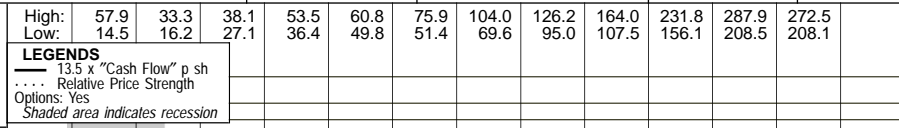


UNITEDHEALTH GRP. NYSE-UNH

RECENT PRICE **242.06** P/E RATIO **16.5** (Trailing: 17.9; Median: 13.0) RELATIVE P/E RATIO **1.00** DIV'D YLD **1.5%**

VALUE LINE

TIMELINESS 2 Raised 3/15/19
SAFETY 1 Raised 6/13/14
TECHNICAL 4 Lowered 6/7/19
BETA 1.00 (1.00 = Market)



Target Price	Range	
2022	2023	2024
		640
		480
		400
		320
		240
		200
		160
		120
		80
		60

2022-24 PROJECTIONS

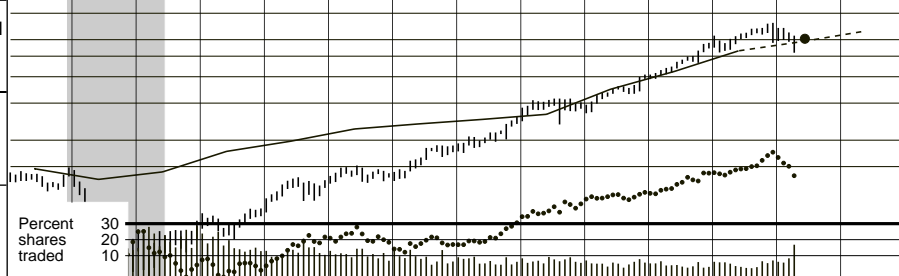
Price	Gain	Ann'l Total Return
High 385	(+60%)	14%
Low 315	(+30%)	9%

Insider Decisions

	J	A	S	O	N	D	J	F	M
to Buy	0	0	0	0	0	0	0	0	0
Options	9	2	17	8	1	17	8	16	8
to Sell	2	3	4	0	3	0	2	0	1

Institutional Decisions

	2Q2018	3Q2018	4Q2018
to Buy	803	808	922
to Sell	729	759	821
Hlds(000)	823585	825036	824140



% TOT. RETURN 4/19

	THIS STOCK	VLARITH. INDEX
1 yr.	-0.0	5.6
3 yr.	85.2	37.6
5 yr.	235.8	44.9

2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	© VALUE LINE PUB. LLC	22-24
24.72	28.94	33.41	53.19	60.20	67.60	75.97	86.70	95.20	108.56	123.98	136.77	164.86	194.16	207.59	235.67	257.25	279.90	Revenues per sh	352.15
1.82	2.30	2.76	3.59	4.35	3.86	4.20	5.25	5.86	6.71	7.09	7.44	7.88	10.34	12.55	15.71	17.40	19.55	"Cash Flow" per sh	25.65
1.48	1.97	2.48	2.97	3.42	2.95	3.24	4.10	4.73	5.28	5.50	5.70	6.01	8.05	10.07	12.87	14.70	16.60	Earnings per sh ^A	22.00
.01	.02	.03	.03	.03	.03	.03	.41	.61	.80	1.05	1.41	1.88	2.38	2.88	3.45	3.90	4.80	Div'ds Decl'd per sh ^B	6.00
.30	.27	.37	.54	.70	.66	.64	.81	1.00	1.05	1.32	1.60	1.63	1.79	2.09	2.15	2.35	2.40	Cap'l Spending per sh	2.60
4.40	8.33	13.06	15.47	16.01	17.30	20.58	23.78	26.44	30.60	32.54	34.02	35.39	40.10	49.30	53.85	60.00	67.20	Book Value per sh ^C	86.00
1166.0	1286.0	1358.0	1345.0	1253.0	1201.0	1147.0	1086.0	1070.0	1019.0	988.00	954.00	953.00	952.00	969.00	960.00	950.00	945.00	Common Shs Outst'g ^D	930.00
16.4	17.1	20.7	17.2	15.3	10.9	8.1	8.0	9.8	10.4	11.9	14.7	19.4	16.8	18.4	19.3	16.0	16.0	Avg Ann'l P/E Ratio	16.0
.93	.90	1.10	.93	.81	.66	.54	.51	.61	.66	.67	.77	.98	.88	.93	1.04	1.04	1.04	Relative P/E Ratio	.90
NMF	NMF	.1%	.1%	.1%	.1%	.1%	1.2%	1.3%	1.5%	1.6%	1.7%	1.6%	1.8%	1.5%	1.4%	1.5%	1.4%	Avg Ann'l Div'd Yield	1.7%

