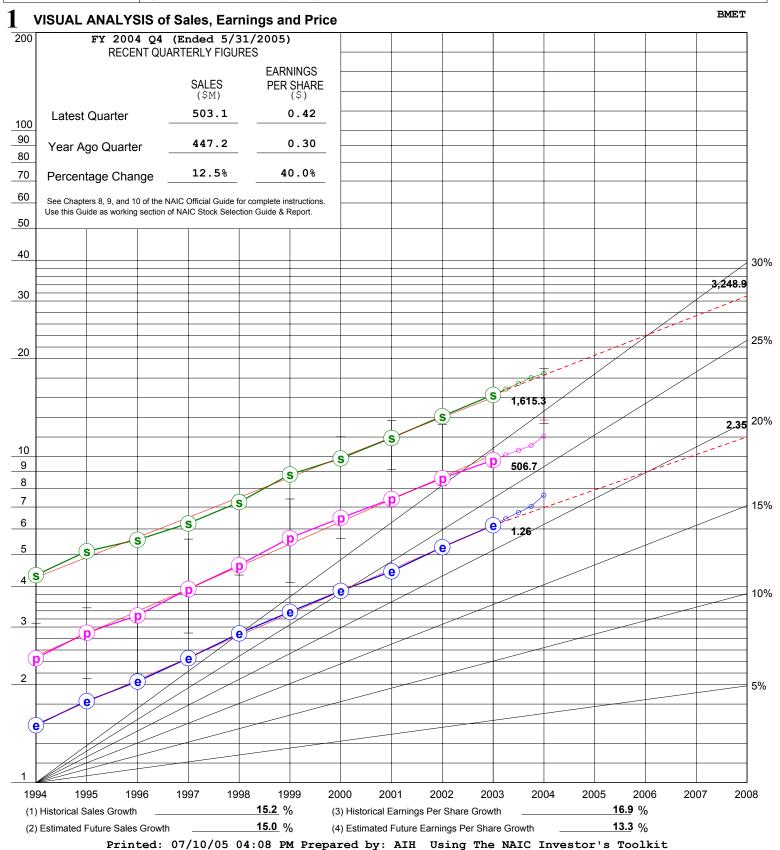


Stock Selection Guide ®

The most widely used aid to good investment judgment

Company BIOMET INC	Date 07/08/05					
Prepared by AIH	I	Data tal	ken from	NAI	C Data	
Where traded NASDAQ	Major pr	oduct/s	service 1	Healt	h Care	
CAPITALIZATION Outstanding	ng Amounts	Ref	erence -			
Preferred (\$M)	0.0	% lı	nsiders	% Inst	itution	
Common (M Shares)	251.9		0.0	0	. 0	
Debt (\$M) 0.0	% to Tot.Cap.	0.0	% Poten	tial Dil.	None	



