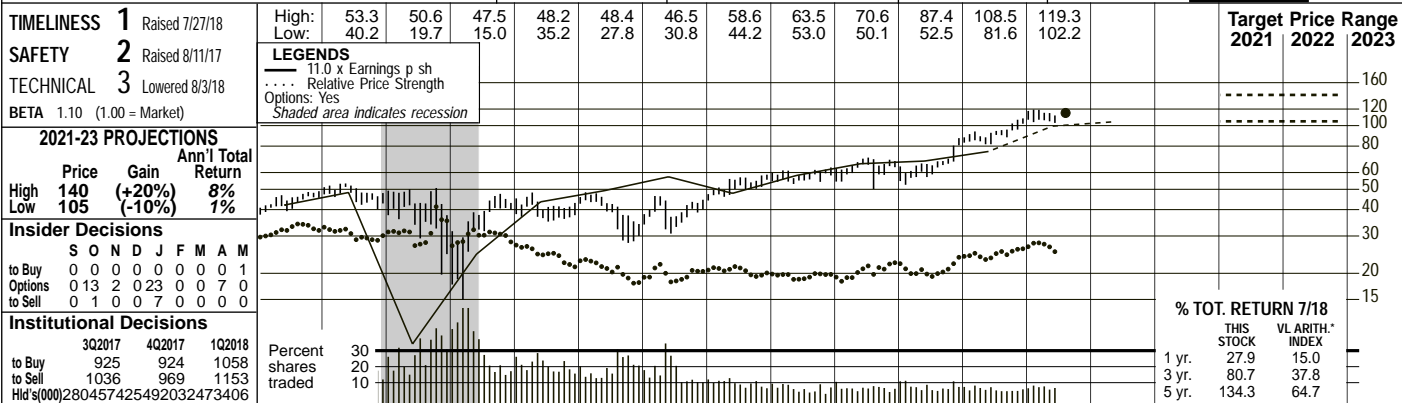


JPMORGAN CHASE NYSE-JPM

RECENT PRICE **114.95** P/E RATIO **12.7** (Trailing: 14.1, Median: 11.0) RELATIVE P/E RATIO **0.68** DIV'D YLD **2.8%** VALUE LINE



2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	© VALUE LINE PUB. LLC	21-23
.80	3.24	2.86	2.95	3.82	4.38	.84	2.24	3.96	4.48	5.20	4.35	5.29	6.00	6.19	6.87	9.05	9.50	Earnings per sh ^A	11.00
1.36	1.36	1.36	1.36	1.36	1.48	1.52	.20	1.00	1.20	1.44	1.58	1.72	1.88	2.12	2.72	3.20	3.20	Div'ds Decl'd per sh ^B	3.80
20.66	22.10	29.61	30.71	33.45	36.59	36.15	39.88	43.04	46.60	51.27	53.25	57.08	60.46	64.06	67.04	70.75	75.95	Book Value per sh ^C	95.50
1998.7	2042.6	3556.2	3486.7	3461.7	3367.4	3732.8	3942.0	3910.3	3771.8	3803.5	3756.1	3714.0	3663.5	3561.2	3425.3	3275.0	3150.0	Common Shs Outst'g ^D	2900.0
NMF	9.7	13.5	12.2	11.5	10.9	NMF	15.8	10.2	8.8	7.5	11.9	11.0	10.6	10.6	13.4	13.4	13.4	Avg Ann'l P/E Ratio	11.0
NMF	.55	.71	.65	.62	.58	NMF	1.05	.65	.55	.48	.67	.58	.53	.53	.67	.67	.67	Relative P/E Ratio	.70
4.7%	4.3%	3.5%	3.8%	3.1%	3.1%	3.8%	.6%	.5%	2.5%	3.1%	2.8%	2.7%	2.7%	2.9%	2.3%	2.3%	2.3%	Avg Ann'l Div'd Yield	3.1%

