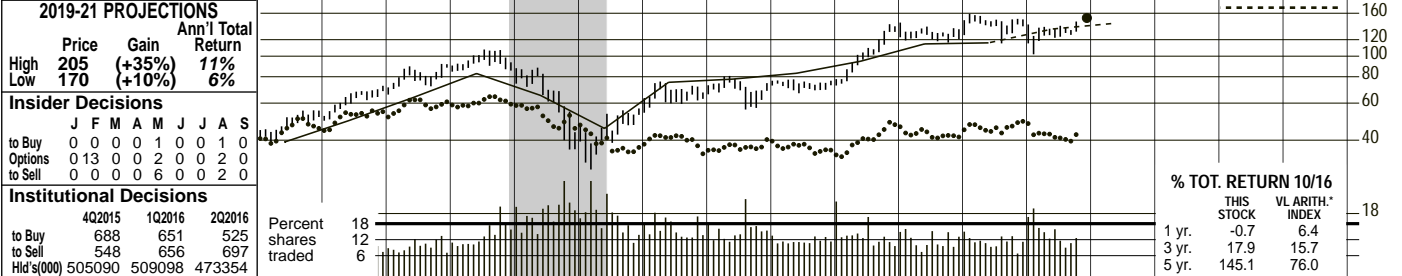


BOEING COMPANY NYSE-BA

RECENT PRICE **151.64** P/E RATIO **15.8** (Trailing: 16.6; Median: 18.0) RELATIVE P/E RATIO **0.82** DIV'D YLD **3.2%** VALUE LINE

TIMELINESS 3 Raised 9/2/16	High: 72.4	92.1	107.8	88.3	56.6	76.0	80.6	77.8	142.0	144.6	158.8	152.1			Target Price Range
SAFETY 1 Raised 6/13/14	Low: 49.5	65.9	84.6	36.2	29.0	54.1	56.0	66.8	72.7	116.3	115.1	102.1			2019 2020 2021
TECHNICAL 3 Raised 12/2/16	LEGENDS 11.0 x "Cash Flow" p sh Relative Price Strength Options: Yes Shaded area indicates recession														
BETA 1.05 (1.00 = Market)															



2019-21 PROJECTIONS		2000-2017													© VALUE LINE PUB. LLC		19-21				
Price	Gain																				
205	(+35%)																				
Low	(+10%)																				
170	6%	61.36	72.94	67.61	63.08	66.13	72.11	81.19	90.12	87.24	94.01	87.46	92.30	108.12	115.90	128.43	144.18	154.90	162.60	Revenues per sh	200.00
		4.77	5.10	4.72	2.82	3.57	4.50	5.78	7.53	5.94	4.13	6.85	7.08	7.56	8.60	10.40	10.51	12.25	13.05	"Cash Flow" per sh	16.80
		2.84	2.79	2.82	1.00	1.63	2.39	3.62	5.26	3.63	1.87	4.46	4.82	5.11	5.96	7.38	7.44	9.00	9.50	Earnings per sh ^A	12.50
		.59	.68	.68	.68	.85	1.05	1.25	1.45	1.62	1.68	1.68	1.68	1.76	1.94	2.92	3.64	4.36	4.80	Div'ds Decl'd per sh ^B	6.20
		1.11	1.34	1.25	.93	1.23	2.03	2.22	2.35	2.40	1.63	1.53	2.30	2.25	2.81	3.16	3.68	4.60	4.50	Cap'l Spending per sh	3.50
		13.18	13.57	9.62	10.17	14.23	14.54	6.25	12.22	d1.85	2.93	3.76	4.72	7.76	19.90	12.26	9.50	3.30	3.50	Book Value per sh ^C	15.25
		836.33	797.89	799.66	800.28	793.20	760.58	757.84	736.68	698.14	726.29	735.30	744.70	755.60	747.40	706.70	666.62	610.00	575.00	Common Shs Outst'g ^D	525.00
		17.1	18.6	14.1	33.4	29.4	26.0	22.2	17.9	18.3	24.1	14.7	14.5	14.3	17.3	17.4	19.3	20.0%	20.0%	Avg Ann'l P/E Ratio	15.0
		1.11	.95	.77	1.90	1.55	1.38	1.20	.95	1.10	1.61	.94	.91	.91	.97	.92	.98	2.5%	2.5%	Relative P/E Ratio	.95
		1.2%	1.3%	1.7%	2.0%	1.8%	1.7%	1.6%	1.5%	2.4%	3.7%	2.6%	2.4%	2.4%	1.9%	2.3%	2.5%	3.3%	3.3%	Avg Ann'l Div'd Yield	3.3%

