



1998	1999	2000 <sup>E</sup>	2001	2002	2003	2004	2005	2006 <sup>F</sup>	2007	2008	2009	2010	2011	2012	2013	2014	2015	© VALUE LINE PUB. LLC	17-19
20.32	21.39	23.93	24.73	24.63	24.46	25.73	25.59	30.29	32.56	34.27	38.02	37.68	39.10	40.53	29.11	<b>30.40</b>	<b>31.15</b>	Revenues per sh	<b>33.30</b>
6.50	6.99	7.53	8.11	7.93	7.55	7.64	7.24	7.07	7.40	7.65	8.12	8.01	7.96	7.85	6.79	<b>5.45</b>	<b>5.60</b>	"Cash Flow" per sh	<b>6.00</b>
2.72	3.01	2.92	3.00	3.05	2.62	2.59	2.56	2.54	2.34	2.54	2.40	2.21	2.15	2.32	2.84	<b>3.55</b>	<b>3.85</b>	Earnings per sh (A)	<b>4.50</b>
1.54	1.54	1.54	1.54	1.54	1.54	1.54	1.62	1.62	1.65	1.78	1.87	1.93	1.96	2.02	2.08	<b>2.16</b>	<b>2.24</b>	Div'ds Decl'd per sh (B)	<b>2.32</b>
4.79	5.59	6.52	6.39	4.36	4.29	4.79	5.24	5.88	6.11	6.07	6.01	5.82	5.73	5.66	4.01	<b>4.05</b>	<b>5.80</b>	Cap'l Spending per sh	<b>6.05</b>
8.39	10.24	12.79	11.98	11.88	12.08	13.56	13.56	16.68	17.62	14.68	14.67	13.64	12.69	11.60	9.38	<b>12.50</b>	<b>12.50</b>	Book Value per sh	<b>12.80</b>
1553.3	1550.7	2703.6	2717.2	2745.8	2769.4	2770.0	2926.8	2909.9	2871.0	2840.6	2835.7	2828.1	2835.5	2858.3	4141.1	<b>4145.0</b>	<b>4145.0</b>	Common Shs Outst'g (C)	<b>4145.0</b>
17.7	20.1	18.1	17.3	13.0	13.7	14.8	13.2	13.4	17.6	13.7	12.7	13.8	17.1	18.1	12.2	<b>11.60</b>	<b>11.60</b>	Avg Ann'l P/E Ratio	<b>17.5</b>
.92	1.15	1.18	.89	.71	.78	.78	.70	.72	.93	.82	.85	.88	1.07	1.15	.69	<b>4.8%</b>	<b>4.3%</b>	Relative P/E Ratio	<b>1.10</b>
3.2%	2.5%	2.9%	3.0%	3.9%	4.3%	4.0%	4.8%	4.8%	4.0%	5.1%	6.1%	6.3%	5.3%	4.8%	4.3%			Avg Ann'l Div'd Yield	<b>3.0%</b>