CAPITAL STRUCTURE as of 6/30/18										2175052		2031989		2117605		2265792		2359141		2415689		2573126		2351698		2490972		2533600		2700000		2875000		Total Assets (\$mill)		3250000	
LT Debt \$273.1 bill. Due in 5 Yrs \$192.7 bill.										721734		601856		660661		696111		711860		722154		743151		823744		880989		917093		970000		1030000		Loans (\$mill)		1220000	
LT Interest \$8.0 bill.										38779		51152		51001		47689		44910		43319		43634		43510		46083		50097		54500		58500		Net Interest Inc (\$mill)		67000	
LT Debt incl. \$2.3 bill. junior subordinated deferrable interest debentures held by trusts that guaranteed capital securities										20979		32015		16639		7574.0		3385.0		22.05		3139.0		3827.0		5361.0		5290.0		5200		6000		Loan Loss Prov'n (\$mill)		8000	
Pension Assets-12/17 \$19.6 bill. Oblig. \$16.7 bill.										28473		49282		51693		49545		52121		53287		50571		50033		49585		48882		55500		56000		Noninterest Inc (\$mill)		62000	
Pfd Stock \$26.068 bill. Pfd Div'd \$1.6 bill.										43500		52352		61196		62911		64729		70467		61274		59014		55771		58434		64000		67000		Noninterest Exp (\$mill)		76000	
Common Stock 3,360,900,000 shares										3699.0		11652		17370		18976		21284		17923		21762		24442		24733		26481		32850		33075		Net Profit (\$mill)		34850	
MARKET CAP: \$386 bill. (Large Cap)										--		27.5%		30.1%		29.1%		26.4%		30.8%		27.0%		20.4%		28.4%		24.9%		20.0%		20.0%		Income Tax Rate		22.0%	
ASSETS(\$mill.)										.18%		.57%		.82%		.85%		.90%		.74%		.85%		1.04%		.99%		1.05%		1.20%		1.15%		Return on Total Assets		1.05%	
Loans										270683		266318		247669		256775		249024		267889		276836		288651		295245		284080		270000		260000		Long-Term Debt (\$mill)		350000	
Funds Sold										166884		165365		176106		183573		204069		211178		232065		247573		254190		255693		257800		265250		Shr. Equity (\$mill)		303000	
Securities										7.9%		8.1%		8.3%		8.1%		8.7%		8.7%		9.0%		10.5%		10.2%		10.1%		9.5%		9.0%		Shr. Eq. to Total Assets		9.5%	
Other Earning										33.2%		29.6%		31.2%		30.7%		30.2%		29.9%		28.9%		35.0%		35.4%		36.2%		36.0%		36.0%		Loans to Tot Assets		37.5%	
Other										2.2%		7.0%		9.9%		10.3%		10.4%		8.5%		9.4%		9.9%		9.7%		10.4%		12.5%		12.5%		Return on Shr. Equity		11.5%	
LIABILITIES(\$mill.)										NMF		6.0%		9.4%		8.1%		8.2%		5.8%		6.9%		7.4%		7.0%		7.6%		9.5%		9.0%		Retained to Com Eq		8.0%	
Deposits										NMF		18%		9%		25%		25%		36%		33%		33%		34%		35%		33%		36%		All Div'ds to Net Prof		37%	
Deposits Borrowed										2175052		2031989		2117605		2265792		2359141		2415689		2573126		2351698		2490972		2533600		2700000		2875000		Total Assets (\$mill)		3250000	
Funds Sold										721734		601856		660661		696111		711860		722154		743151		823744		880989		917093		970000		1030000		Loans (\$mill)		1220000	
Securities										38779		51152		51001		47689		44910		43319		43634		43510		46083		50097		54500		58500		Net Interest Inc (\$mill)		67000	
Other Earning										20979		32015		16639		7574.0		3385.0		22.05		3139.0		3827.0		5361.0		5290.0		5200		6000		Loan Loss Prov'n (\$mill)		8000	
Other										28473		49282		51693		49545		52121		53287		50571		50033		49585		48882		55500		56000		Noninterest Inc (\$mill)		62000	
Total										43500		52352		61196		62911		64729		70467		61274		59014		55771		58434		64000		67000		Noninterest Exp (\$mill)		76000	
Loan Loss Resrv.										3699.0		11652		17370		18976		21284		17923		21762		24442		24733		26481		32850		33075		Net Profit (\$mill)		34850	

BUSINESS: JPMorgan Chase & Co. is a global financial services firm with operations in over 60 nations. As of 6/30/18, 5,091 branches. Merged with Washington Mutual, 9/08; Bank One, 7/04. Operations include consumer & community banking, corporate & investment banking, commercial banking, and asset management. Net loan losses: .60% of average loans in '17. On 6/30/18, loan loss reserve, 1.40% of loans; nonaccrual loans (excluding 90-day past due), .56%. Had 252,942 employees on 6/30/18. Directors & officers own less than 1% of common stock; BlackRock, 6.5%; The Vanguard Group, 7.25% (Proxy, 4/18). Chairman & CEO: James Dimon. Inc.: DE. Address: 270 Park Ave., NY, NY 10017. Tel.: 212-270-6000. Internet: www.jpmorganchase.com.