	JATING M	ANAGE	MENT		Company	BIOME	ET INC		(BMET))			(7/08/	
		1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	LAST 5		END	
% Pro to	Profit on Sales											YEAR AVG.	UP	DOWN	
	re Taxes ÷ Sales)	27.6	28.0	29.1	31.3	31.9	31.8	32.7	32.3	32.1	31.4	32.0		DOWI	
% Earned (E/S ÷ Bo	on Equity ok Value)	17.9	17.8	18.9	18.6	19.2	19.3	18.6	20.4	21.6	22.1	20.4	UP		
PRICE	-EARNING	S HIST	ORY as	an indi	cator o	f the fut	ture								
his shows ho	w stock prices have	fluctuated with	h earnings ai	nd dividends	. It is a build	ding block for	translating e	arnings into	future stock	prices.					
		PRESE	NT PRICE		34.	530 H	IGH THIS Y	EAR _		49.640	_ LOW	THIS YEAR	33	.640	
		A PRICE		3	C Earnings		D		E		F Dividend	G		Н	
Year				Pe		er er	er HIG		ngs Ratio LOW		Per	% Payout F ÷ C X 100		gh Yield 3 X 100	
199	HIGH						A÷C 28.9		B ÷ C		Share 0.062	9.1		0.6	
200		19.8 10.9 30.7 15.0			79			15.9		0.082	9.0		0.6		
200	-	30.7 15.0 34.4 24.3			.91 37.8			26.7		0.071	9.9		0.4		
200		33.5 21.8			.08 31.0					0.100	9.3		0.5		
200		1.7				26			21.7		0.150	11.9		0.5	
TOTAL				.3			59.		55.0			49.2			
AVERAG	E		19	. 9			30.	0	18.3			9.8			
		IOO DATIO		24	.1	9	OUDDEA	IT DDICE I	- 4 - 5 - 11 - 10 - 0	RATIO		22.1			
AVERAG	E PRICE EARNII	NGS RATIO		24		0	CURREN		EARNINGS						
	P/E [19.5		ed on 1		-		001111	II PRICE E			Based	on Last 4 q	tr. EPS	[1.	
Proj. EVALU	P/E [19.5 UATING R	[64] Base	REWA	Next 4 RD ove	qtr. r the ne	EPS [1	. 77] ars		Currer	nt P/E		on Last 4 q	-		
Proj. EVALI	P/E [19.5 UATING R recession and one	64] Base ISK and business boom	REWA	Next 4 RD ove	qtr. r the ne	EPS [1	. 77] ars		Currer	nt P/E			-		
Proj. EVALU ssuming one	P/E [19.5 UATING R recession and one	64] Base ISK and business boon YEARS	REWA	Next 4 RD ove	qtr. r the ne	EPS [1 ext 5 yea	ars h and how lo	w the stock i	Currer	nt P/E	wnside ratio is	on Last 4 q	risk and reward		
Proj. EVALI ssuming one A HIGH PR Avg. I	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E	[SK and business boom YEARS 30.0 (3D7 as ad	REWA	Next 4 RD ove	qtr. r the ne	EPS [1 ext 5 yea	. 77] ars	w the stock i	Currer	nt P/E		on Last 4 q	-		
Proj. EVALU Ssuming one A HIGH PR Avg. H	P/E [19.5 UATING R' recession and one RCE NEXT 5 High P/E	S4] Base ISK and business boom YEARS 30.0 (3D7 as ad	REWA	Next 4 RD ove ars, calculation X Estima	qtr. r the ne ons are mad	EPS [1 ext 5 yea de of how hig	77] Ars h and how lo	w the stock i	Currer might sell. Th	nt P/E the upside-do	wnside ratio is recast High	on Last 4 q	risk and reward	d.	
Proj. EVALUSSUMING ONE A HIGH PR AVG. H B LOW PR (a) /	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E	64] Base ISK and business boon YEARS 30.0 (3D7 as ad YEARS	REWA n every 5 yea j.) 18.3	Next 4 RD ove ars, calculation X Estima	qtr. r the ne ons are mad	EPS [1 ext 5 yea de of how hig	ars h and how lo	w the stock i	Currer	nt P/E the upside-do	wnside ratio is	on Last 4 q	risk and reward	d.	
Proj. EVALU ssuming one A HIGH PR Avg. H B LOW PR (a) /	P/E [19.5 UATING R' recession and one RCE NEXT 5 High P/E RCE NEXT 5 Avg. Low P/E Avg. Low Price of	SA Base ISK and business boom YEARS 30.0 (3D7 as ad YEARS	REWA n every 5 yea ij.) 18.3 7 as adj.) ars =	Next 4 RD ove ars, calculation X Estima	qtr. r the ner ons are mad te High Ea X Estimate 19.9 (3B7)	EPS [1 ext 5 year de of how hig	77] Ars h and how lo	w the stock i	Currer might sell. Th	nt P/E the upside-do	wnside ratio is recast High	on Last 4 q	risk and reward	d.	
EVALUSSUMING ONE A HIGH PR AVG. B B LOW PR (a) /	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E	SA Base ISK and business boom YEARS 30.0 (3D7 as ad YEARS	REWA n every 5 yea ij.) 18.3 7 as adj.) ars =	Next 4 RD ove ars, calculation X Estima	qtr. r the new ons are made to High Each X Estimate 19.9 (3B7) 21.8	EPS [1 ext 5 year le of how hig arnings/Sh	i77] ars h and how lo are	w the stock in 2.	Currer might sell. Tl 35	nt P/E the upside-do = For 1.56	wnside ratio is recast High	on Last 4 q	risk and reward	d.	