CAPITAL STRUCTURE as of 9/30/16		2000-2017													© VALUE LINE PUB. LLC		19-21
Total Debt \$10456 mill. Due in 5 Yrs \$5000 mill.		61530	66387	60909	68281	64306	68735	81698	86623	90762	96114	94500	93500	Revenues (\$mill)	105000		
LT Debt \$9824 mill. LT Interest \$300 mill.		9.0%	11.1%	8.9%	5.4%	10.2%	10.7%	9.7%	9.4%	10.1%	9.4%	10.5%	10.5%	Operating Margin	10.5%		
(Total interest coverage '15: 26.3x)		1545.0	1486.0	1491.0	1666.0	1727.0	1660.0	1811.0	1844.0	1906.0	1833.0	1825	1875	Depreciation (\$mill) ^E	2000		
(82% of Cap'l)		2839.0	4058.0	2654.0	1335.0	3311.0	3614.0	3903.0	4586.0	5446.0	5176.0	5650	5625	Net Profit (\$mill)	6825		
Leases, Uncapitalized Annual Rentals \$267 mill.		28.6%	33.7%	33.6%	22.9%	26.5%	33.0%	34.0%	26.4%	23.7%	27.7%	20.0%	20.0%	Income Tax Rate	28.0%		
Pension Assets-12/15 \$56.5 bill. Oblig. \$74.4 bill.		4.6%	6.1%	4.4%	2.0%	5.1%	5.3%	4.8%	5.3%	6.0%	5.4%	6.0%	6.0%	Net Profit Margin	6.5%		
Pfd Stock None		d6718	d4258	d4961	2392.0	5177.0	8536.0	12327	13588	11068	17822	14000	15000	Working Cap'l (\$mill)	18000		
Common Stock 617,165,902 shs. as of 10/19/16		8157.0	7455.0	6952.0	12217	11473	10018	8973.0	8072.0	8141.0	8730.0	10000	10000	Long-Term Debt (\$mill)	8000		
MARKET CAP: \$93.6 billion (Large Cap)		4739.0	9004.0	d1294	2128.0	2766.0	3515.0	5867.0	14875	8665.0	6335.0	2000	2000	Shr. Equity (\$mill)	6000		
CURRENT POSITION		24.3%	26.5%	51.1%	11.3%	25.6%	29.0%	28.2%	20.8%	33.4%	35.3%	48.5%	48.0%	Return on Total Cap'l	49.5%		
(\$MILL.)		59.9%	45.1%	--	62.7%	NMF	NMF	66.5%	30.8%	62.9%	81.7%	NMF	NMF	Return on Shr. Equity	NMF		
Cash Assets		39.7%	32.9%	--	5.4%	74.4%	67.4%	44.0%	21.0%	38.4%	42.4%	NMF	NMF	Retained to Com Eq	59.5%		
Receivables		34%	27%	45%	91%	38%	34%	34%	32%	39%	48%	48%	51%	All Div'ds to Net Prof	50%		
Inventory (Avg Cst)		BUSINESS: The Boeing Company is a leading manufacturer of commercial aircraft. Manufactures the 737, 747, 767, 777, and 787. Also produces business jets, fighters (F-15, F/A-18), helicopters (CH-47, AH-64); guided weapons (Harpoon, Joint Direct Attack Munition), satellites, space launch systems, and manages the International Space Station. In 2015, foreign sales accounted for 59% of total; R&D: 3.4%. Has 161,400 employees. Off./dir. control about 0.6% of stock; State Street Corp., 10.5%; Evercore Trust, 6.3%; Cap'l World Investors, 6.5%; T. Rowe, 6.2%; Vanguard Group, 5.7% (4/16 proxy). CEO: Dennis A. Muilenburg. Chrmn.: W. James McNerney, Jr. Inc.: DE. Addr.: 100 North Riverside Plaza, Chicago, IL 60606-1596. Tel.: 312-544-2000. Web: www.boeing.com.															

