

VERIZON NYSE-VZ		RECENT PRICE	47.34	P/E RATIO	12.3	(Trailing: 13.4 Median: 14.0)	RELATIVE P/E RATIO	0.65	DIV'D YLD	4.6%	VALUE LINE															
TIMELINESS	3	Lowered 6/19/15	High: 42.3	41.1	38.9	46.2	44.3	34.8	36.0	40.3	48.8	54.3	53.7	50.9	Target Price Range											
SAFETY	1	Raised 9/28/07	Low: 34.1	29.1	30.0	35.6	23.1	26.1	26.0	32.3	36.8	41.5	45.1	45.4	2018	2019	2020									
TECHNICAL	3	Raised 6/12/15	LEGENDS 1.35 x Dividends p sh divided by Interest Rate Relative Price Strength Options: Yes Shaded area indicates recession																							
BETA	.70	(1.00 = Market)																								
2018-20 PROJECTIONS																										
Price	85	Gain	70	(+80%)	19%	14%																				
High	85	Low	70																							
Insider Decisions																										
J A S O N D J F M																										
to Buy	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0									
Options	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0									
to Sell	1	1	1	1	0	0	0	0	0	0	0	0	0	0	0	0	0									
Institutional Decisions																										
302014 402014 102015																										
to Buy	958	988	917														% TOT. RETURN 5/15									
to Sell	633	696	770														THIS STOCK VL ARITH. INDEX									
Hld's(000)	25835	192590	481260														1 yr. 3.5 8.7									
																	3 yr. 34.2 72.8									
																	5 yr. 126.9 101.1									
1999 2000E 2001 2002 2003 2004 2005 2006F 2007 2008 2009 2010 2011 2012 2013 2014 2015 2016																	© VALUE LINE PUB. LLC		18-20							
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	30.60	35.90	37.20	Revenues per sh	41.45							
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	5.45	6.50	6.50	"Cash Flow" per sh	7.10							
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	4.00	3.35	3.85	4.00	Earnings per sh (A)	4.50							
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	2.16	2.24	2.32	Div'ds Decl'd per sh (B)	2.44							
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	4.14	6.60	6.65	Cap'l Spending per sh	7.15							
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	12.50	14.20	14.30	Book Value per sh	15.15							
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	4155.4	3655.0	3600.0	Common Shs Outst'g (C)	3500.0							
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	12.2	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	17.5							
1.15	1.18	.89	.71	.78	.78	.70	.72	.93	.82	.85	.88	1.07	1.15	.69	.69			Relative P/E Ratio	1.10							
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%	4.3%			Avg Ann'l Div'd Yield	3.0%							
CAPITAL STRUCTURE as of 3/31/15																	Revenues (\$mill)		145000							
Total Debt \$113388 mill. Due in 5 Yrs \$25039 mill.																	Net Profit (\$mill)		15750							
LT Debt \$108949 mill. LT Interest \$1795 mill.																	Income Tax Rate		35.0%							
Incl. \$181.0 mill. capitalized leases.																	Net Profit Margin		10.9%							
(Total interest coverage: 7.1x)																	Long-Term Debt Ratio (D)		28.0%							
(91% of Total Cap'l.)																	Common Equity Ratio		37.0%							
Leases, Uncapitalized Annual rentals \$2499 mill.																	Total Capital (\$mill) (D)		148000							
Pension Assets-12/14 \$18548 mill.																	Net Plant (\$mill)		97500							
Oblig. \$25320 mill.																	Return on Total Cap'l		10.5%							
Pfd Stock None																	Return on Shr. Equity		11.5%							
Common Stock 4,078,487,075 shs.																	Return on Com Equity		11.5%							
MARKET CAP: \$193 billion (Large Cap)																	Retained to Com Eq		5.5%							
CURRENT POSITION																	All Div'ds to Net Prof		54%							
2013 2014 3/31/15																										
(MILL.)																										