ANNUAL RATES	Past 10 Yrs.	Past 5 Yrs.	Est'd '15-'17 to '21-'23
Loans	6.0%	6.5%	9.5%
Earnings	5.5%	7.0%	9.5%
Dividends	3.0%	19.0%	12.0%
Book Value	6.5%	6.5%	7.0%
Total Assets	5.5%	3.5%	8.5%

Cal-endar	LOANS (\$ mill.)			
	Mar.31	Jun.30	Sep.30	Dec.31
2015	750120	777332	795991	823744
2016	833319	858577	873850	880989
2017	882561	895404	900222	917093
2018	921049	935164	950000	970000
2019	975000	990000	1010000	1030000

Cal-endar	EARNINGS PER SHARE ^A				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2015	1.45	1.54	1.68	1.32	6.00
2016	1.35	1.55	1.58	1.71	6.19
2017	1.65	1.70	1.76	1.76	6.87
2018	2.37	2.29	2.20	2.19	9.05
2019	2.35	2.40	2.35	2.40	9.50

Cal-endar	QUARTERLY DIVIDENDS PAID ^B				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2014	.38	.38	.40	.40	1.56
2015	.40	.40	.44	.44	1.68
2016	.44	.44	.48	.48	1.84
2017	.48	.50	.50	.56	2.04
2018	.56	.56	.56		

JPMorgan is having a good year. Following a strong March-period showing, the company's earnings set a quarterly record in the June term, even absent the benefit of tax reform. Excluding two unusual items (a \$330 million credit card rewards liability adjustment and a \$174 million loss on the liquidation of a legal entity), share net would have been \$0.10 higher. The company views the card rewards adjustment as a sign of healthy customer engagement and credit card usage. Results benefited from good global economic growth, especially in the United States (which lifted loan demand and client activity), and recent interest-rate hikes. A pick-up in market volatility in the June term boosted capital markets revenues.

The outlook for the remainder of 2018 and 2019 is mostly positive. To be sure, the banking business is cyclical, but the global economy on the whole still appears strong. Commercial loan growth stateside probably hasn't benefited fully from tax reform yet. We look for JPMorgan's loan portfolio to expand at a mid-single-digit pace. Too, higher interest rates ought to help lift net interest income, although

pressure to raise deposit rates is likely to increase eventually. Meanwhile, the company's strong positions in the credit card and investment banking businesses should work in its favor. It recently launched a number of new card products. And management indicated that the pipeline of investment banking deals remains strong. On the expense front, spending on digital technology and strategic staff, which accounted for about a third of expenses in the June term, is likely to stay high. But the credit-quality climate appears benign. In all, we are raising our share-net estimates for 2018 and 2019 by \$0.30 and \$0.25, respectively.

JPMorgan shares, ranked 1 (Highest) for Timeliness, continue to trade within the issue's 3- to 5-year Target Price Range. The stock price already reflects a lot of the issue's total return potential to 2021-2023. But income-minded investors may want to consider the shares. The Federal Reserve recently approved JPMorgan's capital plans, which includes a 43% hike in the quarterly payout, to \$0.80 a share.

Theresa Brophy
 August 10, 2018

(A) Diluted earnings. Quarterly earnings per share in '15 do not sum due to change in shares. Excludes unusual expenses: '04, \$1.31; '05, \$0.57; '17, \$0.56. Excludes income from discontinued operations: '06, \$0.17. Excl. extraordinary gain: '08, \$0.53; '09, \$0.02. Next earnings report mid-Oct. (B) Dividends historically paid late Jan., Apr., July, Oct. (C) Incl. intangibles: on 6/30/18, \$54.5 bill., \$16.23/sh. (D) In millions.

© 2018 Value Line, Inc. All rights reserved. Factual material is obtained from sources believed to be reliable and is provided without warranties of any kind. THE PUBLISHER IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS HEREIN. This publication is strictly for subscriber's own, non-commercial, internal use. No part of it may be reproduced, resold, stored or transmitted in any printed, electronic or other form, or used for generating or marketing any printed or electronic publication, service or product.

Company's Financial Strength A+
Stock's Price Stability 85
Price Growth Persistence 55
Earnings Predictability 70

To subscribe call 1-800-VALUELINE