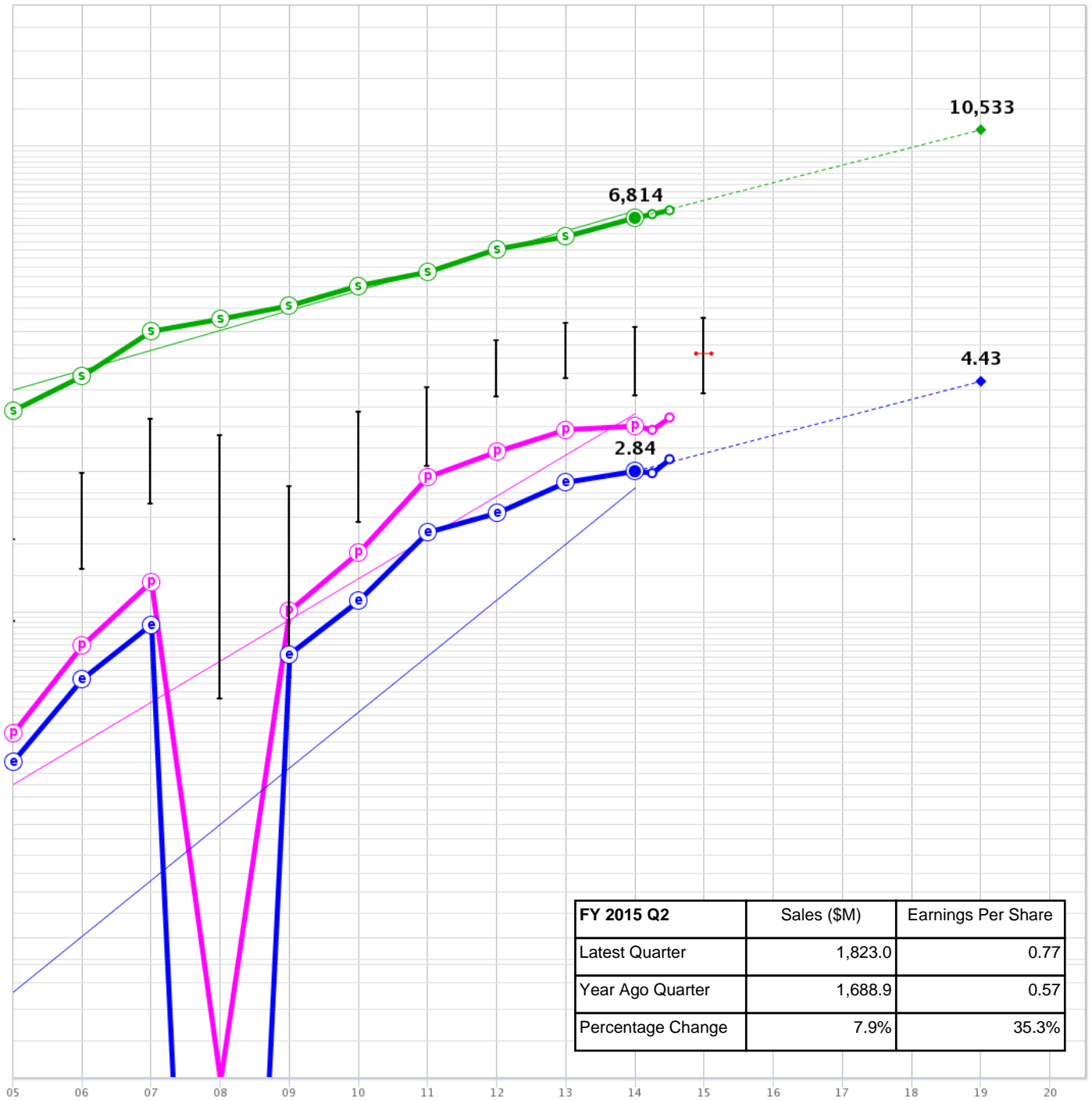


Company	Dick's Sporting Good		Date	09/11/15	
Prepared by	DIKEMAN		Data taken from	BI Stock Data	
Where traded	NYS	Industry	Specialty Retail		
Capitalization --- Outstanding Amounts	Reference				
Preferred (\$M)	0.0	% Insiders	% Institution		
Common (M Shares)	117.8		27.6	66.9	
Debt (\$M)	6.2	% to Tot Cap	0.3	% Pot Dil	1.3

Stock Selection Guide

Symbol: DKS

1 VISUAL ANALYSIS of Sales, Earnings, and Price



FY 2015 Q2	Sales (\$M)	Earnings Per Share
Latest Quarter	1,823.0	0.77
Year Ago Quarter	1,688.9	0.57
Percentage Change	7.9%	35.3%

- (1) Historical Sales Growth: 10.3%
- (2) Estimated Future Sales Growth: 9.1%
- (3) Historical Earnings Per Share Growth: 31.9%
- (4) Estimated Future Earnings Per Share Growth: 9.3%

