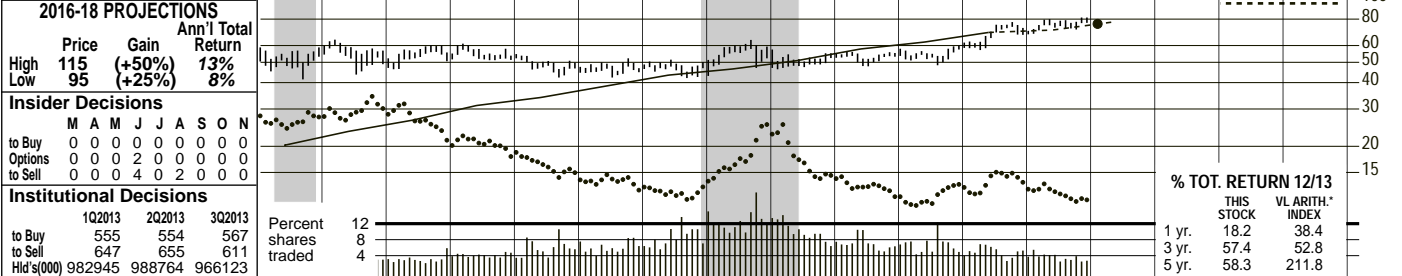


WAL-MART STORES NYSE-WMT

RECENT PRICE **75.84** P/E RATIO **14.1** (Trailing: 14.6; Median: 15.0) RELATIVE P/E RATIO **0.75** DIV'D YLD **2.6%** VALUE LINE

TIMELINESS 3 Lowered 2/8/13	High: 63.9	60.2	61.3	54.6	52.2	51.4	63.8	57.5	56.3	60.0	77.6	81.4	Target Price Range		
SAFETY 1 Raised 2/15/02	Low: 43.7	46.3	51.1	42.3	42.3	42.1	43.1	46.3	47.8	48.3	57.2	67.7	2016	2017	2018
TECHNICAL 3 Lowered 10/25/13	LEGENDS — 9.0 x "Cash Flow" p sh ... Relative Price Strength Options: Yes Shaded areas indicate recessions														
BETA .60 (1.00 = Market)	Ann'l Total Return High Price 115 Gain (+50%) Return 13% Low Price 95 Gain (+25%) Return 8%														



2016-18 PROJECTIONS Price Gain Return High 115 (+50%) 13% Low 95 (+25%) 8%																160
Insider Decisions M A M J J A S O N to Buy 0 0 0 0 0 0 0 0 0 0 Options 0 0 0 2 0 0 0 0 0 0 to Sell 0 0 0 4 0 2 0 0 0 0																120
Institutional Decisions 1Q2013 2Q2013 3Q2013 to Buy 555 554 567 to Sell 647 655 611 Hlds(000) 982945 988764 966123																100
Percent shares traded 12 8 4																80
© VALUE LINE PUB. LLC 16-18																60
% TOT. RETURN 12/13 THIS STOCK VL ARITH. INDEX 1 yr. 18.2 38.4 3 yr. 57.4 52.8 5 yr. 58.3 211.8																40