Proj. EVALI ssuming one A HIGH PR Avg. I B LOW PR (a) / (b) /	P/E [19.5 UATING R' recession and one RCE NEXT 5 High P/E RCE NEXT 5 Avg. Low P/E Avg. Low Price of	Market Low I	REWA n every 5 yea 18.3 7 as adj.) ars = Price = Preset	Next 4 RD ove ars, calculati X Estima The property of the control of the contro	qtr. r the ner ons are mad te High Ea X Estimate 19.9 (3B7)	EPS [1 ext 5 year le of how hig armings/Sh	are	w the stock in 2.	Currer might sell. Th	nt P/E the upside-do	wnside ratio is recast High	on Last 4 q	risk and reward	d.	
Proj. EVALU ssuming one A HIGH PR Avg. I B LOW PR (a) // (b) // (c) F	P/E [19.5] UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E Avg. Low Price of Recent Severe N	(3E) And business boom YEARS 30.0 (3D7 as ad YEARS (3E) Adarket Low I	REWA n every 5 yea 18.3 7 as adj.) ars = Price = Preset	Next 4 RD ove ars, calculati _ X Estima	qtr. r the new ons are made to High Each X Estimate 19.9 (3B7) 21.8	EPS [1 ext 5 year le of how hig armings/Sh	i77] ars h and how lo are	w the stock in 2.	Currer might sell. Tl 35	nt P/E the upside-do = For 1.56	wnside ratio is recast High	on Last 4 q	70.5	d.	
Proj. EVALU ssuming one A HIGH PR Avg. I B LOW PR (a) // (b) // (c) F (d) F Sele	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E Avg. Low Price of Recent Severe N Price Dividend V cted Estimate L	(3E) And business boom YEARS 30.0 (3D7 as ad YEARS (3E) Adarket Low I	REWA n every 5 yea 18.3 7 as adj.) ars = Price = Preset	Next 4 RD ove ars, calculati X Estima X Estima the Divd. (field (H)	qtr. r the neons are made te High Eact (Sestimate 19.9 (3B7) 21.8	EPS [1 ext 5 year le of how hig armings/Sh	are	w the stock in 2.	Currer might sell. Ti 35 1.26	nt P/E the upside-do = Foo 1.56	wnside ratio is recast High	on Last 4 q	70.5 28.5	(4A1)	
Proj. EVALU ssuming one A HIGH PR Avg. I B LOW PR (a) / (b) / (c) F (d) F Sele C ZONING	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E Avg. Low Price of Recent Severe N Price Dividend V cted Estimate L	(3E) And business boom YEARS 30.0 (3D7 as ad YEARS (3E) Adarket Low I	REWA n every 5 yea 18.3 7 as adj.) ars = Price = Presei High Y	Next 4 RD ove ars, calculati _ X Estima	qtr. r the new ons are made to High Each X Estimate 19.9 (3B7) 21.8	EPS [1 ext 5 years 1 ext 5 y	are	2.	Currer might sell. Ti 35 1.26	nt P/E the upside-do 1.56	wnside ratio is recast High	on Last 4 q	70.5	(4A1)	
Proj. EVALU ssuming one A HIGH PR Avg. I B LOW PR (a) // (b) // (c) F (d) F Sele	P/E [19.5 UATING R recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E Avg. Low Price of Recent Severe N Price Dividend V cted Estimate L 0.5 High (4A1)	SK and business boom YEARS 30.0 (3D7 as ad YEARS 4) (3E of Last 5 Year Market Low I vill Support ow Price	REWA n every 5 yea 18.3 7 as adj.) ars = Price = Presei High Y	Next 4 RD ove ars, calculati _ X Estima _ the Divd. (ield (H))	x Estimate 19.9 (3B7) 21.8 =	ext 5 years for the second sec	are rnings/Sha 200 .006	2. re	Currer might sell. Th 35 1.26	nt P/E the upside-do = FOI 1.56 35	recast High = \$2 Range. 1/3	on Last 4 q the key to evaluating the sey to evaluating the sex to	28.5 (4B1) 10.5	(4A1)	
Proj. EVALU ssuming one A HIGH PR Avg. I B LOW PR (a) / (b) / (c) F (d) F Sele C ZONING	P/E [19.5 UATING R' recession and one ICE NEXT 5 High P/E ICE NEXT 5 Avg. Low P/E Avg. Low Price of Recent Severe I Price Dividend V cted Estimate L 0.5 High	Jacob Price Forecast P (SK and business boon yEARS 30.0 (3D7 as ad yEARS) (All Last 5 Year Market Low II Support tow Price)	REWA n every 5 yea 113.3 127 as adj.) 138.5 Price = Preset High Y rice Minus	Next 4 RD ove ars, calculati _ X Estima	qtr. rthe ne ons are mad te High Ea X Estimate 19.9 (387) 21.8 =	EPS [1 ext 5 years 1 ext 5 y	are rnings/Sha	ew the stock in th	Currer might sell. Ti 35 1.26 =(Bu	nt P/E the upside-do = FOI 1.56 35	recast High = \$2 Range. 1/3	on Last 4 q	28.5 (4B1) 10.5	(4A1)	

