preferred (\$M)	0.0	% Insiders	% Institution
Common (M Shares)	1,270.0	9.7	70.7
Debt (\$M)	3,104.0	% to Tot.Cap.	13.9
		% Potential Dil.	None

1 VISUAL ANALYSIS of Sales, Earnings and Price

AMGN



(1) Historical Sales Growth 17.3 % (3) Historical Earnings Per Share Growth 18.5 %
 (2) Estimated Future Sales Growth 15.0 % (4) Estimated Future Earnings Per Share Growth 21.0 %

2 EVALUATING MANAGEMENT

Company **AMGEN, INC.** (AMGN)

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	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	LAST 5 YEAR AVG.	TREND	
												UP	DOWN
A % Pre-tax Profit on Sales (Net Before Taxes ÷ Sales)	35.7	41.0	43.0	42.4	44.2	45.4	45.6	48.0	39.2	37.7	43.2		DOWN
B % Earned on Equity (E/S ÷ Book Value)	23.6	29.9	31.0	32.6	32.2	33.3	25.5	23.7	9.2	11.1	20.6		DOWN

3 PRICE-EARNINGS HISTORY as an indicator of the future

This shows how stock prices have fluctuated with earnings and dividends. It is a building block for translating earnings into future stock prices.

		PRESENT PRICE		60.210	HIGH THIS YEAR	66.880	LOW THIS YEAR	52.000					
Year	A	PRICE		B	C	Earnings Ratio		D	E	F	G	H	
		HIGH	LOW			HIGH A ÷ C	LOW B ÷ C						Dividend Per Share
1	1999	66.4	25.7	0.99	67.1	25.9	0.000	0.0	0.0				
2	2000	80.4	50.0	1.06	75.9	47.2	0.000	0.0	0.0				
3	2001	75.1	45.4	1.18	63.6	38.5	0.000	0.0	0.0				
4	2002	62.9	30.6	1.31	48.0	23.3	0.000	0.0	0.0				
5	2003	72.4	48.1	1.68	43.1	28.6	0.000	0.0	0.0				
6	TOTAL		199.8		91.1	51.9		0.0					
7	AVERAGE		40.0		45.5	26.0		0.0					
8	AVERAGE PRICE EARNINGS RATIO				35.8	9	CURRENT PRICE EARNINGS RATIO				30.7		

Proj. P/E [25.39] Based on Next 4 qtr. EPS [2.37]

Current P/E Based on Last 4 qtr. EPS [1.96]

4 EVALUATING RISK AND REWARD over the next 5 years

Assuming one recession and one business boom every 5 years, calculations are made of how high and how low the stock might sell. The upside-downside ratio is the key to evaluating risk and reward.

A HIGH PRICE -- NEXT 5 YEARS

Avg. High P/E ~~45.5~~ 29.0 X Estimate High Earnings/Share 5.08 = Forecast High Price \$ 147.3 (4A1)

B LOW PRICE -- NEXT 5 YEARS

(a) Avg. Low P/E ~~26.0~~ 16.5 X Estimated Low Earnings/Share 1.68 1.96 = \$ 32.3 (3E7 as adj.)

(b) Avg. Low Price of Last 5 Years = 40.0 (3B7)

(c) Recent Severe Market Low Price = 30.6

(d) Price Dividend Will Support $\frac{\text{Present Divd.}}{\text{High Yield (H)}} = \frac{0.000}{0.000} = 0.0$

Selected Estimate Low Price = \$ 40.0 (4B1)

C ZONING

147.3 (4A1) High Forecast Price Minus 40.0 (4B1) Low Forecast Price Equals 107.3 (C) Range. 1/3 of Range = 26.8 (4CD)

(4C2) Lower 1/3 = 40.0 (4B1) to 66.8 (Buy) Note: Ranges changed to 25%/50%/25%

(4C3) Middle 1/3 = 66.8 to 120.5 (Maybe)

(4C4) Upper 1/3 = 120.5 to 147.3 (4A1) (Sell)

Present Market Price of 60.210 is in the Buy (4C5) Range

D UP-SIDE DOWN-SIDE RATIO (Potential Gain vs. Risk of Loss)

High Price (4A1) 147.3 Minus Present Price 60.210 = 87.1 = 4.3 To 1 (4D)

Present Price 60.210 Minus Low Price (4B1) 40.0 = 20.2

E PRICE TARGET (Note: This shows the potential market price appreciation over the next five years in simple interest terms.)

High Price (4A1) 147.3 = (2.446) X 100 = (244.6) - 100 = 144.6 % Appreciation (4E)

Present Market Price 60.210

Relative Value: 85.8% Proj. Relative Value: 70.9%

5 5-YEAR POTENTIAL

This combines price appreciation with dividend yield to get an estimate of total return. It provides a standard for comparing income and growth stocks.

Note: Results are expressed as a simple rate; use the table below to convert to a compound rate.

