

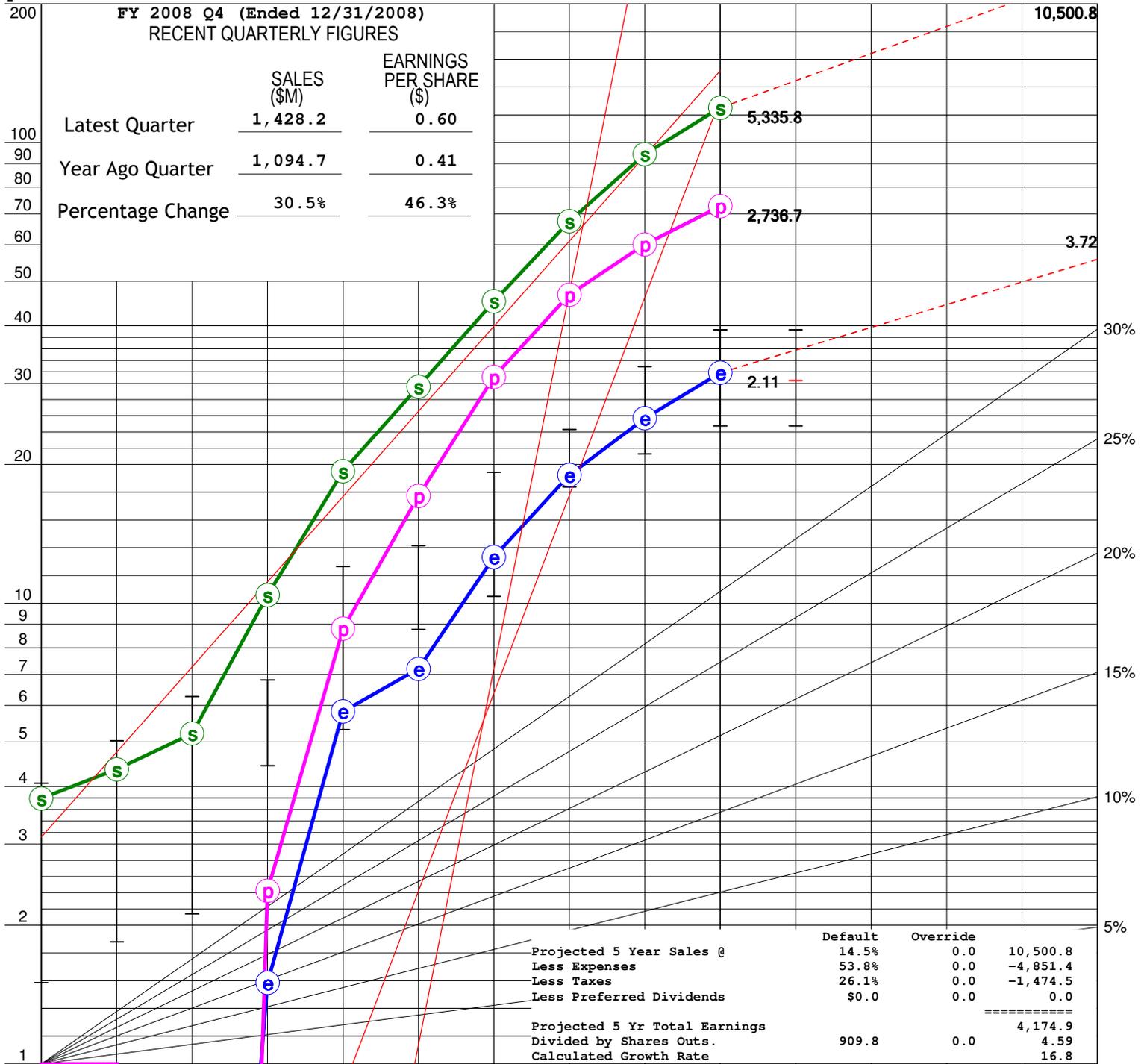


# Stock Study

|                  |                         |                |           |
|------------------|-------------------------|----------------|-----------|
| Company          | GILEAD SCIENCES-StkSt.. | Price Date     | 04/17/09  |
| Study by         | Triveni                 | Data Date      | 04/17/09  |
| Sector           |                         | Data Source    | NAIC Data |
| Industry         | Biotechnology           | Reference      |           |
| Preferred(\$M)   | 0.0                     |                |           |
| Common(M Shares) | 909.8                   | % Insiders     | 0.0       |
| Debt(\$M)        | 1,305.5                 | % Institutions | 0.0       |
| % to Tot.Cap.    | 23.9                    | Quality        | B- (S&P)  |

## 1 Growth Analysis

NASDAQGILD



|                                   |        |  |         |               |
|-----------------------------------|--------|--|---------|---------------|
| (1) Historical Sales Growth       | 53.1 % | (3) Historical Earnings Per Share Growth       | 168.9 % | www.iclub.com |
| (2) Estimated Future Sales Growth | 14.5 % | (4) Estimated Future Earnings Per Share Growth | 12.0 %  |               |
| (5) Sales Growth R^2              | 0.98   | (6) Earnings Per Share Growth R^2              | 0.84    |               |