B LOW PRICE NEXT 5 YEARS								(,
(a) Avg. Low P/E	18.3	X Estimated I	Low Earnings/Shar	e <u>1.26</u>	1.56	_ = \$	28.5	
(b) Avg. Low Price of Last 5 Ye	BE7 as adj.) ears =	19.9 (3B7)						
(c) Recent Severe Market Low	Price =	21.8						
(d) Price Dividend Will Support	Present Divd. High Yield (H	=	0.200	=	35.	2		
Selected Estimate Low Price						= :	\$	28.5 (4B1)
C ZONING 70.5 High Forecast I		8.5 (4B1)	ow Forecast Price	Equals _	42.0 Ra	inge. 1/3 of Ran		10.5 4CD)
$_{(4C2)}$ Lower 1/3 = $_{(4B1)}$	28.5	to	39.	0	(Buy) Note	: Ranges ch	nanged to	25%/50%/25%
_(4C3) Middle 1/3 =	39.0	to	60.	0	(Maybe)			
(4C4) Upper 1/3 =	60.0	to	70.	5 _(4A1)	(Sell)			
Present Market Price of	3-	4.530		is in the		Buy (4C5)		Range
D UP-SIDE DOWN-SIDE RATIO (Pot	ential Gain vs. Risl	(of Loss)				(405)		
High Price (4A1) 70.5	Minus Present	•	34.530		26.2			
Present Price34.530	Minus Low P	rice (4B1)	28.5	=	36.0 6.0	=	6.0 (4D)	To 1
E PRICE TARGET (Note: This show	s the potential mar	ket price app	reciation over the	next five years	s in simple inte	rest terms.)		
High Price (4A1) 70.5		2.042) V 100 - 1	204	2 \ 1	00 -	104.2	% Appreciation
Present Market Price 34.	530	2.042) X 100 = (· <u>-</u>) -1	00 =	(4E)	/o Appleciation

