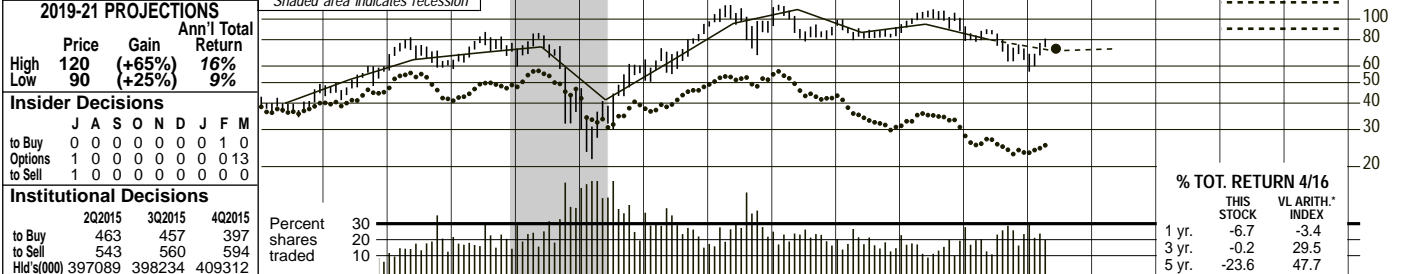


CATERPILLAR INC. NYSE-CAT

RECENT PRICE **72.51** P/E RATIO **20.4** (Trailing: 21.1; Median: 14.0) RELATIVE P/E RATIO **1.12** DIV'D YLD **4.2%** VALUE LINE

TIMELINESS 3 Raised 4/29/16	High: 59.9	82.0	87.0	86.0	61.3	94.9	116.6	116.9	99.7	111.5	92.4	80.9	Target Price	Range
SAFETY 2 Raised 11/21/14	Low: 41.3	57.1	58.0	32.0	21.7	50.5	67.5	78.3	79.5	85.9	63.0	56.4	2019	2020
TECHNICAL 3 Raised 5/6/16	LEGENDS — 8.0 x "Cash Flow" p sh ... Relative Price Strength 2-for-1 split 7/05 Options: Yes Shaded area indicates recession												2021	
BETA 1.25 (1.00 = Market)														



2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	© VALUE LINE PUB. LLC	19-21
29.38	29.78	29.27	33.11	44.11	54.17	64.29	73.22	85.32	51.86	66.67	92.87	100.57	87.26	91.04	80.73	68.45	67.10	Sales per sh	92.30
3.02	2.87	2.93	3.62	5.00	6.46	8.03	8.64	9.25	5.17	7.82	11.93	13.87	10.82	11.82	10.00	8.85	9.05	"Cash Flow" per sh	13.45
1.51	1.16	1.15	1.62	2.88	4.04	5.25	5.32	5.71	1.43	4.15	7.81	9.36	5.79	6.37	4.62	3.55	3.55	Earnings per sh ^A	7.50
.67	.70	.70	.71	.80	.96	1.15	1.38	1.62	1.68	1.74	1.82	2.02	2.32	2.70	3.01	3.08	3.08	Div'ds Decl'd per sh ^B	3.24
1.35	1.60	2.58	2.57	3.08	3.60	4.14	4.95	6.67	3.71	4.05	6.06	7.75	6.97	5.57	5.60	2.50	2.40	Cap'l Spending per sh ^C	3.55
8.15	8.17	7.95	8.84	10.89	12.57	10.62	14.47	10.12	16.94	19.97	26.84	32.73	27.76	25.56	26.85	27.55	27.55	Book Value per sh ^D	36.55
686.79	686.75	688.51	687.52	685.87	670.87	645.81	613.99	601.53	624.72	638.82	647.53	655.05	637.82	606.17	582.32	583.80	580.00	Common Shs Outst'g ^E	565.00
12.8	21.0	20.9	18.8	13.9	12.6	13.1	13.7	11.4	29.4	16.6	12.4	10.0	15.1	15.8	17.1	17.1	17.1	Avg Ann'l P/E Ratio	14.0
.83	1.08	1.14	1.07	.73	.67	.71	.73	.69	1.96	1.06	.78	.64	.85	.83	.86	.86	.86	Relative P/E Ratio	.90
3.5%	2.9%	2.9%	2.3%	2.0%	1.9%	1.7%	1.9%	2.5%	4.0%	2.5%	1.9%	2.2%	2.7%	2.7%	3.8%	3.8%	3.8%	Avg Ann'l Div'd Yield	3.1%

CAPITAL STRUCTURE as of 3/31/16										41517	44958	51324	32396	42588	60138	65875	55656	55184	47011	39960	38910	Sales (\$mill)	52150
Total Debt \$30.4 bill. Due in 5 Yrs \$21.4 bill.										18.3%	17.5%	14.8%	12.2%	16.8%	19.3%	20.1%	18.7%	19.5%	19.0%	18.5%	19.0%	Operating Margin	19.5%
LT Debt \$24.4 bill. LT Interest \$1.4 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	3310
Incl. \$25.0 bill. in debt held by CAT Financial.										3587.0	3509.0	3586.0	895.0	2700.0	5201.0	6270.0	3815.0	4003.0	2778.0	2090	2075	Net Profit (\$mill)	4280
(LT interest earned: 6.8x; Total interest coverage: 4.2x) (63% of Cap'l)										28.9%	30.0%	21.3%	--	25.8%	24.6%	28.6%	25.6%	25.6%	21.0%	28.0%	20.7%	Income Tax Rate	28.0%
										8.6%	7.8%	7.0%	2.8%	6.3%	8.6%	9.5%	6.9%	7.3%	5.9%	5.2%	5.3%	Net Profit Margin	8.2%

