INTEL NDQ-INTC

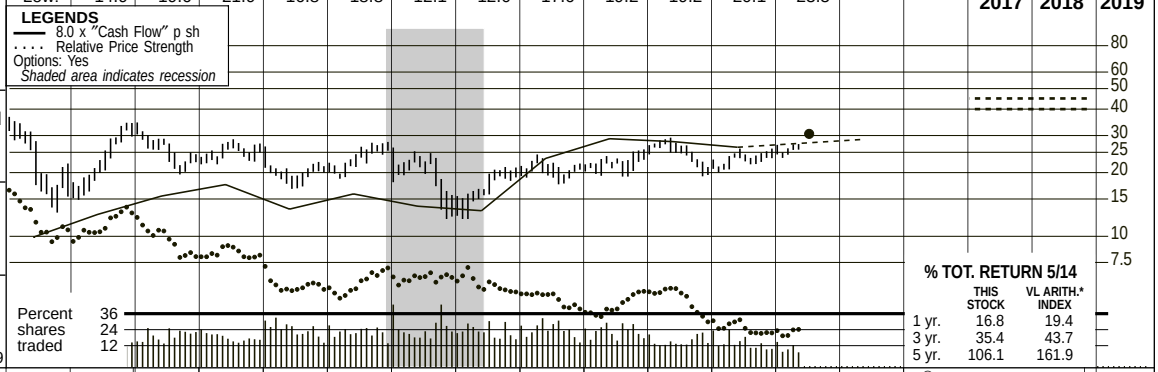
RECENT PRICE	P/E RATIO		RELATIVE P/E RATIO	DIV'D YLD	
30.50	15.3	(Trailing: 16.4 Median: 18.0)	0.82	3.0%	VALUE LINE

TIMELINESS 2 Raised 6/27/14
SAFETY 1 Raised 4/10/09
TECHNICAL 2 Raised 6/27/14
BETA .95 (1.00 = Market)

High:	34.5	34.6	28.8	26.6	28.0	26.3	21.3	24.4	25.8	29.3	26.0	30.8
Low:	14.9	19.6	21.9	16.8	18.8	12.1	12.0	17.6	19.2	19.2	20.1	23.5

Target Price Range
2017 | 2018 | 2019

LEGENDS
— 8.0 x "Cash Flow" p sh
.... Relative Price Strength
Options: Yes
Shaded area indicates recession



2017-19 PROJECTIONS

	Price	Gain	Ann'l Total Return
High	45	(+50%)	12%
Low	40	(+30%)	9%

Insider Decisions

	A	S	O	N	D	J	F	M	A
to Buy	0	0	0	0	0	0	0	0	0
Options	2	1	6	1	4	3	0	4	4
to Sell	2	1	7	2	5	8	3	5	6

Institutional Decisions

	3Q2013	4Q2013	1Q2014
to Buy	802	838	713
to Sell	656	726	830
Hld's(0000)	3167682	3197594	3228839

% TOT. RETURN 5/14

	THIS STOCK	VL ARITH.* INDEX
1 yr.	16.8	19.4
3 yr.	35.4	43.7
5 yr.	106.1	161.9

1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	© VALUE LINE PUB. LLC	17-19
3.96	4.41	5.02	3.97	4.07	4.65	5.47	6.56	6.14	6.59	6.76	6.36	7.92	10.80	10.79	10.61	*10.90*	*11.05*	Sales per sh	*13.50*
1.36	1.68	2.07	1.16	1.24	1.59	1.94	2.20	1.68	1.98	1.74	1.65	2.92	3.62	3.51	3.30	*3.45*	*3.60*	"Cash Flow" per sh	*5.05*
.89	1.17	1.53	.53	.51	.86	1.16	1.40	.86	1.18	.92	.77	2.05	2.39	2.13	1.89	*2.00*	*2.10*	Earnings per sh A	*3.25*
.03	.05	.07	.08	.08	.08	.16	.32	.41	.45	.55	.56	.63	.78	.87	.90	*.94*	*1.00*	Div'ds Decl'd per sh B ■	*1.18*
.54	.51	.99	1.09	.72	.56	.61	.98	1.00	.86	.93	.82	.94	2.15	2.23	2.16	*2.50*	*2.75*	Cap'l Spending per sh	*4.00*
3.53	4.88	5.55	5.36	5.40	5.83	6.17	6.11	6.37	7.35	7.03	7.55	8.97	9.18	10.36	11.73	*12.75*	*13.65*	Book Value per sh	*15.60*
6630.0	6668.0	6721.0	6690.0	6570.0	6487.0	6253.0	5919.0	5766.0	5818.0	5562.0	5523.0	5511.0	5000.0	4944.0	4967.0	*4975.0*	*4985.0*	Common Shs Outst'g C	*5000.0*
24.3	29.5	36.1	55.0	45.8	27.5	22.1	17.8	23.3	19.9	21.7	22.2	10.1	9.2	11.7	12.2	*Bold figures are*		Avg Ann'l P/E Ratio	*13.0*
1.26	1.68	2.35	2.82	2.50	1.57	1.17	.95	1.26	1.06	1.31	1.48	.64	.58	.74	.68	*Value Line*		Relative P/E Ratio	*.80*
.1%	.1%	.1%	.3%	.3%	.3%	.6%	1.3%	2.0%	1.9%	2.8%	3.3%	3.0%	3.5%	3.5%	3.9%	*estimates*		Avg Ann'l Div'd Yield	*2.8%*