2 EVALUATING Management

Dick's Sporting Good

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Last 5 Year Avg.
Pre-tax Profit on Sales	4.6%	6.0%	6.6%	0.5%	5.1%	6.1%	8.3%	8.4%	8.8%	8.2%	8.0%
% Earned on Equity	16.4%	17.4%	16.6%	-3.6%	13.1%	13.0%	15.6%	16.6%	19.9%	18.2%	16.7%
% Debt To Capital	30.4%	22.6%	17.0%	16.9%	11.6%	9.4%	9.0%	1.0%	0.4%	0.4%	4.0%

3 PRICE-EARNINGS HISTORY as an indicator of the future

This shows how stock prices have fluctuated with earnings and dividends. It is building block for translating earnings into future stock prices.

CLOSING PRICE 50.8 (9/11/2015)

HIGH THIS YEAR 60.33

LOW THIS YEAR 41.56

	A	B	C	D	E	F	G	H	
Year	Price		Earnings	Price Earnings Ratio		Dividend	% Payout	% High Yield	
	High	Low	Per Share	High A / C	Low B / C	Per Share	F / C * 100	F / B * 100	
5 2010	38.1	22.1	1.50	25.5	14.8	0.00	0.0	0.0	
6 2011	43.0	29.1	2.10	20.5	13.9	0.50	23.8	1.7	
7 2012	54.2	40.9	2.31	23.5	17.7	0.50	21.7	1.2	
8 2013	58.9	45.0	2.69	21.9	16.7	0.50	18.6	1.1	
9 2014	57.9	41.3	2.84	20.4	14.5	0.50	17.6	1.2	
AVERAGE		35.7		22.3	15.5		16.3		
CURRENT/TTM			3.01			0.55	18.3		
AVERAGE PRICE EARNINGS RATIO 18.9					CURRENT PRICE EARNINGS RATIO 16.9				

4 EVALUATING RISK and REWARD over the next 5 years

Assuming one recession and one business boom every 5 years, calculations are made of how high and how low the stock might sell. The upside-downside ratio is the key to evaluating risk and reward.

A HIGH PRICE - NEXT 5 YEARS

Avg. High P/E 18.9 X Estimate High Earnings/Share 4.43 = Forecasted High Price \$ 83.7

B LOW PRICE - NEXT 5 YEARS

(a) Avg. Low P/E 15.5 X Estimate Low Earnings/Share 2.84 = Forecasted Low Price \$ 44.0

(b) Avg. Low Price of Last 5 Years 35.7

(c) Recent Market Low Price 41.3

(d) Price Dividend Will Support $\frac{\text{Indicated Dividend}}{\text{High Yield}} = \frac{0.50}{1.72\%} = 29.1$

Selected Forecasted Low Price \$ 41.3

C ZONING using 25%-50%-25%

Forecasted High Price 83.7 Minus Forecasted Low Price 41.3 = 42.4 Range. 25% of Range 10.6

Buy Zone 41.3 to 51.9

Hold Zone 51.9 to 73.1

Sell Zone 73.1 to 83.7

Present Market Price of 50.80 is in the **BUY** Zone

D UPSIDE DOWNSIDE RATIO (POTENTIAL GAIN VS. RISK OR LOSS)

$\frac{\text{High Price} - \text{Present Price}}{\text{Present Price} - \text{Low Price}} = \frac{83.7 - 50.80}{50.80 - 41.3} = \frac{32.9}{9.5} = 3.5$ To 1

E PRICE TARGET (Note: This shows the potential market price appreciation over the next five years in simple interest terms.)

$\frac{\text{High Price}}{\text{Closing Price}} = \frac{83.7}{50.80} = 1.65$ X 100 = 164.76 - 100 = 64.8 % Appreciation

5 5-YEAR POTENTIAL

This combines price appreciation with dividend yield to get an estimate of total return. It provides a standard for comparing income and growth stocks.

A $\frac{\text{Indicated Annual Dividend}}{\text{Closing Price}} = \frac{0.50}{50.80} = 0.01 = 1.1\%$ Current Yield

B AVERAGE YIELD - USING FORECAST HIGH P/E

$\frac{\text{Avg. \% Payout}}{\text{Forecast High PE}} = \frac{16.3\%}{18.90} = 0.9\%$

AVERAGE YIELD - USING FORECAST AVERAGE P/E

$\frac{\text{Avg. \% Payout}}{\text{Forecast Average PE}} = \frac{16.3\%}{17.20} = 1.0\%$

C COMPOUND ANNUAL RETURN - USING FORECAST HIGH P/E

Annualized Appreciation 10.5 %
Average Yield 0.9 %
Annualized Rate of Return 11.4 %

COMPOUND ANNUAL RETURN - USING FORECAST AVG P/E

Annualized Appreciation 8.4 %
Average Yield 1.0 %
Annualized Rate of Return 9.4 %