26.32	30.71	37.02	42.80	49.36	56.09	60.00	68.02	75.79	84.40	95.34	103.34	107.82	119.98	130.76	141.57	145.65	157.75	Sales per sh	188.35
1.15	1.41	1.81	2.05	2.25	2.61	2.95	3.47	3.78	4.27	4.83	5.16	5.64	6.42	6.92	7.69	7.90	8.65	"Cash Flow" per sh	10.05
.78	.99	1.28	1.40	1.50	1.81	2.03	2.41	2.63	2.92	3.16	3.42	3.66	4.07	4.45	5.02	5.20	5.65	Earnings per sh A B	7.00
.14	.16	.20	.24	.28	.30	.36	.52	.60	.67	.88	.95	1.09	1.21	1.46	1.59	1.88	2.08	Div'ds Decl'd per sh #C	2.50
4.13	4.71	5.80	7.01	7.88	8.95	10.12	11.67	12.77	14.91	16.26	16.63	18.69	19.49	20.86	23.04	25.20	27.50	Book Value per sh	35.50
4482.0	4482.0	4457.0	4470.0	4453.0	4395.0	4311.0	4234.0	4165.0	4131.0	3973.0	3925.0	3786.0	3516.0	3418.0	3314.0	3275.0	3150.0	Common Shs Outst'g D	3000.0
21.8	31.2	39.1	38.0	34.9	30.3	26.9	22.8	18.3	16.0	14.9	16.2	13.9	13.1	12.4	13.5	14.6	14.6	Avg Ann'l P/E Ratio	15.0
1.26	1.62	2.23	2.47	1.79	1.66	1.53	1.20	.97	.86	.79	.97	.93	.83	.78	.86	.82	.82	Relative P/E Ratio	1.00
.8%	.5%	.4%	.5%	.5%	.5%	.7%	.9%	1.2%	1.4%	1.9%	1.7%	2.1%	2.3%	2.7%	2.3%	2.5%	2.5%	Avg Ann'l Div'd Yield	2.2%

CAPITAL STRUCTURE as of 10/31/13 Total Debt \$48690 mill. Due in 5 Yrs \$16150 mill. LT Debt \$44543 mill. LT Interest \$2250 mill. Incl. \$2841 mill. capitalized leases. (Total interest coverage: 12.4x) (35% of Cap'l)																258681	287989	315654	348650	378799	405607	408214	421849	446950	469162	477000	497000	Sales (\$mill) A	565000																
Leases, Uncapitalized Annual rentals \$1722 mill.																23.2%	23.7%	23.8%	24.2%	24.4%	24.5%	25.4%	25.3%	25.0%	24.9%	24.5%	24.5%	Gross Margin	25.0%																
No Defined Benefit Pension Plan Pfd Stock None																7.3%	7.5%	7.4%	7.4%	7.5%	7.3%	7.6%	7.9%	7.7%	7.7%	7.7%	7.7%	Operating Margin	8.0%																
Common Stock 3,235,772,430 shs. as of 12/4/13 MARKET CAP: \$245 billion (Large Cap)																4906	5289	6141	6779	7262	7720	8416	8970	10130	10773	11455	12100	Number of Stores	14600																
Leases, Uncapitalized Annual rentals \$1722 mill.																8861.0	10267	11014	12178	12884	13512	14204	14921	15523	16999	17000	18000	Net Profit (\$mill)	22000																
No Defined Benefit Pension Plan Pfd Stock None																36.1%	34.7%	34.7%	33.6%	34.2%	34.2%	34.1%	34.0%	33.4%	31.0%	33.0%	33.0%	Income Tax Rate	33.0%																
Common Stock 3,235,772,430 shs. as of 12/4/13 MARKET CAP: \$245 billion (Large Cap)																3.4%	3.6%	3.5%	3.5%	3.4%	3.3%	3.5%	3.5%	3.5%	3.6%	3.6%	3.6%	Net Profit Margin	3.8%																
CURRENT POSITION 2011 2012 10/31/13 (SMILL.)																d2997	d4397	d5002	d5166	d10869	d6441	d7230	d6591	d7325	d11878	d10000	d9000	Working Cap'l (\$mill)	d5000																
Cash Assets 6550 7781 8736 Receivables 5937 6768 6206 Inventory (LIFO) 40714 43803 49673 Other 1774 1588 2527 Current Assets 54975 59940 67142 Accts Payable 36608 38080 39221 Debt Due 6022 12392 4147 Other 19670 21346 33653 Current Liab. 62300 71818 77021																20099	23669	30171	30735	33402	34549	36401	43842	47079	41417	37000	35000	Long-Term Debt (\$mill)	40000																
ANNUAL RATES Past Past Est'd '10-'12 of change (per sh) 10 Yrs. 5 Yrs. to '16-'18																43623	49396	53171	61543	64608	65285	70749	68542	71315	76343	82530	86625	Shr. Equity (\$mill)	106500																
Sales 10.0% 9.0% 6.5% "Cash Flow" 12.0% 10.5% 6.0% Earnings 11.0% 9.0% 7.5% Dividends 18.0% 14.5% 10.0% Book Value 10.5% 7.5% 8.0%																14.7%	14.8%	14.0%	14.1%	14.1%	14.5%	14.1%	14.1%	14.0%	15.3%	14.0%	15.0%	Return on Total Cap'l	15.0%																
Fiscal Year Begins																20.3%	20.8%	20.7%	19.8%	19.9%	20.7%	20.1%	21.8%	21.8%	22.3%	20.5%	21.0%	Return on Shr. Equity	21.0%																
QUARTERLY SALES (\$mill.) A Full Fiscal Year																16.7%	16.3%	16.0%	15.2%	14.4%	15.0%	14.1%	15.3%	14.7%	15.2%	13.0%	13.0%	Retained to Com Eq	14.0%																
2010 99811 103726 101952 116360 421849 2011 104189 109366 110226 123169 446950 2012 113018 114296 113929 127919 469162 2013 114187 116945 115688 130180 477000 2014 117000 121500 121700 136800 497000																18%	22%	23%	23%	28%	28%	30%	30%	33%	32%	36%	37%	All Div'ds to Net Prof	33%																
EARNINGS PER SHARE A B Full Fiscal Year																2010	.87	.97	.90	1.34	4.07	2011	.97	1.09	.99	1.44	4.45	2012	1.09	1.18	1.08	1.67	5.02	2013	1.14	1.24	1.14	1.68	5.20	2014	1.20	1.35	1.23	1.87	5.65
QUARTERLY DIVIDENDS PAID = C Full Year																2010	.275	.605	.3025	--	1.18	2011	.3025	.730	.365	--	1.40	2012	.365	.795	.3975	.3975	1.96	2013	.47	.47	.47	.47	1.88	2014					