CAPITAL STRUCTURE as of 3/29/14
Total Debt $13208 mill. **Due in 5 Yrs** $1070 mill.
LT Debt $13172 mill. **LT Interest** $130.0 mill.
(18% of Cap'l)
Interest Coverage: NMF
Leases, Uncapitalized Annual rentals $208.0 mill.

Pension Assets-12/13 $649 mill. **Oblig.** $1137 mill.
Pfd Stock None

Common Stock 4,978,000,000 shs.
as of 4/18/14
MARKET CAP: $152 billion (Large Cap)

2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015		17-19
34209	38826	35382	38334	37586	35127	43623	53999	53341	52708	*54120*	*55150*	Sales ($mill)	*67500*
43.6%	42.7%	30.8%	34.7%	37.3%	29.8%	45.9%	42.4%	39.9%	36.2%	*36.5%*	*37.0%*	Operating Margin	*40.0%*
4590.0	4345.0	4654.0	4546.0	4360.0	4744.0	4398.0	5141.0	6357.0	6790.0	*7150*	*7400*	Depreciation ($mill) D	*9000*
7516.0	8664.0	5044.0	6976.0	5292.0	4369.0	11692	12942	11005	9620.0	*9950*	*10470*	Net Profit ($mill)	*16250*
27.8%	31.3%	28.6%	23.9%	31.1%	23.4%	28.7%	27.2%	26.0%	23.7%	*28.0%*	*28.0%*	Income Tax Rate	*28.0%*
22.0%	22.3%	14.3%	18.2%	14.1%	12.4%	26.8%	24.0%	20.6%	18.3%	*18.5%*	*19.0%*	Net Profit Margin	*24.1%*
16052	11960	9766.0	15314	12053	13566	22284	13844	18460	18516	*19000*	*19750*	Working Cap'l ($mill)	*22500*
703.0	2106.0	1848.0	1980.0	1886.0	2049.0	2077.0	7084.0	13136	13165	*13000*	*12000*	Long-Term Debt ($mill)	*10000*
38579	36182	36752	42762	39088	41704	49430	45911	51203	58256	*63500*	*68000*	Shr. Equity ($mill)	*78000*
19.2%	22.7%	13.1%	15.6%	12.9%	10.0%	22.8%	24.5%	17.2%	13.6%	*13.0%*	*13.0%*	Return on Total Cap'l	*18.5%*
19.5%	23.9%	13.7%	16.3%	13.5%	10.5%	23.7%	28.2%	21.5%	16.5%	*15.5%*	*15.5%*	Return on Shr. Equity	*21.0%*
16.8%	18.5%	7.4%	10.2%	5.6%	3.0%	16.6%	19.2%	13.0%	8.8%	*8.5%*	*8.0%*	Retained to Com Eq	*13.5%*
14%	23%	46%	38%	59%	71%	30%	32%	40%	47%	*47%*	*48%*	All Div'ds to Net Prof	*36%*

CURRENT POSITION ($MILL.)	2012	2013	3/29/14
Cash Assets	18162	20087	19046
Receivables	3833	3582	3505
Inventory (FIFO)	4734	4172	3763
Other	4629	4243	4240
Current Assets	31358	32084	30554
Accts Payable	3023	2969	3010
Debt Due	312	281	36
Other	9563	10318	10506
Current Liab.	12898	13568	13552

