

For the following stocks, name the exchange or market (NYSE, AMEX [now NYSE Mkt], NASDAQ or OTC) that you believe the stock could be expected to be found on:

- 1) Microsoft NASDAQ      2) General Electric NYSE      3) Flim Flam, Inc. Bulletin Board or Pink Sheets  
 4) AMD NYSE (even though it is a tech company)      5) Diamond ETF AMEX (originally but now everywhere)      6) International Paper NYSE

For the following stocks, name the type of stock that you believe best fits the stock:

(Types: blue chip, income, growth, cyclical, defensive, turnaround / "goner", asset play, foreign, penny)

- 7) Ford turnaround      8) Wal-mart blue-chip (cyclical?)      9) Starbucks growth (?)  
 10) Sears/K-Mart turnaround (goner?)      11) General Mills blue chip • defensive      12) Union Pacific Railroad cyclical • asset play  
 13) Michelin foreign      14) Alcoa blue chip • cyclical      15) El Paso Electric defensive • asset play

Widgets, Inc. is currently selling for \$50.00. Its earnings last year were \$3.50 per share and it is paying a dividend of \$2.00 per share. Please compute the following:

16) Price / Earnings Ratio (a.k.a. P/E): 14.3 (no units)       $\frac{\text{Price}}{\text{Earnings}} = \frac{\$50.00}{\$3.50} = 14.2857 \approx 14.3$

17) Dividend Payout Ratio: 57%       $\frac{\text{Dividends}}{\text{Earnings}} = \frac{\$2.00}{\$3.50} = 0.571429 \approx 57\%$

18) Dividend Yield: 4%       $\frac{\text{Dividends}}{\text{Price}} = \frac{\$2.00}{\$50.00} = 0.04 = 4\%$