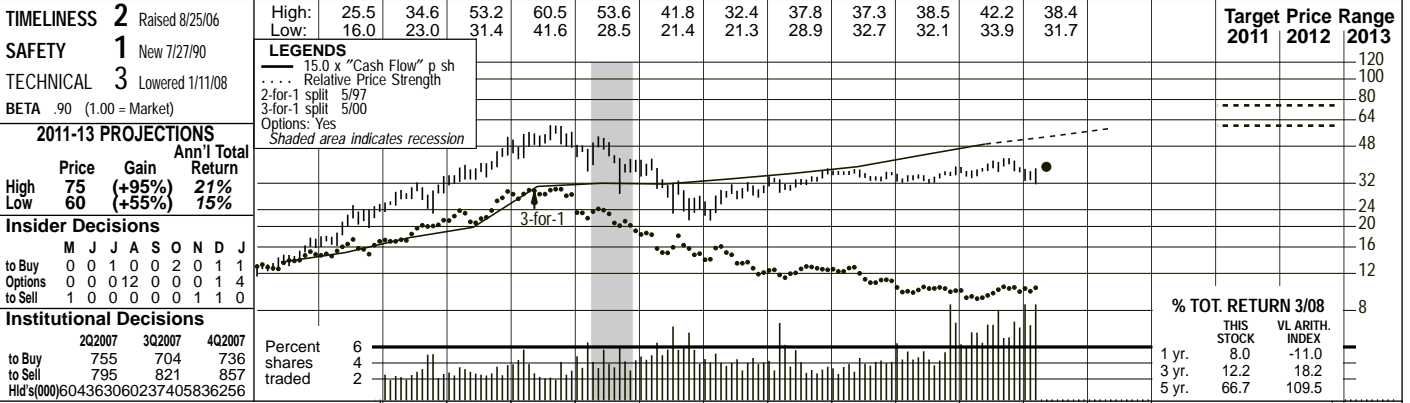


GENERAL ELECTRIC NYSE-GE

RECENT PRICE **38.43** P/E RATIO **16.1** (Trailing: 17.5; Median: 23.0) RELATIVE P/E RATIO **0.99** DIV'D YLD **3.2%** VALUE LINE



