

Earnings, Revenues, & Valuation: S&P 500 Sectors

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thinking outside the box

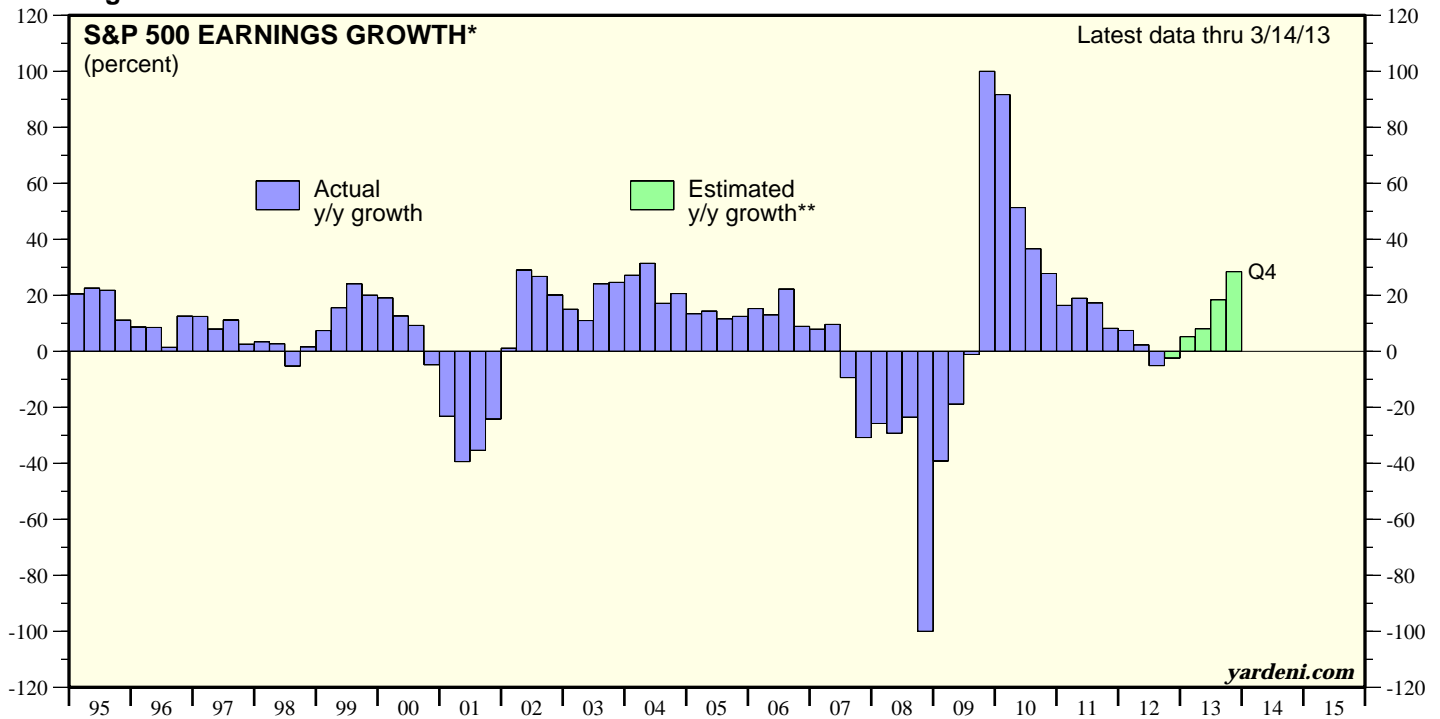
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- S&P 500 Earnings & Revenue Growth -

Figure 1.