Boeing shares have continued to recover. After declining 20% in early 2016, the issue has rebounded nicely. In fact, over the past half year, the stock price is up about 12%. The recent gain, in our view, can be attributed to the overall market performance, as well as investor enthusiasm in regard to Boeing's business prospects (discussed below). Lastly, the issue received a little jolt following the U.S. Presidential election. It appears that traders believe that a Trump Administration will benefit defense contractors. **Our near- and long-term outlooks for Boeing remain positive.** Although September-quarter results were largely unexciting, and included a year-over-year revenue decline and narrower margins, the company reached important milestones during the interim. More specifically, it kicked off production of its 500th 787 Dreamliner and began production of the 737 Max 9. We expect that both of these planes will experience heightened demand and deliveries in the years ahead. On a related note, Boeing's backlog is massive at over 5,600 planes valued at \$409 billion. What's more, additional bookings are like-

Cal-endar	QUARTERLY REVENUES (\$mill.)				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2013	18893	21815	22130	23785	86623
2014	20465	22045	23784	24468	90762
2015	22149	24543	25849	23573	96114
2016	22632	24755	23898	23215	94500
2017	22700	23200	24000	23600	93500

Cal-endar	EARNINGS PER SHARE ^A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2013	1.44	1.41	1.51	1.61	5.96
2014	1.28	2.24	1.86	2.02	7.38
2015	1.87	1.59	2.47	1.51	7.44
2016	1.83	2.17	2.62	2.38	9.00
2017	2.25	2.35	2.50	2.40	9.50

Cal-endar	QUARTERLY DIVIDENDS PAID ^B				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2012	.44	.44	.44	.44	1.76
2013	.485	.485	.485	.485	1.94
2014	.73	.73	.73	.73	2.92
2015	.91	.91	.91	.91	3.64
2016	1.09	1.09	1.09	1.09	

ly, thanks to a number of airlines now being on better financial footing, due to reduced fuel prices and vigorous demand for flights. Against this backdrop, we expect carriers to be eager to replace their aging fleets with new Boeing aircraft. As for the bottom line, our 2016 share-net estimate now stands at \$9.00. Although this is \$0.15 below our previous call, it still represents a year-over-year increase of 21%. For 2017 and beyond, we project that earnings will continue their upward trajectory, albeit at a more modest annual pace. **We continue to view Boeing as a core holding that would fit nicely in conservative portfolios.** Although the recent price recovery has made the current entry point less appealing, BA still offers worthwhile risk-adjusted 3- to 5-year total return prospects. This is due to Boeing's healthy business outlook, as well as management's increased focus on returning cash to shareholders. Specifically, we estimate that Boeing's dividend payout ratio will approach 50% of annual profits this year. Aggressive share buybacks should also continue to boost shareholder value. *Jan Gendler*
December 9, 2016

(A) Diluted eps. Excl. nonrecurr. gns./losses: '00, d40c; '01, 62c; '02, d\$2.21; '03, d11c; '04, 67c; '05, 72c; '06, d\$4c; '07, 2c; '08, 2c; '09, d3c; '10, 45c; '11, 52c; '15, d77c; 2nd Qtr. '16, d\$2.61; 3rd Qtr. '16, 98c. EPS may not sum to total due to round'g. Next eps. rpt. due late January. (B) Div'ds paid in early Mar., Jun., Sept., Dec. (C) Div'd rein. plan avail. (D) Incl in tang. In 2015: \$7.8 bill., \$11.70/sh. (E) In millions. (F) Depr. on accelerated basis.	Company's Financial Strength	A++
	Stock's Price Stability	80
	Price Growth Persistence	75
	Earnings Predictability	35