

For the following stocks, name the exchange or market (NYSE, AMEX, 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. OTC Bulletin Board or Pink Sheets
4) AMD NYSE (even though it is a tech company) 5) Diamond ETF AMEX (but really 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, asset play, foreign)

- 7) Ford turnaround (goner?) 8) Wal*Mart blue chip 9) Starbucks growth (?)
10) Sears/K-Mart turnaround 11) General Mills blue chip 12) Union Pacific Railroad cyclical
13) Michelin foreign 14) Alcoa defensive 15) El Paso Electric asset play
16) General Mills cyclical 17) El Paso Electric 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% $\frac{\text{Dividends}}{\text{Price}} = \frac{\$2.00}{\$50.00} = 0.04 = 4\%$