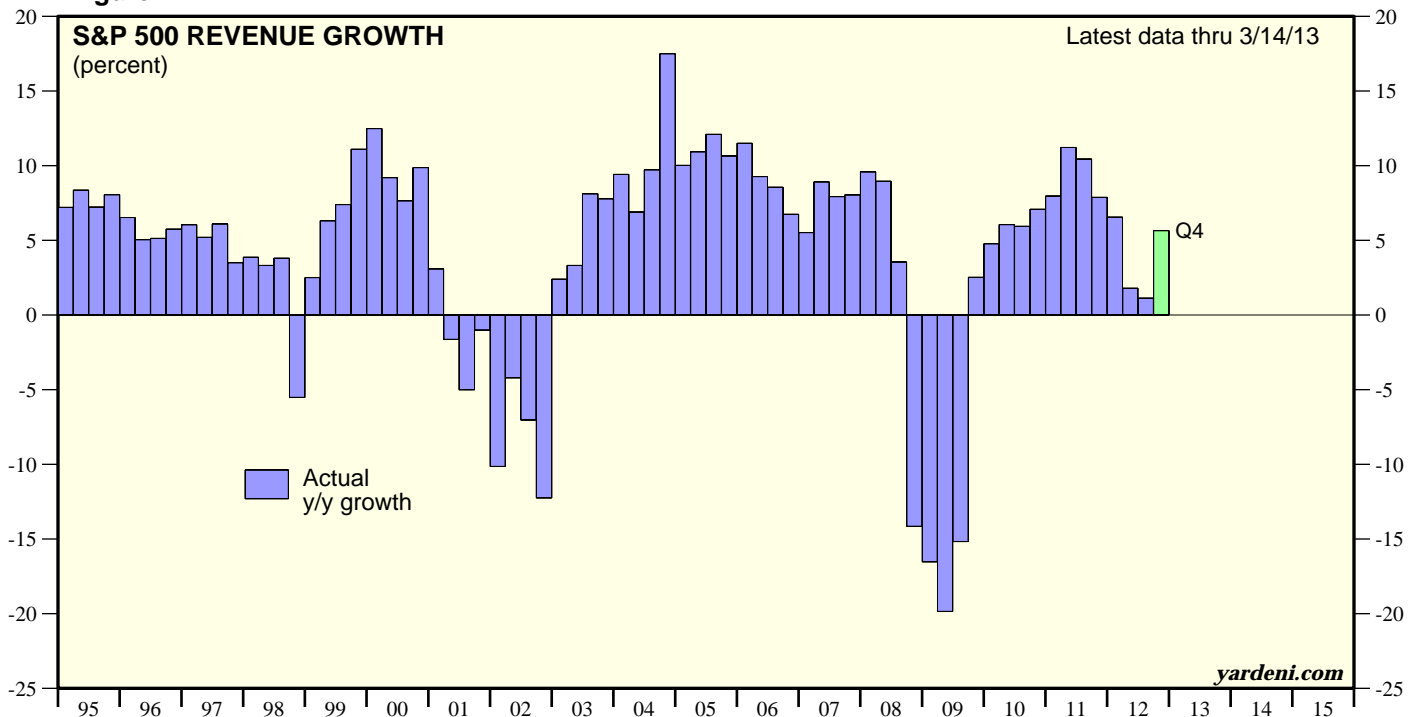


* Yearly growth rates capped at +100% and -100% due to extreme values.

** Industry analysts' consensus expected earnings growth.

Source: Standard & Poor's Corporation.

Figure 2.