Cash Assets	53528	10598	4386																							
Other	17466	19025	18450																							
Current Assets	70994	29623	22836																							
Accts Payable	16453	16680	15189																							
Debt Due	3933	2735	4439																							
Other	6664	8649	9085																							
Current Liab.	27050	28064	28713																							
ANNUAL RATES																										
Past 10 Yrs. Past 5 Yrs. Est'd '11-'13 to '18-'20																										
of change (per sh)																										
Revenues	4.0%	2.5%	3.0%																							
"Cash Flow"	-5%	0.5%	1.5%																							
Earnings	-	2.5%	8.0%																							
Dividends	3.0%	3.5%	2.0%																							
Book Value	-5%	-7.0%	5.0%																							
Cal-endar																										
QUARTERLY REVENUES (\$mill.)																										
Mar.31 Jun.30 Sep.30 Dec.31																										
2012	28242	28552	29007	30045																						
2013	29420	29786	30279	31065																						
2014	30818	31483	31586	33192																						
2015	31984	32556	32860	33850																						
2016	32600	33500	33300	34600																						
Cal-endar																										
EARNINGS PER SHARE ^																										
Mar.31 Jun.30 Sep.30 Dec.31																										
2012	.59	.64	.64	.45																						
2013	.68	.78	.78	.66																						
2014	.84	.91	.89	.71																						
2015	1.02	1.00	.99	.84																						
2016	1.06	1.03	1.02	.89																						
Cal-endar																										
QUARTERLY DIVIDENDS PAID ^																										
Mar.31 Jun.30 Sep.30 Dec.31																										
2011	.488	.488	.488	.50																						
2012	.50	.50	.50	.515																						
2013	.515	.515	.515	.53																						
2014	.53	.53	.55	.55																						
2015	.55	.55																								
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. 2014 revenue breakdown: wireline (includes telecom & business), 31%; domestic wireless, 69%. Has approximately 177,300 employees. Chairman and CEO: Lowell McAdam. Incorporated: Delaware. Address: 140 West St., NY, NY 10007. Telephone: 212-395-1000. Internet: www.verizon.com.																										
Verizon has been active on the acquisition trail. In early May, the company inked an agreement to acquire AOL Inc., a leader in the digital content and advertising platforms space, for \$50 a share, or about \$4.4 billion. The deal is in keeping with VZ's desire to build digital and video platforms in order to drive future growth, and the combination of Verizon and AOL will create a scaled, mobile-first platform offering directly targeted at a nearly \$600 billion global advertising industry. Finally, the transaction, which is subject to the typical regulatory approvals, ought to be consummated this summer. Meanwhile, the company certainly seems set for another record year. Notably, Verizon started the year on a high note, posting first-quarter earnings of \$1.02 a share, well above our estimate and the year-ago result, on a 3.8% top-line advance. As is typically the case, Verizon Wireless was responsible for a lion's share of the impressive earnings growth, and a bit of margin improvement certainly didn't hurt. During the quarter, VZ Wireless added 565,000 retail postpaid net subscribers, bring its total number of retail connections to 108.6 million. And since the good times appear sustainable, we have upped our earnings estimates for this year and next by \$0.15 and \$0.10, to \$3.85 and \$4.00 a share, respectively. Verizon is in enviable financial shape. VZ finished the first quarter with roughly \$4.4 billion in cash on hand and long-term debt of \$109 billion, down about \$1 billion since the end of last year. We look for the board of directors to up the dividend payout early in the third quarter. As seen in the array above, the company has established quite a track record of increasing the annual dividend, and we look for more of the same over the coming year. Patient investors may find this an attractive entry point. Indeed, at the recent quotation, Verizon stock's appreciation potential through the latter years of this decade is almost double that of the average equity under our review. What's more, income-seeking types are likely to find VZ's dividend yield rather appealing, as it is currently more than twice that of the Value Line median. Kenneth A. Nugent June 19, 2015																										