

Stock Selection Guide®

The most widely used aid to
good investment judgment

Company AMGEN, INC. Date 09/02/04

Prepared by MG Data taken from NAIC Data

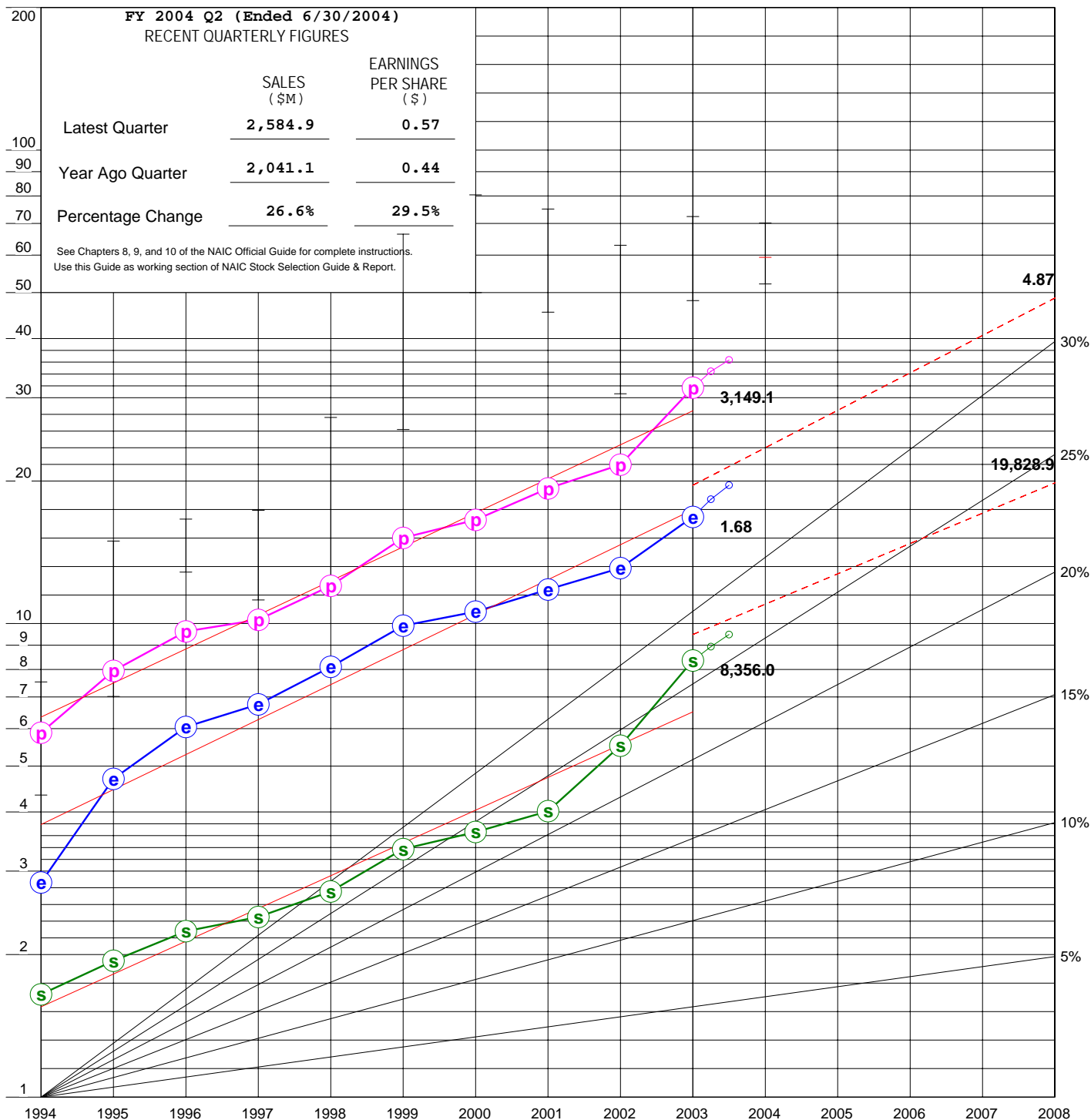
Where traded NASDAQ Major product/service Biotechnolo

CAPITALIZATION --- Outstanding Amounts Reference

Preferred (\$M)	0.0	% Insiders	% Institution
Common (M Shares)	1,265.4	9.7	71.0
Debt (\$M)	3,095.7	% to Tot.Cap.	13.9
		% Potential Dil.	None

1 VISUAL ANALYSIS of Sales, Earnings and Price

AMGN



2 EVALUATING MANAGEMENT

Company **AMGEN, INC.**

(AMGN)

09/02/04

	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		59.380	HIGH THIS YEAR		70.140	LOW THIS YEAR		52.150
Year		PRICE		C Earnings Per Share	D Price Earnings Ratio		F Dividend Per Share	G % Payout F ÷ C X 100	H % High Yield F ÷ B X 100	
		HIGH	LOW		HIGH A ÷ C	LOW B ÷ C				
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			30.3	

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~~ 30.0 X Estimate High Earnings/Share 4.87 = Forecast High Price \$ 146.1
(3D7 as adj.) (4A1)

B LOW PRICE -- NEXT 5 YEARS

(a) Avg. Low P/E ~~26.0~~ 18.5 X Estimated Low Earnings/Share ~~1.68~~ 1.83 = \$ 33.9
(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 Present Divd. = 0.000 = 0.0
High Yield (H) 0.000

Selected Estimate Low Price = \$ 30.6
(4B1)

C ZONING

146.1 High Forecast Price Minus 30.6 Low Forecast Price Equals 115.5 Range. 1/3 of Range = 28.9
(4A1) (4B1) (C) (4CD)

(4C2) Lower 1/3 = 30.6 to 59.5 (Buy) Note: Ranges changed to 25%/50%/25%
(4C3) Middle 1/3 = 59.5 to 117.2 (Maybe)
(4C4) Upper 1/3 = 117.2 to 146.1 (4A1) (Sell)

Present Market Price of 59.380 is in the Buy Range
(4C5)

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

High Price (4A1) 146.1 Minus Present Price 59.380
Present Price 59.380 Minus Low Price (4B1) 30.6 = 86.7 = 3.0 To 1
28.8 (4D)

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

High Price (4A1) 146.1
Present Market Price 59.380 = (2.460) X 100 = (246.0) - 100 = 146.0 % Appreciation
(4E)

Relative Value: 84.6% Proj. Relative Value: 70.5%

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 \$ 59.380 = 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 3.38 X Avg. % Payout (3G7) 0.0 = 0.0 = 0.0 %
(5B)

C ESTIMATED AVERAGE ANNUAL RETURN OVER NEXT FIVE YEARS

5 Year Appreciation Potential (4E) 146.0			P.A.R.	Tot. Ret.
5	29.2	%	Average Yield 0.0%	0.0%
Average Yield (5B) -----	0.0	%	Annual Appreciation 14.7%	19.7%
Average Total Annual Return Over the Next 5 Years (5C) -----	29.2	%	% Compd Ann Rate of Ret 14.7%	19.7%

PERT Worksheet-A Graph

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