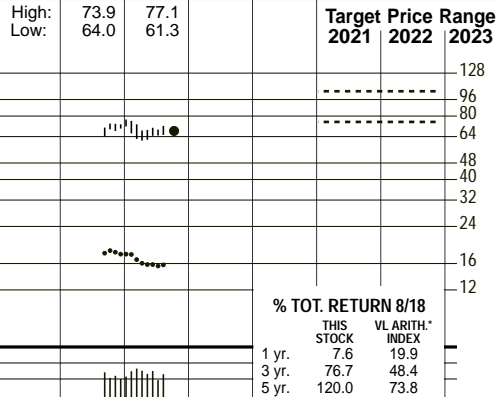


DOWDUPONT NYSE-DWDP

RECENT PRICE **67.95** P/E RATIO **15.8** NMF NMF RELATIVE P/E RATIO **0.87** DIV'D YLD **2.4%** VALUE LINE

TIMELINESS — D
SAFETY **2** New 10/6/17
TECHNICAL — D
BETA NMF (1.00 = Market)

LEGENDS
... Relative Price Strength
Options: Yes
Shaded area indicates recession



2021-23 PROJECTIONS
Ann'l Total
Price Gain Return
High 105 (+55%) 13%
Low 80 (+20%) 7%

Insider Decisions
N D J F M A M J J
to Buy 0 1 0 0 0 0 0 0 0
Options 4 13 1 5 13 14 2 14 0
to Sell 4 1 1 2 1 0 2 2 0

Institutional Decisions
4Q2017 1Q2018 2Q2018
to Buy 819 800 795
to Sell 642 891 841
Hld's(000)162442116263541624491
Percent shares traded 15 10 5

DowDuPont was formed with the merger of diversified chemicals manufacturers DuPont and Dow Chemical on August 31, 2017. DuPont shareholders received 1.282 shares of DowDuPont for each unit owned. Stockholders of Dow Chemical received one share of DowDuPont for each unit owned. Shares of DowDuPont commenced trading on the New York Stock Exchange on September 1, 2017.

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017 ^c	2018	2019	© VALUE LINE PUB. LLC	21-23
Sales per sh	--	--	--	--	--	--	--	--	--	34.17	39.30	42.65	Sales per sh	57.15
"Cash Flow" per sh	--	--	--	--	--	--	--	--	--	4.81	6.75	7.70	"Cash Flow" per sh	10.10
Earnings per sh ^A	--	--	--	--	--	--	--	--	--	3.07	4.10	4.75	Earnings per sh ^A	6.20
Div'ds Decl'd per sh ^E	--	--	--	--	--	--	--	--	--	.38	1.52	1.68	Div'ds Decl'd per sh ^E	2.20
Cap'l Spending per sh	--	--	--	--	--	--	--	--	--	1.53	1.45	1.80	Cap'l Spending per sh	2.60
Book Value per sh	--	--	--	--	--	--	--	--	--	43.11	45.40	48.00	Book Value per sh	56.20
Common Shs Outst'g ^B	--	--	--	--	--	--	--	--	--	2327.3	2290.0	2250.0	Common Shs Outst'g ^B	2100.0
Avg Ann'l P/E Ratio	--	--	--	--	--	--	--	--	--	17.7	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	15.0
Relative P/E Ratio	--	--	--	--	--	--	--	--	--	.88			Relative P/E Ratio	.85
Avg Ann'l Div'd Yield	--	--	--	--	--	--	--	--	--	.7%			Avg Ann'l Div'd Yield	2.4%
Sales (\$mill)	--	--	--	--	--	--	--	--	--	79535	90000	96000	Sales (\$mill)	120000
Operating Margin	--	--	--	--	--	--	--	--	--	14.0%	15.0%	16.0%	Operating Margin	15.0%
Depreciation (\$mill)	--	--	--	--	--	--	--	--	--	3969	6000	6500	Depreciation (\$mill)	8000
Net Profit (\$mill)	--	--	--	--	--	--	--	--	--	7223	9490	10805	Net Profit (\$mill)	13175
Income Tax Rate	--	--	--	--	--	--	--	--	--	7.5%	20.0%	21.0%	Income Tax Rate	21.0%
Net Profit Margin	--	--	--	--	--	--	--	--	--	9.1%	10.5%	11.3%	Net Profit Margin	11.0%
Working Cap'l (\$mill)	--	--	--	--	--	--	--	--	--	23765	25000	30000	Working Cap'l (\$mill)	40000
Long-Term Debt (\$mill)	--	--	--	--	--	--	--	--	--	30056	28500	31000	Long-Term Debt (\$mill)	40000
Shr. Equity (\$mill)	--	--	--	--	--	--	--	--	--	100330	104000	108000	Shr. Equity (\$mill)	118000
Return on Total Cap'l	--	--	--	--	--	--	--	--	--	6.0%	7.5%	8.0%	Return on Total Cap'l	9.0%
Return on Shr. Equity	--	--	--	--	--	--	--	--	--	7.2%	9.0%	10.0%	Return on Shr. Equity	11.0%
Retained to Com Eq	--	--	--	--	--	--	--	--	--	6.3%	6.0%	6.5%	Retained to Com Eq	7.5%
All Div'ds to Net Prof	--	--	--	--	--	--	--	--	--	12%	37%	35%	All Div'ds to Net Prof	35%

