

DUPONT NYSE-DD

RECENT PRICE **67.26** P/E RATIO **20.8** (Trailing: 23.2 Median: 15.0) RELATIVE P/E RATIO **1.12** DIV'D YLD **2.4%**

VALUE LINE

TIMELINESS — F Susp. 12/25/15
SAFETY 1 Raised 1/31/97
TECHNICAL — F Susp. 12/25/15
BETA 1.10 (1.00 = Market)

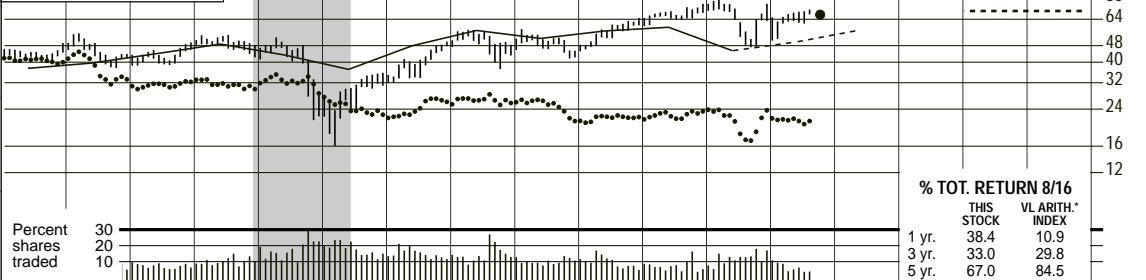
High: 54.9 49.7 53.9 52.5 35.6 50.2 57.0 57.5 65.0 75.8 80.6 71.1
Low: 37.6 38.5 42.3 21.3 16.0 31.9 37.1 41.7 45.1 59.3 47.1 50.7

LEGENDS
— 10.0 x "Cash Flow" p sh
... Relative Price Strength
Options: Yes
Shaded area indicates recession

2019-21 PROJECTIONS
Price **85** Gain **(+25%)** Ann'l Total Return **9%**
High **70** Low **70**

Insider Decisions
N D J F M A M J J
to Buy 0 0 0 0 0 0 0 0
Options 0 18 0 1 17 10 0 17 0
to Sell 0 0 0 0 0 1 0 0 0

Institutional Decisions
4Q2015 1Q2016 2Q2016
to Buy 423 407 403
to Sell 710 653 601
Hld's (000) 613052 630848 616308



2000	2001	2002	2003	2004 ^P	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	© VALUE LINE PUB. LLC	19-21
27.10	24.68	24.15	27.07	27.50	28.97	29.74	32.67	33.83	28.89	34.35	40.99	37.31	38.55	38.37	28.84	28.85	30.95	Sales per sh	48.10
4.54	2.98	3.54	3.19	3.75	3.97	4.40	4.89	4.33	3.70	4.80	5.67	5.19	5.64	5.87	4.54	5.70	5.70	"Cash Flow" per sh	8.20
2.73	1.19	2.01	1.65	2.38	2.32	2.88	3.28	2.73	2.04	3.28	3.93	3.33	3.88	4.01	2.77	3.20	3.60	Earnings per sh ^A	5.20
1.40	1.40	1.40	1.40	1.40	1.46	1.48	1.52	1.64	1.64	1.64	1.64	1.70	1.78	1.84	1.72	1.58	1.66	Div'ds Decl'd per sh ^B	2.00
1.85	1.49	1.29	1.72	1.24	1.46	1.66	1.76	2.19	1.45	1.64	1.99	1.92	2.03	2.28	1.87	1.40	1.80	Cap'l Spending per sh	3.10
12.52	14.19	8.88	9.57	11.20	9.43	9.96	12.12	7.63	7.72	9.86	9.02	10.56	17.25	14.46	11.20	13.35	15.50	Book Value per sh	22.45
1042.9	1002.0	993.94	997.28	994.34	919.61	922.07	899.29	902.37	903.81	917.31	926.12	933.02	926.99	904.98	871.35	860.00	840.00	Common Shs Outst'g ^C	780.00
18.0	36.5	21.5	25.1	18.4	19.5	14.9	15.0	15.2	13.9	12.2	12.7	14.7	14.2	16.8	23.7	20.00	20.00	Avg Ann'l P/E Ratio	15.0
1.17	1.87	1.17	1.43	.97	1.04	.80	.80	.91	.93	.78	.80	.94	.80	.88	1.20	1.20	1.20	Relative P/E Ratio	.95
2.9%	3.2%	3.2%	3.4%	3.2%	3.2%	3.5%	3.1%	3.9%	5.8%	4.1%	3.3%	3.5%	3.2%	2.7%	2.6%	2.4%	2.4%	Avg Ann'l Div'd Yield	2.6%

CAPITAL STRUCTURE as of 6/30/16
Total Debt \$10414 mill. Due in 5 Yrs \$4484 mill.
LT Debt \$8119 mill. LT Interest \$300.0 mill.
Total Debt Incl. \$13.0 mill. capital leases
(Total interest coverage: 9.0x) (44% of Cap'l)
Leases, Uncapitalized Annual rentals \$248 mill.
Pension Assets-12/15 \$17.5 bill. Oblig. \$26.1 bill.
Pfd Stock \$237.0 mill. Pfd Div'd \$10.0 mill.
Includes 700,000 shs. \$3.50 cum. callable at \$102;
1,673,000 shs. \$4.50 cum. callable at \$120