CAPITAL STRUCTURE as of 6/30/14				2012	2013	6/30/14	BUSINESS: Verizon Communications was created by the merger of Bell Atlantic and GTE in June of 2000. It is a diversified telecom company with a network that covers a population of about 298 million and provides service to nearly 98.2 million. Acquired MCI, 1/06; Alltel, 1/09; Verizon Wireless, 2/14. Also the largest provider of print and on-line directory information. Has a wireline presence in 28 states & Washington, D.C.; a wireless presence in 50 states & D.C.; operations in 19 countries. 2013 revenue breakdown: wireline (includes telecom & business), 33%; domestic wireless, 67%. Has approximately 176,800 employees. Chairman and CEO: Lowell McAdam. Incorporated: Delaware. Address: 140 West St., NY, NY 10007. Telephone: 212-395-1000. Internet: www.verizon.com.												
Total Debt \$109979 mill. Due in 5 Yrs \$33345 mill.				71283	74910	88144	93469	97354	107808	106565	110875	115846	120550	<b>126000</b>	<b>129050</b>	Revenues (\$mill)	<b>138000</b>		
LT Debt \$107696 mill. LT Interest \$1750 mill. Incl. \$293.0 mill. capitalized leases. (Total interest coverage: 7.1x)				7261.0	7151.0	6021.0	6854.0	7235.0	6805.0	6256.6	6086.8	5970.4	11497	<b>14715</b>	<b>15850</b>	Net Profit (\$mill)	<b>18830</b>		
Leases, Uncapitalized Annual rentals \$2255 mill. Pension Assets-12/13 \$1711 mill. Oblig. \$23023 mill.				28.2%	30.9%	33.3%	35.6%	34.4%	33.1%	19.5%	2.7%	2.7%	19.6%	<b>35.0%</b>	<b>36.0%</b>	Income Tax Rate	<b>35.0%</b>		
Pfd Stock None				10.2%	9.5%	6.8%	7.3%	7.4%	6.3%	5.9%	5.5%	5.2%	9.5%	<b>12.3%</b>	Net Profit Margin	<b>13.6%</b>			
Common Stock 4,145,232,133 shs. MARKET CAP: \$203 billion (Large Cap)				36.3%	32.4%	27.1%	25.4%	37.3%	39.5%	34.2%	36.9%	35.8%	48.4%	<b>31.0%</b>	<b>30.0%</b>	Long-Term Debt Ratio (D)	<b>28.0%</b>		
CURRENT POSITION (SMILL)				38.2%	40.4%	46.0%	45.5%	33.1%	29.8%	29.2%	26.4%	24.9%	21.0%	<b>39.0%</b>	<b>40.0%</b>	Common Equity Ratio	<b>37.0%</b>		
Cash Assets 3563				98287	98303	105518	111072	125864	139418	132164	136211	133151	185074	<b>145000</b>	<b>146500</b>	Total Capital (\$mill) (D)	<b>148000</b>		
Other 17672				74124	75305	82356	85294	86546	91466	87711	88434	88642	88956	<b>94000</b>	<b>95000</b>	Net Plant (\$mill)	<b>97500</b>		
Current Assets 21235				10.1%	10.1%	7.9%	8.8%	8.3%	7.2%	7.6%	7.2%	7.5%	9.0%	<b>10.0%</b>	<b>10.0%</b>	Return on Total Cap'l	<b>12.5%</b>		
Accts Payable 16182				19.3%	18.0%	12.4%	13.6%	17.3%	16.4%	16.2%	16.9%	18.0%	29.6%	<b>12.5%</b>	<b>13.0%</b>	Return on Shr. Equity	<b>13.5%</b>		
Debt Due 4369				19.3%	18.0%	12.4%	13.6%	17.3%	16.4%	16.2%	16.9%	18.0%	29.6%	<b>12.5%</b>	<b>13.0%</b>	Return on Com Equity	<b>13.5%</b>		
Other 6405				8.0%	6.9%	2.7%	4.1%	5.4%	3.7%	2.2%	1.5%	2.2%	14.3%	<b>4.5%</b>	<b>5.0%</b>	Retained to Com Eq	<b>5.0%</b>		
Current Liab. 26956				59%	62%	78%	70%	69%	77%	87%	91%	88%	52%	<b>61%</b>	<b>58%</b>	All Div'ds to Net Prof	<b>51%</b>		

ANNUAL RATES	Past 10 Yrs	Past 5 Yrs	Est'd '11-'13 to '17-'19	Verizon is poised to ring up a 25% year-over-year earnings advance in 2014. Notably, this Dow-30 component posted second-quarter earnings of \$0.91 a share, on par with our estimate and a 25% jump over the year-earlier result, on a strong 5.7% revenue advance. A lion's share of the good news is attributable to the February acquisition of Vodafone's 45% indirect interest in VZ Wireless. Indeed, the \$130 billion deal, which provided Verizon with 100% ownership of the industry-leading wireless carrier in the United States, has definitely proven to be immediately accretive to VZ's bottom line. The company has been on quite a run of late, having now reported double-digit earnings growth in nine of the past 10 quarters, and, in the most recent interim, VZ posted its strongest revenue growth in six quarters. As has typically been the case, Verizon Wireless was once again the fair-haired boy. During the period, VZ Wireless added 1.4 million retail postpaid net subscribers, bringing Verizon's total number of retail connections to 104.6 million, up 4.5% from the year-ago figure. Separately, after a long run of uninspiring												
Revenues	4.0%	2.5%	3.0%	comparisons, Verizon's Wireline division is bouncing back, with year-over-year quarterly revenues having grown more than 4% in the last eight quarters, thanks to strong demand for its FiOS offerings. Since the good times appear sustainable, we have upped our 2014 earnings estimate by a nickel, to \$3.55 a share. The company's board of directors is surely dedicated to boosting shareholder value. In keeping with its impressive track record of increasing the annual dividend (see above array), the board recently upped the quarterly dividend by \$0.02 a share, to \$0.55, bringing the annual payout to \$2.20 a share. Verizon stock should appeal to investors of all ilks. Based on recent price and earnings momentum, the issue is pegged to best the year-ahead market averages. What's more, at the recent quotation, its appreciation potential through the latter years of this decade is well above that of the Value Line median. Finally, the impressive dividend yield (more than twice that of the average selection under our review) only serves to sweeten the pot. Kenneth A. Nugent September 19, 2014												
"Cash Flow"	-0.5%	0.5%	1.5%													
Earnings	-	2.5%	8.0%													
Dividends	3.0%	3.5%	2.0%													
Book Value	-0.5%	-7.0%	5.0%													