Year	1998	1999	2000 ^A	2001	2002	2003	2004	2005	2006	2007	2008	2009	© VALUE LINE PUB., INC.	11-13
Price	5.25	5.65	6.42	6.85	7.35	13.33	14.44	14.28	15.90	17.30	19.00	20.80	Sales per sh ^A	24.60
High	1.18	1.32	2.06	2.14	2.12	2.24	2.38	2.56	2.90	3.28	3.55	3.90	"Cash Flow" per sh	5.00
Low	.93	1.07	1.29	1.41	1.51	1.55	1.61	1.72	1.99	2.20	2.45	2.65	Earnings per sh ^B	3.60
Gain	.42	.49	.57	.64	.73	.77	.82	.91	1.03	1.15	1.25	1.30	Div'ds Decl'd per sh ^C	1.45
Return	.21	.21	.26	.29	.24	.97	1.24	1.38	1.62	1.79	1.80	1.90	Cap'l Spending per sh	2.10
Ann'l Total	3.96	4.32	5.08	5.52	6.39	7.87	10.47	10.43	10.93	11.57	12.05	13.45	Book Value per sh ^D	18.95
2007	9813.9	9854.5	9932.0	9925.9	9969.9	10063	10586	10484	10277	9987.6	9950	9950	Common Shs Outst'g ^E	9950
2008	30.3	35.9	40.1	30.8	20.7	18.1	20.5	20.5	17.3	17.2	Bold figures are Value Line estimates		Avg Ann'l P/E Ratio	19.0
2009	1.58	2.05	2.61	1.58	1.13	1.03	1.08	1.09	.93	.91			Relative P/E Ratio	1.40
2010	1.5%	1.3%	1.1%	1.5%	2.3%	2.7%	2.5%	2.6%	3.0%	3.0%			Avg Ann'l Div'd Yield	2.0%
2011	51546	55645	63807	68018	73317	134187	152866	149702	163391	172738	189000	207000	Sales (\$mill) ^A	245000
2012	21.2%	21.4%	30.4%	29.7%	27.0%	67.0%	65.1%	61.1%	60.2%	57.7%	58.5%	55.0%	Operating Margin	59.0%
2013	2292.0	2319.0	7736.0	7089.0	5998.0	6956.0	8385.0	8538.0	9158.0	10278	10750	12000	Depreciation (\$mill) ^F	14000
2014	9296.0	10717	12735	14128	15133	15589	16819	18275	20666	22468	24750	26765	Net Profit (\$mill)	36450
2015	23.3%	23.0%	23.0%	22.9%	20.2%	21.7%	17.9%	17.4%	16.1%	15.5%	16.0%	17.0%	Income Tax Rate	20.0%
2016	18.0%	19.3%	20.0%	20.8%	20.6%	11.6%	11.0%	12.2%	12.6%	13.0%	13.1%	12.9%	Net Profit Margin	14.9%
2017	d6708	d6512	d4080	d6646	d19636	238969	287826	184959	235281	244405	236700	238500	Working Cap'l (\$mill) ^A	236000
2018	681.0	722.0	841.0	787.0	970.0	170004	212670	212281	260804	319015	320000	320000	Long-Term Debt (\$mill) ^A	320000
2019	38880	42557	50492	54824	63706	79180	110821	109354	112314	115559	120100	134000	Shr. Equity (\$mill) ^D	189000
2020	23.5%	24.8%	24.9%	25.4%	23.4%	7.4%	6.3%	7.1%	6.7%	6.4%	5.5%	6.0%	Return on Total Cap'l	7.0%
2021	23.9%	25.2%	25.2%	25.8%	23.8%	19.7%	15.2%	16.7%	18.4%	19.4%	20.5%	20.0%	Return on Shr. Equity	19.5%
2022	13.8%	14.4%	14.5%	14.2%	12.5%	10.0%	7.7%	8.2%	9.1%	9.5%	10.5%	10.5%	Retained to Com Eq	11.5%
2023	42%	43%	42%	45%	47%	49%	49%	51%	50%	51%	49%	49%	All Div'ds to Net Prof	40%

For greater clarity, our presentation includes all of GE Capital's results, beginning in 2000. Prior to that year, these figures, except net earnings (which are reflected in the Net Profit line after taxes, eliminations and interest), were excluded to prevent the distortion of GE's industrial operations. GE Capital's fiscal results (in billions): Revenues: 1999, \$55.75; 1998, \$48.70; 1997, \$39.93. Net Earnings: 1999, \$4.44; 1998, \$3.80; 1997, \$3.26.

CAPITAL STRUCTURE as of 12/31/07
 Total Debt \$514.0 bill.^A Due in 5 Yrs \$265.6 bill.
 LT Debt \$319.0 bill.^A LT Interest \$25.5 bill.
 (Total interest coverage: 2.1x) (73% of Cap'l)

Leases, Uncapitalized \$6.3 bill.
 Pension Assets-12/07 \$1.7 bill.
 Oblig. \$34.3 bill.

Pfd Stock None
 Common Stock 9,987,597,656 shs.

MARKET CAP: \$384 billion (Large Cap)

CURRENT POSITION	2005	2006	12/31/07 (\$MILL.)
Cash Assets	62155	76055	61175
Receivables	302490	351272	399919
Inventory (LIFO)	10474	11401	12897
Other	14767	17067	16527
Current Assets	389886	455795	490518
Accts Payable	21273	21697	21398
Debt Due	158156	172153	195101
Other	25498	26664	29614
Current Liab.	204927	220514	246113

