



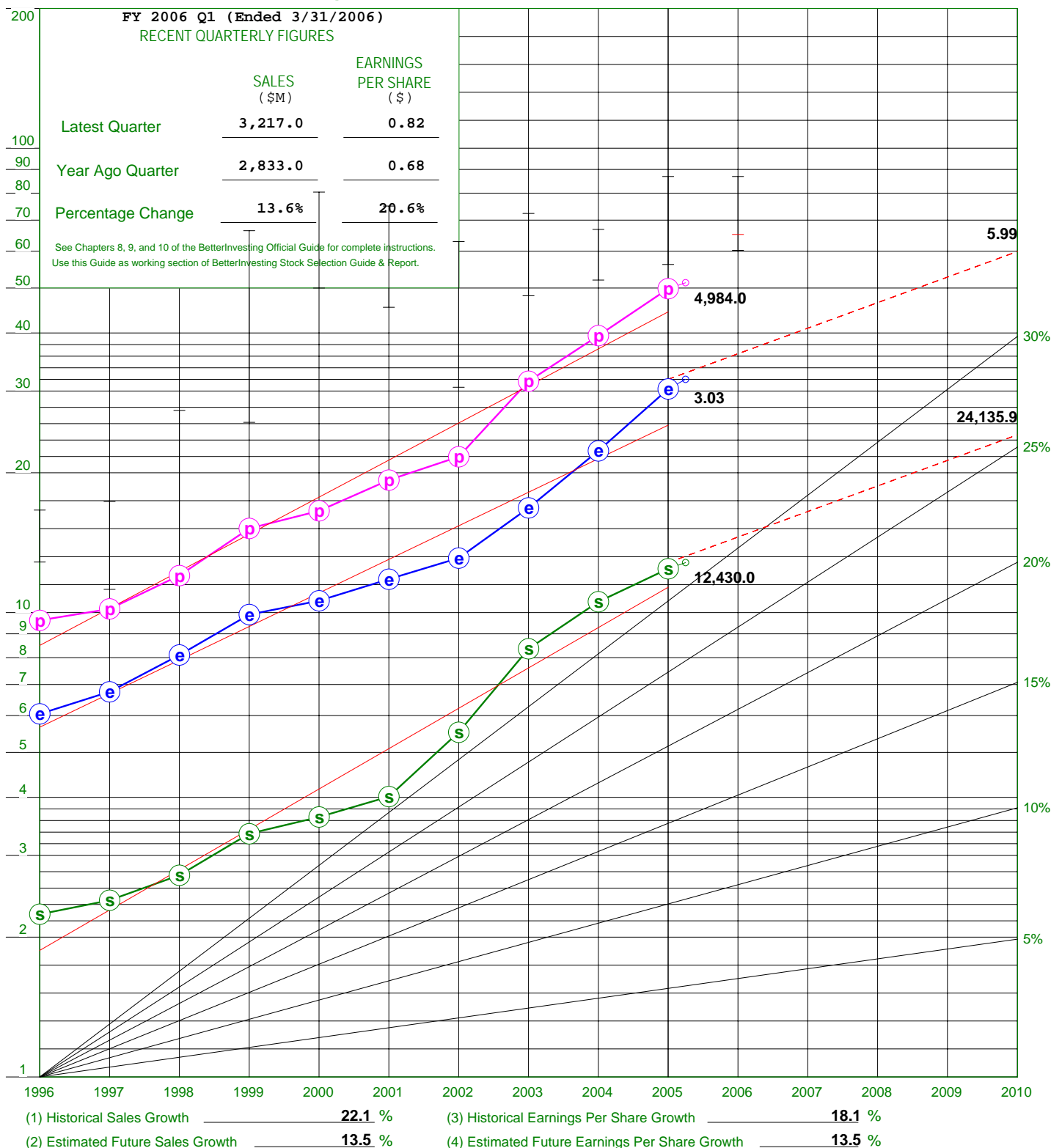
Stock Selection Guide®

The most widely used aid to good investment judgment

Company	AMGEN, INC.	Date	06/30/06
Prepared by	MG	Data taken from	NAIC Data
Where traded	NASDAQ	Major product/service	Biotechnology
CAPITALIZATION --- Outstanding Amounts	Reference		
Preferred (\$M)	0.0	% Insiders	% Institution
Common (M Shares)	1,178.0	9.7	76.2
Debt (\$M)	8,961.0	% to Tot.Cap.	31.3
		% Potential Dil.	None

1 VISUAL ANALYSIS of Sales, Earnings and Price

AMGN



	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	LAST 5 YEAR AVG.	TREND	
												UP	DOWN
A % Pre-tax Profit on Sales (Net Before Taxes ÷ Sales)	43.0	42.4	44.2	45.4	45.6	48.0	39.2	37.7	37.4	40.1	40.5		EVEN
B % Earned on Equity (E/S ÷ Book Value)	31.0	32.6	32.2	33.3	25.5	23.7	9.2	11.1	14.3	18.1	15.3	UP	