Investors appear concerned that Wal-Mart's domestic holiday sales will disappoint. The shares have underperformed the broader market since mid-January, after several retailers that provide sales data for the month of December reported weaker-than-expected results. The primary reason for the lackluster demand appears to be unfavorable winter weather conditions in colder parts of the country. Increased competition from online retailers like Amazon may have also played a part. The company launched an extensive holiday marketing campaign via conventional TV, radio, and direct means, as well as newer social and e-commerce focused methods. Nonetheless, we believe Wal-Mart's core customer base of low- and middle-income consumers remained cautious with their spending toward the end of last year, due to still-challenging employment conditions. We would be surprised if comps for the January quarter exceeded 1%-2%.

The company appears to be addressing concerns about its shelf stocking staff. A number of reports have cropped up with pictures and accounts of barren shelves at certain Wal-Mart stores. Although it's likely a stretch to assume most locations are having similar problems, this anecdotal evidence of understaffing may well ring true for a significant number of stores. Management didn't recognize this as a problem, but did say it hired 55,000 seasonal workers and added another 70,000 part-time and full-time workers (split evenly) for the holiday season. These new positions should stay for 2014, but it remains to be seen if complaints of sparse-filled shelves will decline. Further, the headcount increase may well be a negative impact on the company's profitability.

These shares may interest conservative investors with a long-term bent. The shares possess decent 3- to 5-year price appreciation potential, partly due to expansion opportunities for small-format stores in U.S. urban areas. The growing international superstore footprint should help long-term growth as well. Momentum investors may want to hold off until holiday sales data are revealed, as we are not convinced consumers spent significantly more than last year.

Kevin Downing January 31, 2014

(A) Fiscal year ends Jan. 31st of following calendar year. Sales exclude rentals from licensed depts. (B) Based on diluted shares. May not sum due to rounding. Excls. (losses) and gains: '01, (\$0.01); '05, \$0.03; '08, (\$0.07); '09, \$0.06; '10, \$0.05; '11, (\$0.07). Excl. gains (losses) from discontinued operation: '07, (\$0.03); '08, \$0.04; '09, (\$0.02); . Next earnings report due February 20th. (C) Divs. historically paid in early Mar., May, Aug., and Dec. (D) Dividend reinvestment plan available. (E) In millions.	Company's Financial Strength	A++
	Stock's Price Stability	100
	Price Growth Persistence	55
	Earnings Predictability	100