

Aerospace (35% of '20 sales) is a supplier of products, software, and services to OEMs; Building Tech. (16%) provides products and software to ensure facility safety, effeciency, and production; Performance Mats. (29%) deals in process tech. and automated solu-

total. Has 103,000 emplys. Vanguard owns 7.4% of common; BlackRock, 6.2%; offs. & dirs., less than 1% (3/21 Proxy). CEO: Darius Adamczyk. Inc.: DE. Addr.: 300 South Tryon Street, Charlotte, NC 28202. Tel.: 973-455-2000. Internet: www.honeywell.com.

ANNUAL RATES Past Past Est'd '18-'20 of change (per sh) 5 Yrs. Sales "Cash Flow" 4.5% 9.5% 1.5% .5% 8.0% 6.5% 7.0% Earnings 9.0% 11 0% 11.0% 8.0% 12.0% 2.0% 8.0% 5.0% Dividends Book Value

24303

5730

4892

18098

28175

5750 6042

7405

19197

26033

6116

6903

20207

Current Assets

Accts Payable Debt Due

Current Liab.

| Cal- | QUARTERLY SALES (\$ mill.) | | | | Full |
|-------|-----------------------------------|--------|--------|--------|-------|
| endar | Mar.31 | Jun.30 | Sep.30 | Dec.31 | Year |
| 2018 | 10392 | 10919 | 10762 | 9729 | 41802 |
| 2019 | 8884 | 9243 | 9086 | 9496 | 36709 |
| 2020 | 8463 | 7477 | 7797 | 8900 | 32637 |
| 2021 | 8454 | 8808 | 8473 | 8785 | 34520 |
| 2022 | 8780 | 9500 | 9150 | 9520 | 36950 |
| Cal- | EARNINGS PER SHARE A Full | | | | |
| endar | Mar.31 | Jun.30 | Sep.30 | Dec.31 | Year |
| 2018 | 1.95 | 2.12 | 2.03 | 1.91 | 8.01 |
| 2019 | 1.92 | 2.10 | 2.08 | 2.06 | 8.16 |
| 2020 | 2.21 | 1.26 | 1.56 | 2.07 | 7.10 |
| 2021 | 1.92 | 2.02 | 2.02 | 2.09 | 8.05 |
| 2022 | 2.05 | 2.30 | 2.30 | 2.40 | 9.05 |
| Cal- | I- QUARTERLY DIVIDENDS PAID B= Fu | | | | |
| endar | Mar.31 | Jun.30 | Sep.30 | Dec.31 | Year |
| 2018 | .745 | .745 | .745 | .82 | 3.06 |
| 2019 | .82 | .82 | .82 | .90 | 3.36 |
| 2020 | .90 | .90 | .90 | .93 | 3.63 |
| 2021 | .93 | .93 | .93 | .98 | |
| 2022 | | | | | |
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Honeywell's earnings targets for 2021 and 2022 have been recalibrated to \$8.05 and \$9.05 a share, respectively. These figures are a nickel and a dime lower than where they stood three months earlier. The downward adjustments are simply to reflect the lower sales tallies we now envision for the years. Third-quarter revenues missed the mark by about \$225 million, as aerospace receipts grew by a percentage than we initially thought. Too, the backdrop heading into the winter months has grown increasingly unfavorable with inflation and supplychain concerns showing no signs of letting up. Of course, situations can evolve quickly in the present day and if that turns out to be the case here, our 2022 presentation would brighten.

Recent pressures on the share price can be directly tied to the omicron variant of the coronavirus. Industrial stocks have been punished of late because pundits are concerned that this more contagious strain could disrupt economic growth. Airlines were some of the hardest hit stocks when COVID first showed up on the radar, and HON has serious exposure

to the aerospace arena, so it would be particularly vulnerable on that front.

The new Honeywell Transmission Risk Air Monitor looks like a game changer. The company has seen sizable gains in its healthy building solutions and services, and these new devices, while still detecting carbon monoxide and other harmful gases, can alert people to increased risks of airborne viruses. pandemic has brought indoor air quality to the forefront of many minds and these monitors are a noticeable advancement.

This top-quality stock should be appealing to the income-minded at this juncture. The blue chip is neutrally ranked for year-ahead relative price performance. Too, appreciation potential for the pull to 2024-2026 is subpar. On the other hand, the quarterly dividend payout was boosted to \$0.98 to close out 2021. The hike pushed this equity's yield above the Value Line median. Further, we would be remiss if we did not point out that HON is a rock-solid defensive play if the volatility carries into 2022. The aerospace world needs to hold firm, however. Erik M. Manning January 7, 2022

(A) Diluted earnings. Excludes nonrecurring: '05, d10¢; '06, 1¢; '10, d41¢; '11, d\$1.18; '12, d79¢; '13, d5¢; '14, d23¢; '16, 39¢; '17, d\$4.97; '18, 97¢; '19, 25¢; '20, d38¢. Quarterly figures

may not sum due to rounding. Next earnings report due late January. (B) Dividends historically paid in early March, June, September, and December. Dividend reinvestment plan available. (C) Includes intangibles. In '20: \$19.6 billion, \$28.13 a share. (D) In millions. (E) Spunoff Garrett Motion (GTX) and Residio Tech. (REZI) 10/18.

Company's Financial Strength Stock's Price Stability A++ 90 Price Growth Persistence **Earnings Predictability**

95