CAPITAL STRUCTURE as of 6/30/18
Total Debt \$34250 mill. Due in 5 Yrs \$20391 mill.
LT Debt \$26850 mill. LT Interest \$1120 mill. (21% of Cap'l)

Pfd Stock None

Common Stock 2,307,376,875 shs. as of 7/31/18
MARKET CAP: \$157 billion (Large Cap)

CURRENT POSITION (\$MILL.)	2016	2017	6/30/18
Cash Assets	--	14394	9751
Receivables	--	11314	15379
Inventory (Avg Cost)	--	16992	15630
Other	--	7193	7137
Current Assets	--	49893	47897
Accts Payable	--	12861	12645
Debt Due	--	4015	7400
Other	--	9252	8065
Current Liab.	--	26128	28110

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '15-'17 to '21-'23
Sales	--	--	NMF
"Cash Flow"	--	--	NMF
Earnings	--	--	NMF
Dividends	--	--	NMF
Book Value	--	--	NMF

Cal-endar	QUARTERLY SALES (\$ mill.) ^C				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2015	--	--	--	--	--
2016	--	--	--	--	--
2017	--	--	--	20066	79535
2018	21510	24245	21500	22745	90000
2019	23500	25000	23500	24000	96000

Cal-endar	EARNINGS PER SHARE ^{A,C}				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2015	--	--	--	--	--
2016	--	--	--	--	--
2017	--	--	--	.74	3.07
2018	1.01	1.26	.85	.98	4.10
2019	1.20	1.40	.95	1.20	4.75

Cal-endar	QUARTERLY DIVIDENDS PAID ^E				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2014	--	--	--	--	--
2015	--	--	--	--	--
2016	--	--	--	--	--
2017	--	--	--	.38	.38
2018	.38	.38	.38	--	--

BUSINESS: DowDuPont is a holding company formed with the merger of diversified chemicals manufacturers DuPont and Dow Chemical in August of 2017. It operates on a global scale, manufacturing a wide range of products to many different markets, including agriculture, medical, protective apparel, electronics, and nutrition. The company has eight reportable segments. Off. & dir. own .4% of

Shares of DowDuPont have advanced slightly in price over the past three months. Revenues of \$24.2 billion represented year-over-year growth of 17%, on a pro-forma basis. The Agriculture division benefited from a recovery from weather-related delays experienced earlier in the year along with local price gains. Total insecticide sales advanced at a good pace. Meanwhile, the Materials Science division gained from increasing production by the Sadara joint venture and greater North American demand for certain products. Elsewhere, the Specialty Products division benefited from the acquisition of FMC's Health & Nutrition business, as well as increased demand for specialty proteins. This division also capitalized on strength in automotive, electronics, aerospace, and healthcare markets. GAAP earnings per share were \$0.76. Adjusted for significant items, share net was \$1.26. **We anticipate solid growth going forward.** DowDuPont ought to further benefit as broad-based consumer strength drives economic expansion. Leading indicators continue to suggest increased global economic activity. Currency fluctua-

tions and higher raw material costs could present headwinds. Nevertheless, much of the company's portfolio is likely to experience healthy growth in the coming quarters. **Separation plans continue to proceed.** DowDuPont is expected to separate into three distinct entities by June of next year. The Materials Science division will be named Dow. It will probably begin operating as a stand-alone company by the beginning of April of 2019. Elsewhere, the Agriculture division will be called Corteva Agriscience, and the Specialty Products division will be named DuPont. These will become separate companies by June 1, 2019. The senior leadership teams for the three businesses have been announced. **This equity remains unranked for timeliness, due to its short trading history.** Long-term total return potential appears fairly solid, on a risk-adjusted basis. This is supported by a healthy dividend yield. Nevertheless, a pullback in the share price some time in the future may offer patient investors a more compelling entry point. *Michael Napoli, CFA* *October 5, 2018*

(A) Based on diluted shares. Excludes non-recurring gain (loss): '17, (\$1.90); '18, (\$1.04). Next earnings report due early November. (B) In millions. (C) Results for 2017 based on Pro forma data. Quarterly breakdown not available for 2017; totals do not sum. (D) Unranked due to short trading history. (E) Dividend initiated in December of 2017. Dividends paid in March, June, September, and December.

Company's Financial Strength	A+
Stock's Price Stability	NMF
Price Growth Persistence	NMF
Earnings Predictability	NMF