Common Stock 874,325,000 shs.
as of 7/15/16
MARKET CAP: \$59 billion (Large Cap)

CURRENT POSITION	2014	2015	6/30/16
Cash Assets	7034	6206	5153
Receivables	6005	4643	7656
Inventory (LIFO)	7841	6140	4756
Other	868	766	526
Current Assets	21748	17755	18091
Accts Payable	4822	3398	2244
Debt Due	1423	1165	2295
Other	6395	5790	3839
Current Liab.	12640	10353	8378

ANNUAL RATES	Past 10 Yrs	Past 5 Yrs	Est'd '13-'15 to '19-'21
of change (per sh)			
Sales	2.5%	1.5%	5.5%
"Cash Flow"	4.0%	4.5%	7.5%
Earnings	5.5%	6.0%	6.5%
Dividends	2.5%	1.5%	2.0%
Book Value	3.5%	11.0%	8.0%

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2013	10408	9844	7735	7747	35734
2014	10128	9706	7511	7378	34723
2015	7837	7121	4873	5299	25130
2016	7405	7061	4850	5484	24800
2017	7600	7400	5300	5700	26000

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2013	1.56	1.28	.45	.59	3.88
2014	1.58	1.17	.54	.71	4.01
2015	1.24	1.08	.13	.27	2.77
2016	1.26	1.24	.25	.45	3.20
2017	1.30	1.30	.40	.60	3.60

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2012	.41	.43	.43	.43	1.70
2013	.43	.45	.45	.45	1.78
2014	.45	.45	.47	.47	1.84
2015	.47	.49	.38	.38	1.72
2016	.38	.38	.38	.38	1.52

BUSINESS: DuPont is engaged in science and technology in a range of disciplines, including performance materials, electronics, safety and security, and biotechnology. The company operates on a global scale, manufacturing a wide range of products for distribution and sale to many different markets, including automotive, construction, agricultural, medical, protective apparel, electronics, and nutri-

DuPont continues to operate in a challenging environment. Macroeconomic unevenness should further constrain sales going forward. Efforts to control costs are benefiting earnings, however. We expect healthy share-net improvement for the company for full-year 2016, despite a slight top-line decline. The Industrial Biosciences and Nutrition & Health businesses should remain performance drivers here.

The upcoming merger of equals with Dow Chemical is being reviewed by regulatory authorities. The merger has attracted its share of scrutiny, given the size and importance of the deal. The Department of Justice is currently reviewing the transaction, as is the European Commission. Subject to customary closing conditions, including the necessary regulatory approvals, the deal will probably be completed by early next year.

The new company would be called DowDuPont. The combination is expected to result in run-rate savings of \$3 billion with about \$1 billion in growth synergies. It would create leading businesses in agriculture, specialty prod-

ucts, and materials science. These will then be separated into three independent, publicly traded companies through tax-free spinoffs. This would likely occur 18 to 24 months following the closing of the merger.

These shares are unranked for Timeliness, due to the pending merger. On its own, the stock offers fairly limited appreciation potential at this juncture, though the dividend yield is slightly above average. DuPont does earn high marks for Safety, Financial Strength, and Price Stability. Still, investors with a long time horizon may want to remain on the sidelines for the time being. This equity currently trades at a price-to-earnings multiple that is somewhat greater than its historical average.

Michael Napoli, CFA October 7, 2016

	2014	2015	2016	2017
Agric. & Nutr.	14825(20.5%)	13054(15.1%)	13000(16.5%)	13400(17.5%)
Ind. Biosc.	1244(15.9%)	1171(16.5%)	1100(17.5%)	1200(18.5%)
Electronics	2381(11.4%)	2070(16.6%)	2000(17.0%)	2200(18.0%)
Perform. Mat.	12376(20.2%)	5305(22.5%)	5250(23.5%)	5500(24.5%)
Safety & Prot.	3892(19.1%)	3527(19.4%)	3445(20.0%)	3690(21.0%)
Other	5(NMF)	3(NMF)	5(NMF)	10(NMF)
Company Total	34723(17.7%)	25130(18.0%)	24800(19.0%)	26000(20.0%)

(A) Diluted eps. Excl. nonrec. items: '00, (54¢); '01, \$2.99; '02, (\$3.12); '03, (69¢); '04, (62¢); '05, (25¢); '06, 50¢; '07, (6¢); '08, (53¢); '09, (12¢); '11, (25¢); '12, (72¢); '13, (84¢); '14, (11¢); '15, (68¢). Excl. discon. items: '12, 34¢; '13, \$2.14; '14, 2¢; '15, 7¢. Egs. may not sum due to rounding. Next eps. rpt. late October. (B) Div'd paid mid-March, June, Sept., and Dec. ■ Div'd reinvest. plan available. (C) In mill. (D) Sold Textile division, 4/04. (E) Completed spinoff of The Chemours Company, 7/15. (F) Unranked due to upcoming merger.

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Company's Financial Strength A++
Stock's Price Stability 75
Price Growth Persistence 65
Earnings Predictability 60

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