CAPITAL STRUCTURE as of 3/31/19
 Total Debt \$38338 mill. Due in 5 Yrs \$16000 mill.
 LT Debt \$34419 mill. LT Interest \$1895 mill.
 (38% of Cap'l)
 Leases, Uncapitalized Annual rentals \$669.0 mill.
 No Defined Benefit Pension Plan
 Pfd Stock None
 Common Stock 950,343,113 shs. as of 4/30/19
 MARKET CAP: \$230 billion (Large Cap)

87138	94155	101862	110618	122489	130474	157107	184840	201159	226247	244400	264525	Revenues (\$mill)	32750
8.4%	9.5%	9.4%	9.5%	9.0%	9.0%	8.1%	8.5%	9.0%	9.0%	9.5%	10.0%	Operating Margin	14.0%
991.0	1064.0	1124.0	1309.0	1375.0	1478.0	1693.0	2055.0	2245.0	2428.0	2560	2775	Depreciation (\$mill)	3400
3822.0	4634.0	5142.0	5526.0	5625.0	5619.0	5813.0	7792.0	9918.0	12654	13965	15690	Net Profit (\$mill)	20460
34.2%	37.2%	35.4%	35.9%	36.4%	41.8%	42.6%	37.9%	30.2%	21.4%	22.0%	23.0%	Income Tax Rate	24.0%
4.4%	4.9%	5.0%	5.0%	4.6%	4.3%	3.7%	4.2%	4.9%	5.6%	5.7%	5.9%	Net Profit Margin	6.2%
d3963	d5307	d3572	d6064	d7501	d7067	d11259	d15373	d13379	d14517	d16500	d15250	Working Cap'l (\$mill)	d12000
9009.0	8662.0	10656	14041	14891	16007	25460	25777	28835	34581	34000	32000	Long-Term Debt (\$mill)	26000
23606	25825	28292	31178	32149	32454	33725	38177	47776	51696	57000	63500	Shr. Equity (\$mill)	80000
12.6%	14.1%	13.9%	12.9%	12.6%	12.1%	10.4%	13.0%	13.7%	15.5%	16.5%	17.5%	Return on Total Cap'l	20.0%
16.2%	17.9%	18.2%	17.7%	17.5%	17.3%	17.2%	20.4%	20.8%	24.5%	24.5%	24.5%	Return on Shr. Equity	25.5%
16.0%	16.2%	15.9%	15.1%	14.2%	13.1%	11.9%	14.5%	15.0%	18.1%	18.0%	17.5%	Retained to Com Eq	18.5%
1%	10%	13%	15%	19%	24%	31%	29%	28%	26%	27%	29%	All Div'ds to Net Prof	27%

CURRENT POSITION (SMILL)

	2017	2018	3/31/19
Cash Assets	15490	14324	15710
Receivables	9568	11388	12826
Other	12026	12980	14279
Current Assets	37084	38692	42815
Accts Payable	15180	16705	16900
Debt Due	2857	1973	3919
Other	32426	34531	38114
Current Liab.	50463	53209	58933

BUSINESS: UnitedHealth Group is a diversified health/well-being company. It offers products/services to individuals through four segments: UnitedHealthcare (network-based health care benefits), OptumHealth, OptumInsight, and OptumRx (information and technology based health services, consulting, and PBM). Acquired Oxford 7/04; PacifiCare Health 12/05; Sierra Health Svcs. 2/08; Unison

Health 5/08; Amil P. 4/13. Medical cost ratio: 81.6% in 2018. Has about 260,000 employees. Vanguard owns 7.4% of common; BlackRock, 7.3%; FMR LLC, 6.8%; and dirs., 0.8% (4/19 Proxy). CEO: David Wichmann; CFO: John F. Rex. Inc.: Minnesota. Address: 9900 Bren Road East, Minnetonka, MN 55343. Telephone: 952-936-1300. Web: www.unitedhealthgroup.com.

