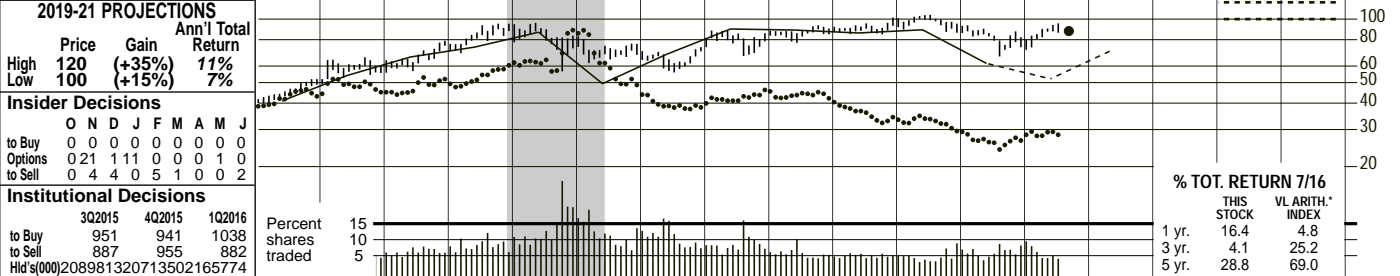


EXXON MOBIL NYSE:XOM

RECENT PRICE **87.72** P/E RATIO **31.7** (Trailing: 34.8 Median: 11.0) RELATIVE P/E RATIO **1.66** DIV'D YLD **3.4%** VALUE LINE

TIMELINESS 2 Raised 8/12/16	High: 66.0 79.0 95.3 96.1 82.7 73.7 88.2 93.7 101.7 104.8 93.4 95.6	Target Price Range 2019 2020 2021
SAFETY 1 Raised 6/30/95	Low: 49.3 55.8 69.0 56.5 61.9 55.9 67.0 77.1 84.8 86.2 66.6 71.6	
TECHNICAL 1 Raised 8/5/16	LEGENDS 7.5 x "Cash Flow" p/sh Relative Price Strength Options: Yes Shaded area indicates recession	
BETA .95 (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
29.74	27.54	26.70	32.12	41.24	53.52	58.49	66.63	85.42	58.30	68.60	91.58	93.45	90.02	86.83	56.98	49.35	60.65	Sales per sh ^A	100.00
3.61	3.39	2.88	3.97	5.48	7.19	8.82	9.82	11.58	6.60	9.08	11.97	11.83	11.48	11.86	8.23	6.95	8.65	"Cash Flow" per sh	13.85
2.41	2.18	1.61	2.56	3.89	5.35	6.55	7.28	8.69	3.98	6.22	8.42	8.09	7.37	7.60	3.85	2.35	3.95	Earnings per sh ^B	8.50
.88	.91	.92	.98	1.06	1.14	1.28	1.37	1.55	1.66	1.74	1.85	2.18	2.46	2.70	2.88	2.98	3.06	Div'ds Decl'd per sh ^{C†}	3.40
1.22	1.47	1.71	1.96	1.87	2.26	2.70	2.86	3.88	4.76	5.40	6.54	7.61	7.77	7.84	6.37	5.30	5.30	Cap'l Spending per sh	7.00
10.21	10.74	11.13	13.69	15.90	18.13	19.87	22.62	22.70	23.39	29.49	32.61	36.84	40.14	41.51	41.10	40.45	41.35	Book Value per sh	52.60
6930.0	6809.0	6700.0	6568.0	6401.0	6133.0	5729.0	5382.0	4976.0	4727.0	4979.0	4734.0	4502.0	4335.0	4201.0	4156.0	4156.0	4156.0	Common Shs Outst'g ^D	4150.0
17.3	18.9	23.4	14.1	11.7	10.9	10.0	11.4	9.5	17.8	10.5	9.5	10.7	12.3	12.8	21.5	12.0	13.5	Avg Ann'l P/E Ratio	13.0
1.12	.97	1.28	.80	.62	.58	.54	.61	.57	1.19	.67	.60	.68	.69	.67	1.09	.67	1.09	Relative P/E Ratio	.80
2.1%	2.2%	2.4%	2.7%	2.3%	2.0%	2.0%	1.6%	1.9%	2.3%	2.7%	2.3%	2.5%	2.7%	2.8%	3.5%	2.8%	3.5%	Avg Ann'l Div'd Yield	3.1%