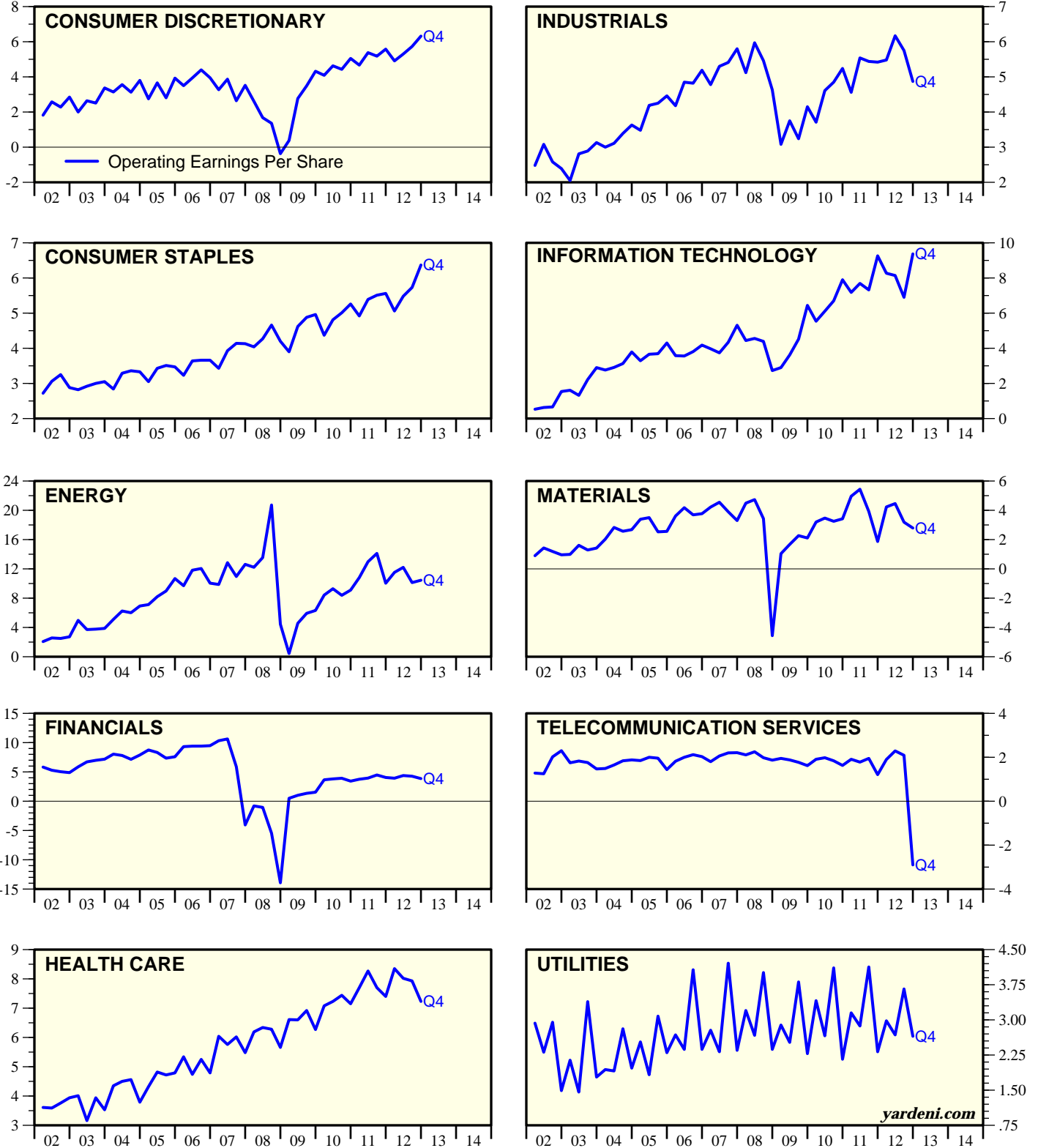


* Industry analysts consensus expected earnings growth.

Source: Standard & Poor's Corporation.