A Present Full Year's Dividend \$ 0.000
Present Price of Stock \$ 60.210 = 0.000 X 100 = 0.0 Present Yield or % Returned on Purchase Price (5A)

B AVERAGE YIELD OVER NEXT 5 YEARS

Avg. Earnings Per Share Next 5 Years 3.47 X Avg. % Payout (3G7) 0.0 = 0.0 = 0.0 % (5B)

Present Price \$ 60.210

C ESTIMATED AVERAGE ANNUAL RETURN OVER NEXT FIVE YEARS

	5 Year Appreciation Potential (4E)	5	Average Yield (5B)	Average Total Annual Return Over the Next 5 Years (5C)	P.A.R.	Tot. Ret.
	144.6	28.9	0.0	28.9	0.0%	0.0%
			0.0		13.9%	19.6%
					% Compd Ann Rate of Ret	19.6%

PERT Worksheet-A

Company AMGEN, INC. (AMGN)

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
03/98								28.7						27.6			
06/98								28.7						28.0			
09/98	0.21		322.10	46.0		700.90		31.7						29.1			
12/98	0.22		302.70	40.1		755.00		23.7						28.2			
03/99	0.23		345.70	46.4		745.50		28.1						28.1			
06/99	0.25		382.40	46.6		820.50		29.8	0.90	1,352.90	44.8	3,021.9	383.3	28.3			
09/99	0.27	28.0	403.80	47.7	25.4	847.20	20.9	29.2	0.96	1,434.60	45.3	3,168.2	397.4	27.7			
12/99	0.26	19.8	385.30	41.6	27.3	926.90	22.8	27.2	1.01	1,517.20	45.4	3,340.1	433.4	28.6			
03/00	0.25	8.7	384.70	47.3	11.3	814.10	9.2	29.4	1.03	1,556.20	45.7	3,408.7	449.8	28.9			
06/00	0.28	12.0	439.70	48.1	15.0	914.40	11.4	31.0	1.06	1,613.50	46.1	3,502.6	471.3	29.2	16.7	19.3	15.9
09/00	0.29	9.4	456.00	48.0	12.9	949.50	12.1	31.0	1.08	1,665.70	46.2	3,604.9	493.9	29.6	12.3	16.1	13.8
12/00	0.24	-7.7	375.10	39.4	-2.6	951.40	2.6	30.7	1.06	1,655.50	45.6	3,629.4	505.3	30.5	5.5	9.1	8.7
03/01	0.28	12.0	461.30	51.2	19.9	901.60	10.7	34.1	1.09	1,732.10	46.6	3,716.9	548.7	31.7	6.3	11.3	9.0
06/01	0.30	7.1	485.50	49.2	10.4	986.70	7.9	33.0	1.11	1,777.90	46.9	3,789.2	571.8	32.2	5.2	10.2	8.2
09/01	0.30	3.4	498.30	49.7	9.3	1,003.10	5.6	34.7	1.12	1,820.20	47.4	3,842.8	602.5	33.1	3.7	9.3	6.6
12/01	0.30	25.0	483.80	43.0	29.0	1,124.30	18.2	33.0	1.18	1,928.90	48.0	4,015.7	649.5	33.7	11.3	16.5	10.6
03/02	0.32	14.3	494.10	49.0	7.1	1,008.50	11.9	29.7	1.22	1,961.70	47.6	4,122.6	639.1	32.6	11.9	13.3	10.9
06/02	0.38	26.7	597.60	47.8	23.1	1,249.10	26.6	30.1	1.30	2,073.80	47.3	4,385.0	661.0	31.9	17.1	16.6	15.7
09/02	0.30	0.0	510.30	34.0	2.4	1,499.30	49.5	27.0	1.30	2,085.80	42.7	4,881.2	624.7	29.9	16.1	14.6	27.0
12/02	0.29	-3.3	564.00	31.9	16.6	1,766.10	-57.1	30.7	1.29	2,166.00	39.2	5,523.0	636.5	29.4	9.3	12.3	37.5
03/03	0.37	15.6	688.10	39.1	39.3	1,761.20	74.6	27.4	1.34	2,360.00	37.6	6,275.7	680.1	28.8	9.8	20.3	52.2
06/03	0.44	15.8	824.70	40.4	38.0	2,041.10	63.4	28.1	1.40	2,587.10	36.6	7,067.7	732.6	28.3	7.7	24.8	61.2
09/03	0.46	53.3	866.20	39.2	69.7	2,207.70	47.2	28.4	1.56	2,943.00	37.8	7,776.1	843.8	28.7	20.0	41.1	59.3
12/03	0.41	41.4	770.10	32.8	36.5	2,346.30	32.9	28.7	1.68	3,149.10	37.7	8,356.3	886.7	28.2	30.2	45.4	51.3
03/04	0.52	40.5	949.20	40.5	37.9	2,343.00	33.0	27.0	1.83	3,410.20	38.2	8,938.1	956.7	28.1	36.6	44.5	42.4
06/04	0.57	29.5	1,016.80	39.3	23.3	2,584.90	26.6	26.1	1.96	3,602.30	38.0	9,481.9	992.5	27.6	40.0	39.2	34.2
09/04	0.46	0.0	1,063.00	39.2	22.7	2,713.10	22.9	42.9	1.96	3,799.10	38.0	9,987.3	1,184.1	31.2	25.6	29.1	28.4
12/04								78.7						43.7			

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

Trailing 4 quarters

PERT Worksheet-A Graph

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