Relative Value: 91.8% Proj. Relative Value: 81.1% **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.

Note: Results are expressed as a simple rate; use the table below to convert to a compound rate. 0.200 A Present Full Year's Dividend \$ 0.006 0.6 Present Yield or % Returned on Purchase Price Present Price of Stock 34.530 \$

B AVERAGE YIELD OVER NEXT 5 YEARS

1.83 Avg. Earnings Per Share Next 5 Years X Avg. % Payout (3G7) 9.8 17.9 (5B) 34.530 Present Price \$

C ESTIMATED AVERAGE ANNUAL RETURN OVER NEXT FIVE YEARS 5 Year Appreciation Potential (4E)

20.8 Average Yield (5B) _ _ 0.5 Average Total Annual Return Over the Next 5 Years (5C) 21.3

Tot. Ret. P.A.R. Average Yield 0.4% 0.3% 20.1% Annual Appreciation 13.6% % Compd Ann Rate of Ret 14.0% 20.4%



PERT Worksheet-A

Company BIOMET INC (BI

(BMET)

			QUAF	RTERLY	DATA						LAS	ST 12 MOI	NTHS D	ATA			
PERIOD EPS		PRE	E-TAX PROF	FIT	SAI	SALES INCOME TAX		EPS	PRE-TAX	X PROFIT	SALES	S INCOME TAX		<u></u> %	6 CHAN		
	\$	% CHANGE	\$ MIL	% SALES	% CHANGE	\$ MIL	% CHANGE	RATE	\$	\$ MIL	% SALES	MIL	\$ MIL	% RATE	EPS	PRE-TAX PROFIT	SALE
08/00	0.18		75.64	32.7		231.13	<u> </u>	35.8	<u> </u>	<u></u> '	<u>'</u>			37.0	⊥′	<u> </u>	
11/00	0.19		80.57	33.0		244.36	<u> </u> '	35.0	['	<u> </u>		[]	36.4	Ĺ′	'	
02/01	0.21		87.70	32.8		267.16	<u> </u>	36.0		'				36.1	ſ <u></u>		
05/01	0.22		92.87	32.2		288.01	'	35.6	0.80	336.78	32.7	1,030.7	119.9	35.6	<u> </u>		
08/01	0.21	16.7	86.21	31.7	14.0	272.02	17.7	33.6	0.83	347.35	32.4	1,071.6	121.8	35.1			
11/01	0.23	19.2	96.06	33.2	19.2	289.39	18.4	34.7	0.87	362.84	32.5	1,116.6	126.9	35.0			
02/02	0.23	11.1	97.20	31.9	10.8	304.61	14.0	35.6	0.89	372.34	32.3	1,154.0	129.8	34.9	,	<u> </u>	
05/02	0.25	13.6	105.65	32.4	13.8	325.88	13.2	36.6	0.92	385.12	32.3	1,191.9	135.2	35.1	15.0	14.4	1 15
08/02	0.25	19.0	102.88	32.4	19.3	317.60	16.8	35.8	0.96	401.79	32.5	1,237.5	143.3	35.7	15.7	7 15.7	7 15
11/02	0.27	17.4	111.38	32.6	16.0	341.45	18.0	36.6	1.00	417.11	32.3	1,289.5	150.7	36.1	15.3	3 15.0	15
02/03	0.28	21.7	113.01	31.9	16.3	354.04	16.2	35.6	1.05	432.92	32.3	1,339.0	156.5	36.1	18.0	16.3	3 16
05/03	0.28	12.0	118.67	31.5	12.3	377.21	15.7	38.7	1.08	445.94	32.1	1,390.3	163.5	36.7	17.4	1 15.8	3 16
08/03	0.30	20.0	120.58	32.6	17.2	370.32	16.6	35.7	1.13	463.64	32.1	1,443.0	170.0	36.7	17.7	7 15.4	1 16
11/03	0.32	18.5	129.97	33.5	16.7	387.56	13.5	36.6	1.18	482.22	32.4	1,489.1	176.8	36.7	18.0	15.6	5 15
02/04	0.34	21.4	136.16	33.2	20.5	410.19	15.9	35.8	1.24	505.37	32.7		185.4	36.7	18.1	16.7	7 15
05/04	0.30	7.1	119.98	26.8	1.1	447.19	18.6	35.9	1.26	506.68	31.4	1,615.3	182.4	36.0	16.7	7 13.6	6 16
08/04	0.36	20.0	139.53	31.8	15.7	438.16	18.3	34.0	1.32			· ·	186.9				
11/04	0.38	18.8	147.29	32.3	13.3	456.67	17.8				31.0	· ·	189.8				
02/05	0.40	17.6	154.31	32.0	13.3	482.02	17.5	34.2			30.8	,	193.9		_		_
05/05	0.42	40.0	158.84			503.09			1.56			1	203.5		_	-	
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PERT Worksheet-A Graph

Company BIOMET INC (BMET)