- S&P 500 Sectors Quarterly Earnings Per Share -

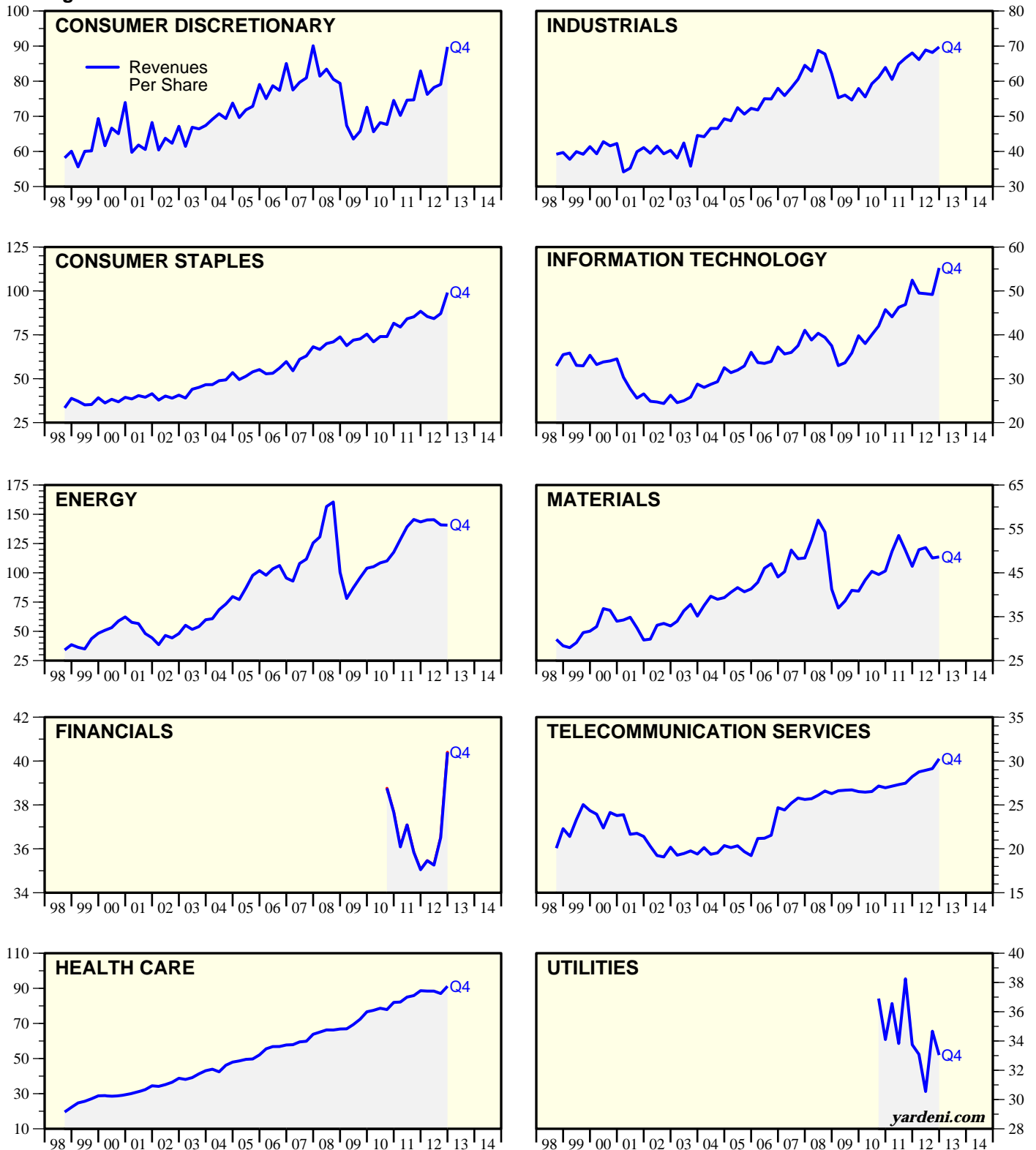
Figure 3.



Source: Standard & Poor's Corporation.