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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		65.230	HIGH THIS YEAR		86.920	LOW THIS YEAR		60.260
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	2001	75.1	45.4	1.18	63.6	38.5	0.000	0.0	0.0	
2	2002	62.9	30.6	1.31	48.0	23.4	0.000	0.0	0.0	
3	2003	72.4	48.1	1.68	43.1	28.6	0.000	0.0	0.0	
4	2004	66.9	52.0	2.23	30.0	23.3	0.000	0.0	0.0	
5	2005	86.9	56.2	3.03	28.7	18.5	0.000	0.0	0.0	
6	TOTAL		232.3		149.8	93.8		0.0		
7	AVERAGE		46.5		37.5	23.5		0.0		
8	AVERAGE PRICE EARNINGS RATIO			30.5	9	CURRENT PRICE EARNINGS RATIO			20.5	

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Proj. P/E [18.07] Based on Next 4 qtr. EPS [3.61] Current P/E Based on Last 4 qtr. EPS [3.18] PEG=134

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 ~~37.5~~ 30.0 X Estimate High Earnings/Share 5.99 = Forecast High Price \$ 179.7
(3D7 as adj.) (4A1)

B LOW PRICE -- NEXT 5 YEARS

(a) Avg. Low P/E ~~23.5~~ 18.0 X Estimated Low Earnings/Share ~~3.03~~ 3.18 = \$ 57.2
(3E7 as adj.)
(b) Avg. Low Price of Last 5 Years = 46.5
(3B7)
(c) Recent Severe Market Low Price = 52.0
(d) Price Dividend Will Support Present Divd. = 0.000 = 0.0
High Yield (H) 0.000
Selected Estimate Low Price = \$ 46.5
(4B1)

C ZONING

179.7 High Forecast Price Minus 46.5 Low Forecast Price Equals 133.2 Range. 1/3 of Range = 33.3
(4A1) (4B1) (C) (4CD)
(4C2) Lower 1/3 = (4B1) 46.5 to 79.8 (Buy) Note: Ranges changed to 25%/50%/25%
(4C3) Middle 1/3 = 79.8 to 146.4 (Maybe)
(4C4) Upper 1/3 = 146.4 to 179.7 (4A1) (Sell)

Present Market Price of 65.230 is in the Buy Range
(4C5)

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

High Price (4A1) 179.7 Minus Present Price 65.230
Present Price 65.230 Minus Low Price (4B1) 46.5 = 114.5 = 6.1 To 1
18.7 (4D)

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

High Price (4A1) 179.7
Present Market Price 65.230 = (2.755) X 100 = (275.5) - 100 = 175.5 % Appreciation
(4E)

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5-YEAR POTENTIAL

Relative Value: 67.2% Proj. Relative Value: 59.3%

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.

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		\$	65.230	=	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		4.65		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)	175.5			Present Price \$		65.230	
5			35.1	%	Average Yield		0.0%	0.0%	
Average Yield (5B)		-----		0.0	%	Annual Appreciation		17.1%	22.5%
Average Total Annual Return Over the Next 5 Years		(5C)	35.1	%	% Compd Ann Rate of Ret		17.1%	22.5%	

AMGEN NDQ-AMGN					RECENT PRICE	67.35	P/E RATIO	19.5	(Trailing: 21.7; Median: 31.0)		RELATIVE P/E RATIO	1.14	DIV'D YLD	Nil	VALUE LINE	Target Price Range							
TIMELINESS 3 Lowered 4/7/06					High: 14.9	16.6	17.3	27.3	66.4	80.4	75.1	62.9	72.4	66.9	86.9	81.2		2009	2010	2011			
SAFETY 2 Raised 6/25/04					Low: 7.0	12.8	11.2	11.7	25.5	50.0	45.4	30.6	48.1	52.0	56.2	65.1							
TECHNICAL 4 Raised 6/23/06					LEGENDS — 16.0 x "Cash Flow" p sh Relative Price Strength 2-for-1 split 8/95 2-for-1 split 3/99 2-for-1 split 11/99 Options: Yes Shaded area indicates recession																		
BETA .90 (1.00 = Market)																							
2009-11 PROJECTIONS																							
Ann'l Total																							
Price Gain																							
High Low 130 95 (+95%) (+40%) 18% 9%																							
Insider Decisions																							
J A S O N D J F M																							
to Buy 0 0 0 0 0 0 0 1 0																							
Options 5 4 0 0 6 1 2 1 0																							
to Sell 5 3 0 0 7 0 0 3 1																							
Institutional Decisions																							
302005 402005 102006																							
to Buy 548 596 592																							
to Sell 582 573 578																							
Hld's(000) 871437 869116 838212																							
Percent shares traded																							
60 40 20																							

PERT Worksheet-A Graph

Company AMGEN, INC. (AMGN)