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '11-'13 to '17-'19
Sales	10.0%	10.5%	*4.0%*
"Cash Flow"	10.0%	14.0%	*6.5%*
Earnings	13.0%	16.5%	*7.0%*
Dividends	26.5%	12.5%	*5.5%*
Book Value	6.5%	8.5%	*7.0%*

Cal-endar	QUARTERLY SALES ($ mill.) Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2011	12847	13032	14233	13887	53999
2012	12906	13501	13457	13477	53341
2013	12580	12811	13483	13834	52708
2014	12764	*13700*	*13950*	*13706*	*54120*
2015	*13200*	*13850*	*14200*	*13900*	*55150*

Cal-endar	EARNINGS PER SHARE A Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2011	.56	.54	.65	.64	2.39
2012	.53	.54	.58	.48	2.13
2013	.41	.39	.58	.51	1.89
2014	.38	*.44*	*.60*	*.58*	*2.00*
2015	*.47*	*.45*	*.61*	*.57*	*2.10*

Cal-endar	QUARTERLY DIVIDENDS PAID B ■ Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2010	.158	.158	.158	.158	.63
2011	.181	.181	.21	.21	.78
2012	.21	.21	.225	.225	.87
2013	.225	.225	.225	.225	.90
2014	.225	.225			

BUSINESS: Intel Corp. is a leading manufacturer of integrated circuits. Markets served: primarily makers of personal computers; also communications, industrial automation, military, and other electronic equipment. Main products: microprocessors (notably, the Pentium series), microcontrollers, and memory chips. Also sells computer modules and boards, and network products. Foreign business: about 83% of '13 sales. R&D: 20% of sales. '13 dep. rate: 9.2%. Has 107,600 employees. Off./dir. own less than 1% of common shares; BlackRock, 5.9; The Vanguard Group, 5% (4/14 proxy). Chair.: Andy Bryant. Pres.: Renee James. CEO: Brian Krzanich. Incorp.: DE. Add.: 2200 Mission College Blvd., Santa Clara, CA 95054. Tele.: 408-765-8080. Internet: www.intc.com.

Intel provided some good news regarding the June period. *Results are scheduled to be announced on July 15th.* More specifically, the company believes the top line was about $13.7 billion for the June interim, which was markedly above its prior $13 billion expectation. The main factor behind the optimism was increased personal computer demand from corporate customers. We feel this reflects an improving earnings environment, as the global economy continues to mend, albeit gradually. We regard this as noteworthy, as it has been quite some time since the industry leader has made a positive earnings preannouncement. The share price rallied considerably following this news.

As a result, we have boosted our earnings estimates for both this year and 2015. We now forecast revenues of $13.7 billion and share earnings of $0.44 for the June quarter, which are sharp increases from our prior estimates of $12.95 billion and $0.39, respectively. The company has also boosted its gross margin assumption by a percentage point, to 64%. For the full year, we now expect earnings of $2.00 a share, a $0.10 hike from our view three months ago. What's more, as a result of the current higher revenue and earnings base, coupled with likely continued strong corporate demand for PCs, we have upped our estimates for next year to $55.2 billion and $2.10 per share, respectively. The operating margin is likely to improve, too, as fixed costs are spread over a higher revenue base.

Intel's earnings growth should be formidable over the next 3 to 5 years, especially coming off the flattish base since 2010. Personal computer demand has picked up steam recently, even though that segment is mature. Meanwhile, our projections might well prove to be on the conservative side should the chip giant make a splash going forward within the lucrative mobile communications market.

The timely blue chip offers solid total return potential for the 3 to 5 years ahead. Conservative accounts seeking a technology holding should take note, given the recent strongly performing stock's Highest Safety rank (1), good dividend yield (3.0%), and the company's top-notch Financial Strength rating (A++).

Alan G. House *July 4, 2014*

(A) Dil. egs. Excl. nonrecurr. gains (losses): '98, (3¢); '99, (11¢); '00, (2¢); '01, (34¢); '02, (5¢); '03, (1¢); '10, (4¢). Next egs. report mid-July.

(B) Dividends historically paid in early March, June, September, and December. ■ Dividend reinvestment plan available. **(C)** In millions, adjusted for stock splits.

(D) Excludes amortization of goodwill and other acquisition-related intangibles.

Company's Financial Strength	A++
Stock's Price Stability	80
Price Growth Persistence	35
Earnings Predictability	45