- S&P 500 Sectors Quarterly Revenue Per Share -

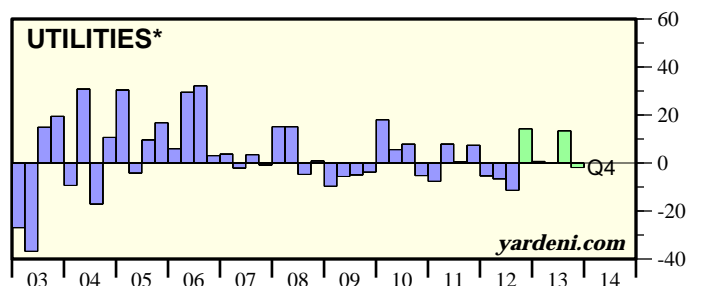
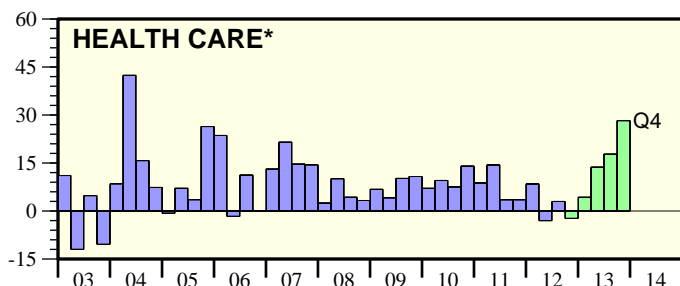
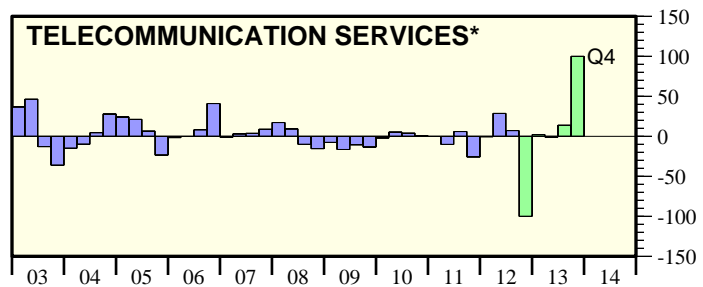
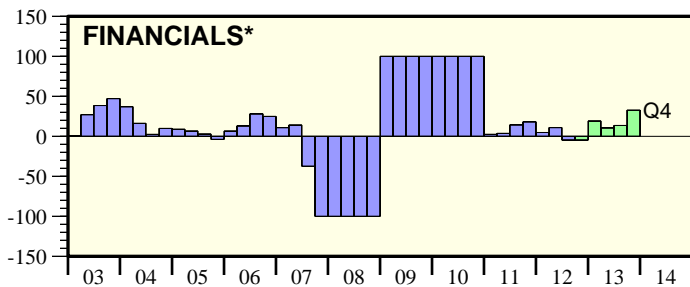
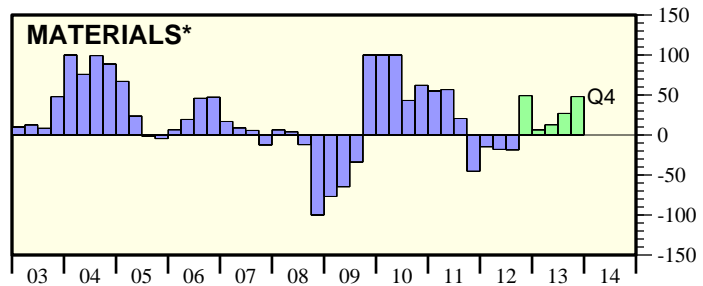
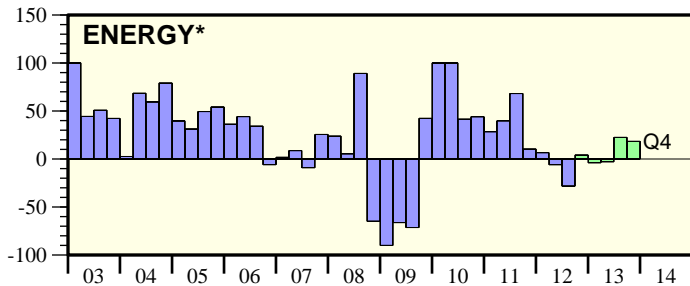