Cal-endar	QUARTERLY REVENUES (\$ mill.)				Full Year	Verizon is poised to ring up a 25% year-over-year earnings advance in 2014. Notably, this Dow-30 component posted second-quarter earnings of \$0.91 a share, on par with our estimate and a 25% jump over the year-earlier result, on a strong 5.7% revenue advance. A lion's share of the good news is attributable to the February acquisition of Vodafone's 45% indirect interest in VZ Wireless. Indeed, the \$130 billion deal, which provided Verizon with 100% ownership of the industry-leading wireless carrier in the United States, has definitely proven to be immediately accretive to VZ's bottom line. The company has been on quite a run of late, having now reported double-digit earnings growth in nine of the past 10 quarters, and, in the most recent interim, VZ posted its strongest revenue growth in six quarters. As has typically been the case, Verizon Wireless was once again the fair-haired boy. During the period, VZ Wireless added 1.4 million retail postpaid net subscribers, bringing Verizon's total number of retail connections to 104.6 million, up 4.5% from the year-ago figure. Separately, after a long run of uninspiring												
	Mar.31	Jun.30	Sep.30	Dec.31														
2011	26990	27536	27913	28436	110875													
2012	28242	28552	29007	30045	115846													
2013	29420	29786	30279	31065	120550													
2014	30818	33483	<b>31500</b>	<b>32199</b>	<b>126000</b>													
2015	<b>31750</b>	<b>31950</b>	<b>32300</b>	<b>33050</b>	<b>129050</b>													

Cal-endar	EARNINGS PER SHARE (A)				Full Year	Verizon is poised to ring up a 25% year-over-year earnings advance in 2014. Notably, this Dow-30 component posted second-quarter earnings of \$0.91 a share, on par with our estimate and a 25% jump over the year-earlier result, on a strong 5.7% revenue advance. A lion's share of the good news is attributable to the February acquisition of Vodafone's 45% indirect interest in VZ Wireless. Indeed, the \$130 billion deal, which provided Verizon with 100% ownership of the industry-leading wireless carrier in the United States, has definitely proven to be immediately accretive to VZ's bottom line. The company has been on quite a run of late, having now reported double-digit earnings growth in nine of the past 10 quarters, and, in the most recent interim, VZ posted its strongest revenue growth in six quarters. As has typically been the case, Verizon Wireless was once again the fair-haired boy. During the period, VZ Wireless added 1.4 million retail postpaid net subscribers, bringing Verizon's total number of retail connections to 104.6 million, up 4.5% from the year-ago figure. Separately, after a long run of uninspiring												
	Mar.31	Jun.30	Sep.30	Dec.31														
2011	.51	.57	.56	.51	2.15													
2012	.59	.64	.64	.45	2.32													
2013	.68	.73	.77	.66	2.84													
2014	.84	.91	<b>.94</b>	<b>.86</b>	<b>3.55</b>													
2015	<b>.97</b>	<b>.96</b>	<b>1.01</b>	<b>.91</b>	<b>3.85</b>													

Cal-endar	QUARTERLY DIVIDENDS PAID (B)				Full Year	Verizon is poised to ring up a 25% year-over-year earnings advance in 2014. Notably, this Dow-30 component posted second-quarter earnings of \$0.91 a share, on par with our estimate and a 25% jump over the year-earlier result, on a strong 5.7% revenue advance. A lion's share of the good news is attributable to the February acquisition of Vodafone's 45% indirect interest in VZ Wireless. Indeed, the \$130 billion deal, which provided Verizon with 100% ownership of the industry-leading wireless carrier in the United States, has definitely proven to be immediately accretive to VZ's bottom line. The company has been on quite a run of late, having now reported double-digit earnings growth in nine of the past 10 quarters, and, in the most recent interim, VZ posted its strongest revenue growth in six quarters. As has typically been the case, Verizon Wireless was once again the fair-haired boy. During the period, VZ Wireless added 1.4 million retail postpaid net subscribers, bringing Verizon's total number of retail connections to 104.6 million, up 4.5% from the year-ago figure. Separately, after a long run of uninspiring												
	Mar.31	Jun.30	Sep.30	Dec.31														
2010	.475	.475	.487	.488	1.93													
2011	.488	.488	.488	.50	1.96													
2012	.50	.50	.50	.515	2.02													
2013	.515	.515	.515	.53	2.08													
2014	.53	.53	.55															

(A) Based diluted shares. Excl. n/r gains (losses): '98, \$0.86; '99, \$0.36; '00, \$1.40; '01, (\$2.86); '02, (\$1.56); '03, (\$1.51); '04, \$0.08; '06, (\$0.42). Next earnings report Oct. 21st. (B) Div'd paid in early Feb., May, Aug. & Nov. Div'd reinv. plan avail. (C) In mill. (D) Incl. fin. sub. from '88. (E) '00 GTE pro forma. (F) '06 MCI pro forma.

Company's Financial Strength	A++
Stock's Price Stability	95
Price Growth Persistence	65
Earnings Predictability	90