CAPITAL STRUCTURE as of 6/30/16				2010	2011	2012	2013	2014	2015	2016	2017	Sales (\$mill) ^A	415000
Total Debt \$44471 mill. Due in 5 Yrs \$10460 mill.				335086	358600	425071	275564	341578	433526	420714	390247	364763	236810
LT Debt \$29499 mill. LT Interest \$350 mill.				20.1%	19.2%	18.1%	13.8%	16.1%	16.1%	15.6%	14.7%	14.1%	13.1%
Incl. \$375 mill. of capitalized leases				11416	12250	12379	11917	14760	15583	15888	17182	17297	18048
(14% of Cap'l)				39090	40610	45220	19280	30460	41060	37380	32580	32520	16150
Leases, Uncapitalized Annual rentals \$1.7 bill.				42.0%	42.4%	44.7%	43.5%	40.7%	42.4%	43.6%	42.0%	34.9%	24.7%
Pension Assets-12/15 \$29.4 bill.				11.7%	11.3%	10.6%	7.0%	8.9%	9.5%	8.9%	8.3%	8.9%	6.8%
Obligation \$44.7 bill.				26960	27651	23166	3174.0	d3649	d4542	321.0	d12416	d11723	d11353
Pfd Stock None				6645.0	7183.0	7025.0	7129.0	12227	9322.0	7928.0	6891.0	11653	19925
Common Stock 4,146,650,051 shares				113844	121762	112965	110569	146839	154396	165863	174003	174399	170811
MARKET CAP: \$364 billion (Large Cap)				32.6%	31.6%	37.9%	16.8%	19.4%	25.3%	21.7%	18.2%	17.7%	8.5%
CURRENT POSITION				34.3%	33.4%	40.0%	17.4%	20.7%	26.6%	22.5%	18.7%	18.6%	9.5%
(SMILL.)				27.4%	26.9%	32.6%	9.9%	14.8%	20.6%	16.3%	12.3%	11.9%	2.4%
Cash Assets				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Receivables				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Inventory (LIFO)				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Other				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Current Assets				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Accts Payable				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Debt Due				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Other				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%
Current Liab.				20%	19%	19%	43%	29%	23%	28%	34%	36%	75%

BUSINESS: Exxon Mobil Corp. is the largest publicly traded oil company. Daily production in 2015: oil, 2.3 mil. barrels (+11% vs. '14); nat. gas, 10.5 billion cubic feet (-6% vs. '14). On an oil-equivalent basis, total production rose 3.2% in 2015. Daily refinery runs, 4.4 million barrels (-1% vs. '14); product sales, 5.8 mill. bbls (-2% vs. '14). Chemical sales, 24.7 mill. tonnes (+2% vs. '14). Reserves at 12/31/15: 24.8 billion barrels of oil equivalent, 59% oil, 41% gas. 10-year avg. reserve replacement rate: 115%. Owns 69.6% of Imperial Oil (Canada). Vanguard owns 6.3% of stock; BlackRock, 5.8% (4/16 Proxy). Employs 73,500. Chrmn. and CEO: Rex Tillerson, Inc.: NJ. Addr.: 5959 Las Colinas Blvd., Irving, TX 75039-2298. Tel.: 972-444-1000. www.exxonmobil.com.

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2013	96336	95301	100508	98102	390247
2014	94344	98287	96047	76085	364763
2015	59228	65395	59866	52321	236810
2016	42290	50925	55000	56785	205000
2017	59000	62000	65000	60000	252000

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2013	2.12	1.55	1.79	1.91	7.37
2014	2.10	2.05	1.89	1.56	7.60
2015	1.17	1.00	1.01	.67	3.85
2016	.43	.41	.75	.76	2.35
2017	.85	.90	1.00	1.20	3.95

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2012	.47	.57	.57	.57	2.18
2013	.57	.63	.63	.63	2.46
2014	.63	.69	.69	.69	2.70
2015	.69	.73	.73	.73	2.88
2016	.73	.75	.75	.75	2.88

Wall Street has bid up the shares of Exxon Mobil on expectations of a further bounce in oil prices. But the widely anticipated comeback in the oil market has hit resistance with OPEC members opening the spigots in a battle for market share. That factor seems to be largely offsetting scaled-back drilling efforts stateside. A surplus of refined products is also now weighing on near-term performance and prospects. Given the tentative nature of the industry recovery, we have trimmed our 2016 and 2017 share-net estimates by \$0.30 and \$0.45, to \$2.35 and \$3.95, respectively.

In the meantime, Exxon is thinking long term, as usual, illustrated by a promising fill-in acquisition. The company has proposed buying natural gas producer InterOil for \$2.2 billion in stock and a volume-based contingent payment. The move would allow for expansion of the company's Papua New Guinea LNG facility. The deal, expected to close this month, is premised on the theme of rising energy demand in the Asia-Pacific area.

Project spending has been reined in, given excess global oil inventories, but could ramp up again by late decade. For now, big undertakings coming on line or recently commenced are lifting oil production modestly. However, with capital expenditures down 27% in 2016 and likely to remain at a lower level for another year or two, combined oil and gas production could flatten out within a couple of years. But assuming oil prices reach a sustainably higher range out to 2019-2021, we project improved earnings and a renewed focus on expanding pumping capabilities.

"Efficient expansion" could be Exxon's motto in refining. Planned additions to plant and equipment in this line are aimed at making low-sulfur diesel. This strategy should pay off into the coming decade, since demand prospects are much brighter than for gasoline.

This blue-chip stock is currently favorably ranked (2) for Timeliness. Moreover, the high valuation notwithstanding, conservative investors looking for solid risk-adjusted 3- to 5-year total return possibilities from a top-quality stock might take a closer look here.

Robert Mitkowsky, Jr. September 2, 2016