ANNUAL RATES

	Past 10 Yrs	Past 5 Yrs	Est'd '16-'18 to '22-'24
Revenues	13.5%	14.0%	9.0%
"Cash Flow"	12.5%	14.5%	12.0%
Earnings	12.5%	15.0%	14.0%
Dividends	58.0%	28.5%	13.0%
Book Value	11.5%	10.0%	11.0%

UnitedHealth Group has caught the brunt of the negativity surrounding the Medicare for all bandwagon. UNH shares have been one of the stronger Dow Jones performers in recent years, but the stock is down over 10% of late, as Democratic candidates throwing their hat in the 2020 election race have plans for universal healthcare. Led by Senator Bernie Sanders, momentum here is growing, but the path to this goal is not yet fully defined. Regardless, Wall Street sees the effects such policies could have on industry regulations and corporate profits of healthcare providers, hospitals, and managed care entities, and is cycling out of the medical services space. Clearly, this type of wholesale disruption to the system would be far from ideal for UNH, but we think the drop in the share price is overdone given that much of this chatter is in the early stages and the election is still more than a year off. Too, efforts to get the ball rolling on these types of Medicare for all plans have fizzled out in the past. **Earnings growth should equate to roughly 15% for 2019.** With the background noise turned up, UnitedHealth

continues to perform admirably. First-quarter results trumped expectations and we have lifted our full-year earnings outlook by a nickel, to \$14.70. The healthcare legacy business has been posting solid growth metrics in recent quarters, and the Optum branches remain the envy of the rest of the sector. In fact, its pharmacy benefits arm is so desired by others in this space that some give it credit as the driving force behind the industry's consolidation trend (CVS/Aetna) that should in time change the way healthcare is brought to consumers in the United States. **While we think performance will remain strong, this equity is apt to trade on political headlines in the weeks heading up to a mid-July earnings report.** Meetings in Washington are being held on the Medicare matter and the news that comes from these, as well as the press releases/statements from potential candidates, should move the needle on UNH shares one way or the other. **That said, these shares are a timely selection at this juncture.** Longer-term accounts should take a pass here, for now. *Erik M. Manning* June 7, 2019

QUARTERLY REVENUES (\$ mill.)

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2016	44527	46485	46293	47535	184840
2017	48723	50053	50322	52061	201159
2018	55188	56086	56556	58417	226247
2019	60308	60620	60870	62602	244400
2020	65325	65650	65900	67650	264525

EARNINGS PER SHARE^A

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2016	1.81	1.96	2.17	2.11	8.05
2017	2.37	2.46	2.66	2.58	10.07
2018	3.04	3.14	3.41	3.28	12.87
2019	3.73	3.45	3.77	3.75	14.70
2020	4.20	3.95	4.25	4.20	16.60

QUARTERLY DIVIDENDS PAID^B

Cal-endar	Mar.31	Jun.30	Sep.30	Dec.31	Full Year
2015	.375	.50	.50	.50	1.88
2016	.50	.625	.625	.625	2.38
2017	.625	.75	.75	.75	2.88
2018	.75	.90	.90	.90	3.45
2019	.90				

(A) Diluted earnings. Excludes nonrecurring gains/(losses): '07, (8¢); '08, (55¢); '16, 80¢; '17, 65¢; '18, 68¢. May not sum due to rounding or change in share count. Next earnings report due mid-July.

(B) Quarterly dividend initiated 6/10. Dividends historically paid in late March, June, September, and December.

(C) Includes intangibles. In '18, \$68.2 billion, \$71.07/share.

(D) In millions, adjusted for stock split.

Company's Financial Strength	A++
Stock's Price Stability	85
Price Growth Persistence	95
Earnings Predictability	90