## 2 QUALITY ANALYSIS

Company **GILEAD SCIENCES-StkStdyApr09**

(GILD)

04/17/09

|                                    | 1999            | 2000  | 2001  | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 5 YEAR AVG. | TREND<br>UP / DOWN |
|------------------------------------|-----------------|-------|-------|------|------|------|------|------|------|------|-------------|--------------------|
| <b>A</b> % Pre-tax Profit on Sales | -27.5           | -21.4 | -47.6 | 19.2 | 38.2 | 48.6 | 57.5 | 58.1 | 53.5 | 51.3 | 53.8        | DOWN               |
| <b>B</b> % ROE (Beginning Yr)      | <del>27.5</del> | -14.0 | -31.4 | 17.1 | 53.7 | 40.8 | 40.3 | 38.4 | 85.3 | 56.9 | 52.3        | UP                 |
| <b>C</b> % Debt to Equity          | NMF             | 0.0   | 0.0   | 0.0  | 0.0  | 0.0  | 0.0  | 0.0  | 0.0  | 0.0  | 0.0         | EVEN               |

## 3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE 44.690 52-WEEK HIGH 57.630 52-WEEK LOW 35.600

| Fiscal Year       | High Price | Low Price | EPS                  | High P/E | Low P/E | Dividend | % Payout | % High Yield |
|-------------------|------------|-----------|----------------------|----------|---------|----------|----------|--------------|
| 1 2004            | 19.6       | 12.9      | 0.48                 | 40.8     | 26.9    | 0.000    | 0.0      | 0.0          |
| 2 2005            | 28.3       | 15.2      | 0.84                 | 33.7     | 18.1    | 0.000    | 0.0      | 0.0          |
| 3 2006            | 35.0       | 26.2      | 1.27                 | 27.7     | 20.7    | 0.000    | 0.0      | 0.0          |
| 4 2007            | 47.9       | 31.0      | 1.68                 | 28.5     | 18.5    | 0.000    | 0.0      | 0.0          |
| 5 2008            | 57.6       | 35.6      | 2.11                 | 27.3     | 16.9    | 0.000    | 0.0      | 0.0          |
| 6 AVERAGE         |            | 24.2      |                      | 31.6     | 20.2    |          | 0.0      |              |
| AVERAGE P/E RATIO |            | 25.9      | PROJECTED P/E RATIO  |          | 19.0    | TTM EPS  |          | 2.10         |
| CURRENT P/E RATIO |            | 21.3      | PEG RATIO            |          | 1.6     | FTM EPS  |          | 2.35         |
| RELATIVE VALUE    |            | 82.2%     | PROJ. RELATIVE VALUE |          | 73.4%   |          |          |              |

## 4 EVALUATING REWARD and RISK over the next 5 years

### A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E ~~31.6~~ 25.0 X Estimated High Earnings/Share 3.72 = Forecast High Price \$ 93.0

### B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Avg. Low P/E ~~20.2~~ 19.0 (as adj.) X Estimated Low Earnings/Share 2.11 = \$ 40.1

(b) Average 5-Year Low Price = 24.2

(c) Recent Severe Low Price = 31.0

(d) Price Dividend Will Support = Present Divd. + High Yield = 0.000 + 0.000 = 0.0

Selected Estimated Low Price = \$ 31.0

### C PRICE RANGES

Forecast High Price 93.0 - Estimated Low Price 31.0 = Range 62.0 25% of Range = 15.5

BUY (Lower 25% of Range) = 31.0 to 46.5

MAYBE (Middle 50% of Range) = 46.5 to 77.5

SELL (Upper 25% of Range) = 77.5 to 93.0

Current Price 44.690 is in the Buy Range

### D REWARD/RISK ANALYSIS (Potential Gain vs. Risk of Loss)

(Forecast High Price 93.0 - Current Price 44.690) ÷ (Current Price 44.690 - Estimated Low Price 31.0) = 3.5 To 1

## 5 TOTAL RETURN ANALYSIS

### A CURRENT YIELD

Present Full Year's Dividend \$ 0.000 ÷ Current Price of Stock \$ 44.690 = 0.0 % Present Yield or % Returned on Purchase Price

### B AVERAGE YIELD OVER NEXT 5 YEARS

(Avg. EPS Next 5 Years 2.96 X Avg. % Payout 0.0) ÷ Current Price \$ 44.690 = 0.0 %

### C % COMPOUND ANNUAL TOTAL RETURN

Average Yield 0.0 % + Annual Appreciation 15.8 % = Compound Annual Total Return 15.8 %

### D % PROJECTED AVERAGE RETURN

Average Yield 0.0 % + Annual Appreciation 12.9 % = Projected Average Total Return 12.9 %