Leases, Uncapitalized Annual rentals \$237.0 mill.										3841.0	3232.0	5564.0	7497.0	9790.0	9567.0	12769	11038	10990	8115.0	7535	7765	Working Cap'l (\$mill)	9790
Pension Assets-12/15 \$15.9 bill. Oblig. \$20.1 bill.										17680	17829	22834	21847	20437	24944	27752	26719	27784	25247	24370	24210	Long-Term Debt (\$mill)	23000
Pfd Stock None										6859.0	8883.0	6087.0	8823.0	10824	12929	17582	20878	16826	14885	15680	15980	Shr. Equity (\$mill)	20640

Common Stock 583,868,746 shs.										16.3%	14.8%	14.0%	4.5%	10.1%	14.8%	14.7%	8.8%	9.7%	7.7%	6.5%	6.5%	Return on Total Cap'l	11.0%
MARKET CAP: \$42.3 billion (Large Cap)										52.3%	39.5%	58.9%	10.1%	24.9%	40.2%	35.7%	18.3%	23.8%	18.7%	13.5%	13.0%	Return on Shr. Equity	20.5%
CURRENT POSITION 2014 2015 3/31/16										41.7%	30.0%	43.3%	NMF	14.9%	31.3%	26.5%	13.0%	14.2%	6.9%	2.0%	2.0%	Retained to Com Eq	12.0%
										20%	24%	27%	115%	40%	22%	26%	29%	40%	63%	86%	86%	All Div'ds to Net Prof	43%

Cash Assets 7341										BUSINESS: Caterpillar Incorporated is the world's largest producer of earthmoving equipment. Major global markets include road building, mining, logging, agriculture, petroleum, and general construction. Products include tractors, scrapers, compactors, loaders, off-highway truck engines, and pipelayers. Also makes diesel & turbine engines and lift trucks. Foreign sales 47% of total; research & development: 4.6% of sales. 2015 depreciation rate: 9.5%. Has about 105,700 employees. Officers & directors own less than 1.0% of common stock; State Street, 9.9%; The Vanguard Group, 6.3% (4/16 proxy). Chairman & Chief Executive Officer: Douglas R. Oberhelman. Inc.: DE. Addr.: 100 Northeast Adams St., Peoria, IL 61629. Tel.: 309-675-1000. Web: www.caterpillar.com.									
Receivables 16764																			
Inventory (LIFO) 12205																			
Other 2557																			
Current Assets 38867																			
Accts Payable 6515																			
Debt Due 7204																			
Other 14158																			
Current Liab. 27877																			

ANNUAL RATES Past 10 Yrs. Past 5 Yrs. Est'd '13-'15 to '19-'21																			
of change (per sh)																			
Sales										7.0%									
"Cash Flow"										8.0%									
Earnings										7.0%									
Dividends										12.5%									
Book Value										10.5%									

Cal-endar	QUARTERLY SALES (\$mill.)				Full Year	sales comparisons for the latest quarter. Monthly figures for the March period showed year-over-year declines between 13% and 21%. Despite an improvement in commodities markets, which is likely partly due to a modest recent pullback in the U.S. dollar, industrywide investment on	pullback in the Resource Industries unit. Caterpillar has lowered the midpoint of this year's sales forecast by 2%, leaving the current range at \$40 billion-\$42 billion. The profit outlook is now \$3.70 per share, excluding estimated restructuring costs of \$550 million. We have tempered
	Mar.31	Jun.30	Sep.30	Dec.31			
2013	13210	14621	13423	14402	55656		
2014	13241	14150	13549	14244	55184		
2015	12702	12317	10962	11030	47011		
2016	9461	10000	10000	10499	39960		
2017	9350	9970	9590	10000	38910		

Cal-endar	EARNINGS PER SHARE ^A				Full Year	new long-term energy projects remains at depressed levels. In fact, retail sales there fell more than 40% in the first quarter, punctuated by a 50% drop in March. Conditions within the Resource Industries unit were also poor, as tepid demand for new machines in the Asia/Pacific region, which are \$39.9 billion and \$3.55 a share, respectively.	our 2016 top- and bottom-line estimates, which are \$39.9 billion and \$3.55 a share, respectively.
	Mar.31	Jun.30	Sep.30	Dec.31			
2013	1.31	1.45	1.45	1.58	5.79	Caterpillar shares have come back nicely of late. However, given that the company faces myriad challenges resulting from depressed commodities markets and	
2014	1.61	1.69	1.72	1.35	6.37		
2015	1.86	1.27	.75	.74	4.62		
2016	.67	.98	.92	.98	3.55		
2017	.75	.95	.90	.95	3.55		