November 7, 2025

Edward Jones

Bristol-Myers Squibb (BMY)

Rating: Hold

Price	Yield	Market Cap.	52-Week Range
$46.63	5.3%	$96.8B	$63.33 – $42.52

Data as of 11/06/2025

Sector	Health Care
Subsector	Biopharma & Life Sci
Investment Category	Large Cap
Price Movement	Average

Company Overview

Bristol-Myers Squibb is one of the largest drug companies in the world. Bristol has sold or spun off all of its nonpharma businesses. Acquisitions have focused on oncology. The company's largest drugs include Opdivo, Eliquis, and Revlimid. Bristol was incorporated in 1887 and is headquartered in New York. Bristol's competitors include Merck, Roche, and Johnson & Johnson.

Revenues International	31%
Standard & Poor's/Moody's	A/A2
MSCI ESG Rating	A/Average

Dividend Outlook (1-Year): Rising

Annualized Payment	$2.48
Last Change	3% (Dec 11, 2024)
Consec. Yrs Increased	15
Paid Since	1900
5-Yr. Trailing Growth	7%
Long-Term Growth Est.	5%
Payout Ratio ('25)	38%
Dividends Paid	Feb, May, Aug, Nov

Commentary: Over the long term, we believe Bristol will grow its dividend in line with earnings growth.

Valuation & Earnings

	'24A	'25E	'26E
Earnings Per Share	1.15	6.55	6.55
P/E	40.5x	7.1x	7.1x
PEGY	3.9x	0.7x	0.7x
LT EPS Growth Est.			5%
Est. Earnings Date			October 30, 2025

2024 EPS will be negatively impacted by mostly noncash charges related to some acquisitions.

Annualized Total Returns	1yr	3yr	5yr
Bristol-Myers Squibb	(11)%	(12)%	(2)%
S&P Health Care Index	0%	5%	8%
S&P 500 Index	15%	23%	16%

Data as of 11/6/25. Source: FactSet. Indexes are unmanaged and cannot be invested in directly. Past performance is no guarantee of future results.

Investment Summary

We intend to drop coverage of Bristol-Myers Squibb on November 14, 2025, as Edward Jones is no longer producing equity research reports. Our final recommendation on the stock is a Hold. The opinion should not be relied upon after termination of coverage on November 14, 2025.

Outlook

Largest Product Facing Generic Competition - Bristol acquired cancer-drug company Celgene in 2019, which added diversification and cancer expertise. However, we have concerns over Celgene's blood-cancer drug Revlimid, which accounted for approximately 12% of Bristol's sales during 2024 and is now facing generic competition.

Promising Cancer Products - Bristol's cancer drug Opdivo is a leader in immuno-oncology, which activates the body's immune system to help fight the disease. Opdivo could generate tens of billions of dollars in sales in the next few years but may face generic competition before the end of the decade. However, new drugs and drugs in development from recent acquisitions (Mirati, RayzeBio) could eventually help growth. New formulations of Opdivo could also help growth, if approved by regulators.

Pipeline of New Products Progressing Well - Bristol has built a solid pipeline of new drugs through internal research and development, and acquisitions, such as the $5.8 billion Mirati Therapeutics purchase. Growth from new products in cancer, autoimmune disease and cardiomyopathy should offset sales declines from patent expirations. We also see promise in a new approved schizophrenia drug that was developed by Karuna Therapeutics, another recent acquisition.

Valuation and Recent Performance - Bristol has a price-to-earnings ratio of 7.1 times our 2026 earnings estimate, which is below the peer-group average of 12.3. Given the risks related to its largest drug facing generic competition, offset by promising new products, we view shares as appropriately valued. Bristol has underperformed its health care peers over the past year due to several drugs coming off patent in future years.

Risks - The primary downside risks to our Hold rating are if Opdivo disappoints or if the deal integration does not go as planned. Other downside risks include product failures or liabilities, pricing pressure, and political and regulatory risks. The primary upside risks include cost savings or growth from new drugs.

Key Developments

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Analyst: John Boylan, CFA

Please see important disclosures and analyst certification on page 2 of the report.

Analyst Certification

I certify that the views expressed in this research report accurately reflect my personal views about the subject securities and issuers; and no part of my compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in the research report. John Boylan, CFA

Required Research Disclosures

3-Year Rating and Price History for: Bristol-Myers Squibb (BMY) as of 11/06/2025

Source: Reuters

November 7, 2025	BUY	HOLD	SELL
Stocks	55%	45%	0%
Investment Banking Services	4%	6%	0%

The table lists the percent of stocks we follow globally in each of our rating categories. Investment banking services indicate the percentage of those companies where the firm has acted in furtherance of a public offering of the issuer within the past 12 months.

- Initiated Coverage PRE-1993.....(H) 07/31/02-02/20/14...(S) 02/20/14-06/19/14...(H) 06/19/14-11/19/14...(B) 11/19/14-08/05/16...(UR) 08/05/16-08/05/16...(B) 08/05/16-01/03/19...(UR) 01/03/19-01/03/19...(H) 01/03/19-
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Opinion Rating Definitions: Buy (B) - We believe the valuation is attractive and total return potential is above average over the next 3-5 years compared with industry peers. **Hold (H)** - We believe the stock is fairly valued and total return potential is about average over the next 3-5 years compared with industry peers or a special situation exists, such as a merger, that warrants no action. **Sell (S)** - We believe the stock is overvalued and total return potential is below average over the next 3-5 years compared with industry peers. In some cases we expect fundamentals to deteriorate considerably and/or a recovery is highly uncertain. **FYI (FYI)** - For informational purposes only; factual, no opinion. **Under Review (UR)** – Our rating, estimates, and opinion for this company are under review and should not be relied upon for making investment decisions until updated.

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- Price Movement: Above Average (AA) – This stock will likely be more volatile than the average stock in the S&P 500 Index. These companies are often growing faster than the average company and/or are in industries that are more sensitive to the economy. Average (A) – This stock will likely experience volatility similar to the average stock in the S&P 500 Index. Below Average (BA) – This stock will likely be less volatile than the average stock in the S&P 500 Index. These companies are often more mature, grow more slowly than the average company, and/or are in industries that are less sensitive to the economy.
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