
 Other
Current Assets
Accts Payable Debt Due Other Current Liab.

| Current Liab. | 15667 |  | 20302 |  |
| :--- | ---: | :---: | :---: | :---: |
| ANNUAL RATES | Past | Past | Est'd '14-'16 |  |
| of change (per sh) | 10 Yrs. | 5 Yrs. | to '20-'22 |  |
| Sales | $7.0 \%$ | $7.5 \%$ | $2.0 \%$ |  |
| "Cash Flow" | $7.5 \%$ | $8.5 \%$ | $6.5 \%$ |  |
| Earnings | $8.0 \%$ | $7.0 \%$ | $7.5 \%$ |  |
| Dividends | $12.5 \%$ | $8.0 \%$ | $3.5 \%$ |  |
| Book Value | $7.5 \%$ | $8.5 \%$ | $4.5 \%$ |  |


| Calendar | QUARTERLY SALES (\$ mill.) |  |  |  | Full Year |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Mar. 31 | Jun. 30 | Sep. 30 | Dec. 31 |  |
| 2014 | 12764 | 13831 | 14554 | 14721 | 55870 |
| 2015 | 12781 | 13195 | 14465 | 14914 | 55355 |
| 2016 | 13702 | 13533 | 15778 | 16374 | 59387 |
| 2017 | 14796 | 14410 | 15310 | 15644 | 60160 |
| 2018 | 15075 | 14800 | 15750 | 16105 | 61730 |
| Calendar | EARNINGS PER SHARE A |  |  |  | Full <br> Year |
|  | Mar. 31 | Jun. 30 | Sep. 30 | Dec. 31 |  |
| 2014 | . 36 | . 55 | . 66 | . 74 | 2.31 |
| 2015 | . 40 | . 55 | . 64 | . 74 | 2.33 |
| 2016 | . 54 | . 59 | . 80 | . 79 | 2.72 |
| 2017 | . 66 | . 68 | . 74 | . 77 | 2.85 |
| 2018 | . 69 | . 70 | . 77 | . 79 | 2.95 |
| Cal-endar | QUARTERLY DIVIDENDS PAID ${ }^{\text {B }}$ |  |  |  | FullYear |
|  | Mar. 31 | Jun. 30 | Sep. 30 | Dec. 31 |  |
| 2013 | . 225 | . 225 | . 225 | . 225 | . 90 |
| 2014 | . 225 | . 225 | . 225 | . 225 | . 90 |
| 2015 | . 24 | . 24 | . 24 | . 24 | . 96 |
| 2016 | . 26 | . 26 | . 26 | . 26 | 1.04 |
| 2017 | . 26 | . 273 |  |  |  |

BUSINESS: Intel is a leading manufacturer of integrated circuits.
Markets served: primarily makers of personal computers; also communications, industrial automation, military, and other electronic equipment. Main products: microprocessors (notably, the Pentium series), microcontrollers, and memory chips. Also sells computer modules and boards, and network products. Foreign business:
Intel posted healthy comparisons for the March interim. Revenues docked in at nearly $\$ 14.8$ billion, which was an $8 \%$ advance from last year's tally. Results were even stronger at the bottom line, as share net increased $22 \%$, to $\$ 0.66$. Reve nue growth was broadbased, as virtually every segment posted a revenue improvement. The nonvolatile memory division led the way with a 55\% gain compared to last year. The Programmable Solutions group, Internet of Things, Client Computing unit, and Data Center division all registered an uptick from last year's comparable-period tally. The only segment that declined was the Intel Security group, where revenues slipped just $1 \%$.
We forecast steady bottom-line gains over the next two years, assuming a decent economy. Management gave solid guidance for both the J une quarter and for full-year 2017. On point, second-quarter revenues will likely be about $\$ 14.4$ billion, while earnings per share ought to be around the $\$ 0.68$ mark. For all of 2017, revenues are likely to be approximately $\$ 60$ billion, with share net of $\$ 2.85$. We are cautiously optimistic that Intel can hit its
about $78 \%$ of ' 16 sales. R\&D: $21 \%$ of sales. ' 16 dep. rate: $7.0 \%$. Has 106,000 empl. Off./dir. own less than $1 \%$ of common shares; The Vanguard Group, 6.6\%; BlackRock, 6.3\%. (4/17 proxy). Chair.: Andy Bryant. Pres.: Venkata Renduchintala. CEO: Brian Krzanich. Incorp.: DE. Address: 2200 Mission College Blvd., Santa Clara, CA 95054. Tel.: 408-765-8080. Internet: www.intc.com.
targets, though the macroeconomy is a significant factor that bears watching. At this juncture, we look for moderate GDP advances over 2017, as the Federal Reserve gradually raises borrowing costs.

## We look for share net to advance at a

 high-single-digit clip over the pull to 2020-2022. The company's announcement that it will buy Mobileye NV, a developer of computer vision and mapping for driver assistance and autonomous driving technologies, ought to provide a shot in the arm to long-term profits. (We will not include this purchase until it is consummated, as per Value Line convention. It is expected to close by the end of this year and be immediately accretive to earnings.) These shares now carry our Highest (1) rank for Timeliness. They are also a solid choice for conservative investors seeking a presence in the semiconductor industry. Intel is a household name, and its immense size and strong leadership give it a leg up on the competition. A solid dividend yield also helps to sweeten the pot, while increases are highly likely and ought to be well covered by cash flow. Alan G. HouseJ une 30, 2017

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[^0]:    A) Dil. egs. Excl. nonrecurr. gains (losses): 01, (34¢); '02, (5¢); '03, (1¢); '10, (4¢); '16, (60¢). Next egs. report due late July.