ANNUAL RATES of change (per sh)	Past 10 Yrs.	Past 5 Yrs.	Est'd '05-'07 to '11-'13
Sales	13.0%	18.0%	7.5%
"Cash Flow"	12.5%	6.5%	9.5%
Earnings	10.5%	7.0%	10.5%
Dividends	12.5%	10.0%	6.0%
Book Value	13.0%	14.0%	9.5%

Cal-endar	QUARTERLY SALES (\$ mill.)				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2005	34926	36956	37027	40793	149702
2006	38029	40048	40693	44621	163391
2007	39200	42384	42566	48588	172738
2008	41750	46750	48000	52500	189000
2009	46000	51500	52000	57500	207000

Cal-endar	EARNINGS PER SHARE ^B				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2005	.34	.41	.42	.55	1.72
2006	.39	.47	.49	.64	1.99
2007	.48	.54	.50	.68	2.20
2008	.52	.58	.60	.75	2.45
2009	.55	.65	.60	.85	2.65

Cal-endar	QUARTERLY DIVIDENDS PAID ^C				Full Year
	Mar.31	Jun.30	Sep.30	Dec.31	
2004	.20	.20	.20	.20	.80
2005	.22	.22	.22	.22	.88
2006	.25	.25	.25	.28	1.03
2007	.28	.28	.28	.28	1.12
2008	.31	.31			

General Electric stock is an attractive selection in the current economic environment. GE's diversified, global business model should enhance its investment appeal in the face of the turmoil in the world's financial markets. GE's financial arm does not have exposure to collateralized debt obligations or structured investment vehicles, which have weighed on some of the financial firms. Additionally, GE has strong finances, which ought to help it perform well in this challenging environment.

The company should have a good year in 2008. General Electric has revamped its business in recent years. It has focused on developing opportunities in high-growth markets, while divesting its underperforming businesses. As a result, GE has performed well. We believe this trend will continue in 2008, with sales of roughly \$189 billion (up 10% year over year) and share earnings of about \$2.45 (up 11%). What's more, the Infrastructure division will likely continue to provide a boost to results in the year ahead.

We are introducing estimates for 2009. The company's diversified business should

continue to post steady gains in 2009. We estimate GE will register a 10% top-line advance, while the bottom line should post an 8% gain, to \$2.65 a share.

Management has positioned General Electric for long-term growth. The company's global operations should help GE weather a downturn in any specific market. In fact, over 50% of GE's revenues come from outside the U.S. What's more, General Electric's flexible business model and substantial resources allow it to quickly react to opportunities for growth. The company is also dedicated to returning value to shareholders. GE repurchased \$13.9 billion worth of stock in 2007, and has an above-average dividend yield.

These shares are ranked to outperform the broader market over the coming six to 12 months. Momentum investors may be interested in GE due to its recent performance. Investors looking for a strong business that has solid potential over the 2011-2013 time frame may also want to consider GE shares. All told, we believe this issue is a good selection for most accounts.

Richard Gallagher
 April 11, 2008

(A) Excludes GE Capital Svcs. sub. until 2000. Consolidated figures thereafter.
 (B) Based on avg. shs. Excl. nonrecr. losses: '00, 24¢; '01, 4¢; '02, 10¢. Next earnings report due mid April.
 (C) Dividends historically paid in late January, April, July and October. ■ Div'd reinvest. plan. avail.
 (D) Incl. intang. At 12/31/07: \$97,294 mill., \$9.98/sh.
 (E) In mill., adj. for stk. splits.
 (F) Mostly on an accelerated basis.

Company's Financial Strength A++
Stock's Price Stability 100
Price Growth Persistence 15
Earnings Predictability 100

© 2008, Value Line Publishing, Inc. All rights reserved. Factual material is obtained from sources believed to be reliable and is provided without warranties of any kind. THE PUBLISHER IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS HEREIN. This publication is strictly for subscriber's own, non-commercial, internal use. No part of it may be reproduced, resold, stored or transmitted in any printed, electronic or other form, or used for generating or marketing any printed or electronic publication, service or product.

To subscribe call 1-800-833-0046.