

RECENT PRICE	63.93	P/E RATIO	17.6 (Trailing: 13.8 Median: 14.0)	RELATIVE P/E RATIO	1.09	DIV'D YLD	4.8%	VALUE LINE
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2019-21 PROJECTIONS

	Price	Gain	Ann'l Total Return
High	115	(+80%)	19%
Low	85	(+35%)	11%

Insider Decisions

	A	M	J	J	A	S	O	N	D
to Buy	0	0	0	0	0	0	0	0	0
Options	1	1	0	1	0	0	0	0	0
to Sell	0	1	0	1	0	0	0	0	0

Institutional Decisions

	1Q2015	2Q2015	3Q2015
to Buy	480	463	457
to Sell	635	543	560
Hld's(000)	394558	397089	398234

Percent shares traded

Shaded area indicates recession

	THIS STOCK	VL ARITH. INDEX
1 yr.	-18.9	-10.4
3 yr.	-31.4	20.6
5 yr.	-27.6	40.9

CAPITAL STRUCTURE as of 12/31/15		41517	44958	51324	32396	42588	60138	65875	55656	55184	47011	42000	43750	Sales (\$mill)	56120
Total Debt \$38.0 bill. Due in 5 Yrs \$29.3 bill.		18.3%	17.5%	14.8%	12.2%	16.8%	19.3%	20.1%	18.7%	19.5%	19.0%	18.0%	18.5%	Operating Margin	19.5%
LT Debt \$25.2 bill. LT Interest \$1.7 bill.		1602.0	1797.0	1980.0	2336.0	2296.0	2527.0	2813.0	3087.0	3163.0	3046.0	3090	3180	Depreciation (\$mill) ^F	3350
Incl. \$25.0 bill. in debt held by CAT Financial.		3587.0	3509.0	3586.0	896.0	2700.0	5201.0	6270.0	3815.0	4003.0	2695.0	2215	2390	Net Profit (\$mill)	4785
(LT interest earned: 9.7x;															
Total interest coverage: 5.9x)		28.9%	30.0%	21.3%	- -	25.8%	24.6%	28.6%	25.6%	25.6%	26.0%	28.0%	28.0%	Income Tax Rate	28.0%
(62% of Cap'l)		8.6%	7.8%	7.0%	2.8%	6.3%	8.6%	9.5%	6.9%	7.3%	5.9%	5.3%	5.5%	Net Profit Margin	8.5%
Leases, Uncapitalized Annual rentals \$229.0 mill.		3841.0	3232.0	5564.0	7497.0	9790.0	9567.0	12769	11038	10990	8115	8940	9555	Working Cap'l (\$mill)	11480
Pension Assets-12/14 \$17.4 bill. Oblig. \$21.1 bill.		17680	17829	22834	21847	20437	24944	27752	26719	27784	25247	24370	24210	Long-Term Debt (\$mill)	23800
Pfd Stock None		6859.0	8883.0	6087.0	8823.0	10824	12929	17582	20878	16826	14885	14250	14820	Shr. Equity (\$mill)	17305
Common Stock 583,000,000 shs.		16.3%	14.8%	14.0%	4.5%	10.1%	14.8%	14.7%	8.8%	9.7%	8.0%	7.0%	7.5%	Return on Total Cap'l	13.0%
		52.3%	39.5%	58.9%	10.1%	24.9%	40.2%	35.7%	18.3%	23.8%	18.1%	15.5%	16.0%	Return on Shr. Equity	27.5%
MARKET CAP: \$37.3 billion (Large Cap)		41.7%	30.0%	43.3%	NMF	14.9%	31.3%	26.5%	13.0%	14.2%	6.6%	3.0%	4.0%	Retained to Com Eq	17.0%
CURRENT POSITION															
(SMALL I)		20%	24%	27%	115%	40%	22%	26%	29%	40%	78%	81%	74%	All Div'ds to Net Prof	38%

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '12-'14 to '19-'21
Sales	10.0%	6.0%	1.0%
"Cash Flow"	12.0%	9.5%	2.5%
Earnings	14.5%	11.5%	2.5%
Dividends	12.5%	8.5%	4.5%
Book Value	12.0%	17.5%	7.0%

Calendar Year	EARNINGS PER SHARE ^A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2013	1.31	1.45	1.45	1.58	5.79
2014	1.61	1.69	1.72	1.35	6.37
2015	1.86	1.27	.75	.74	4.62
2016	.98	.98	.94	.85	3.75
2017	1.15	1.10	.95	.85	4.05

Calendar Year	QUARTERLY DIVIDENDS PAID ^B				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2013	0.10	0.10	0.10	0.10	0.40
2014	0.10	0.10	0.10	0.10	0.40
2015	0.10	0.10	0.10	0.10	0.40
2016	0.10	0.10	0.10	0.10	0.40
2017	0.10	0.10	0.10	0.10	0.40

^A Earnings per share is calculated as net income available to common shareholders divided by the weighted average number of shares outstanding during the period. Earnings per share may differ from the amounts reported in the consolidated financial statements due to rounding.

^B Dividends are paid quarterly in arrears. Dividend amounts are subject to the discretion of the Board of Directors and may vary from time to time.

Calendar	Quarterly Dividend AD				Full	However, there are signs that a recovery may take longer to materialize. With a good number of exploration and production (E&P) companies forced to curtail spending and preserve capital, orders are apt to trend lower in the energy	equipment should provide a boost. Though unfavorably ranked for year-ahead relative price momentum, Caterpillar stock holds good recovery potential.
Year	Mar.31	Jun.30	Sep.30	Dec.31	Year		
2012	.46	.46	.52	1.04	2.48		
2013	--	.52	.60	.60	1.72		
2014	.60	.60	.70	.70	2.60		
2015	.70	.70	.77	.77	2.94		
2016	.77						

Dominic B. Silva

February 19, 2016

<p>(A) Diluted earnings. Excl. net nonrecurring gain (losses): '03, (6c); '06, (8c); '07, 5c; '08, 5c; '11, (41c); '12, (88c). Includes 75¢ of restructuring costs in '09; est'd Health Care Reform chg of 11¢ in 1Q, '10. Next eggs report late April. (B) Div'ds historically paid mid-February, May, August, November. '13 1Q Div'd paid in '12 4Q. ■ Div'd reinvestment plan avail. (C) Incl. equip. purch. for leasing. (D) Incl. intang. In '14: \$14.6 bill., \$2.29/sh. (E) In mill., adjusted for split. (F) Accelerated basis.</p>	<p>Company's Financial Strength A+ Stock's Price Stability 65 Price Growth Persistence 50 Earnings Predictability 45</p>
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