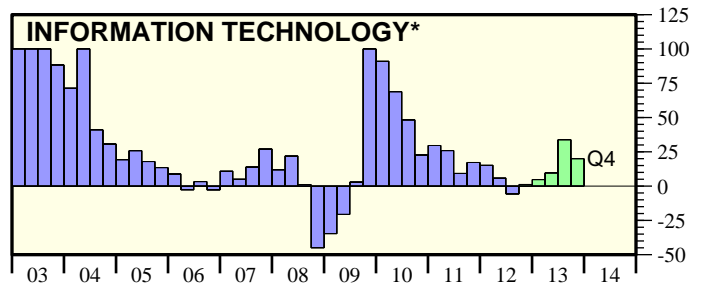
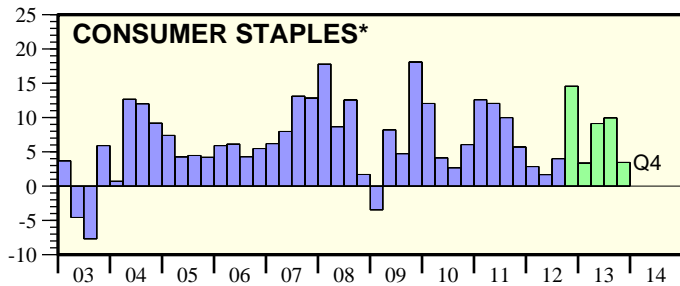
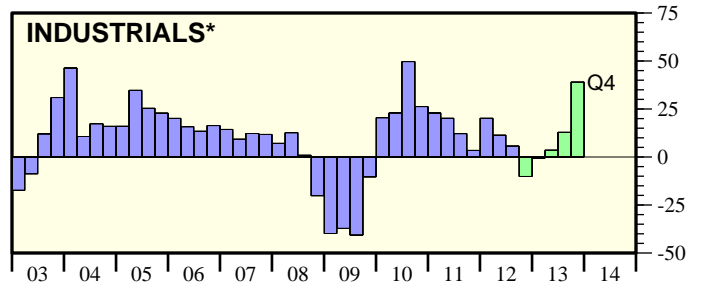
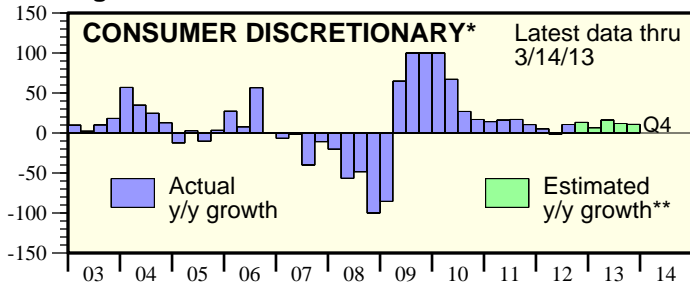
Figure 4.



Source: Standard & Poor's Corporation.

- S&P 500 Sectors Earnings Growth -

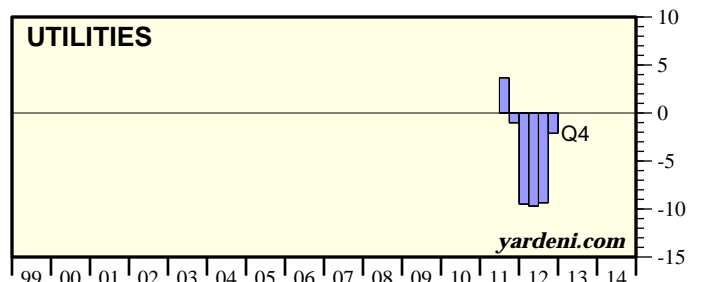
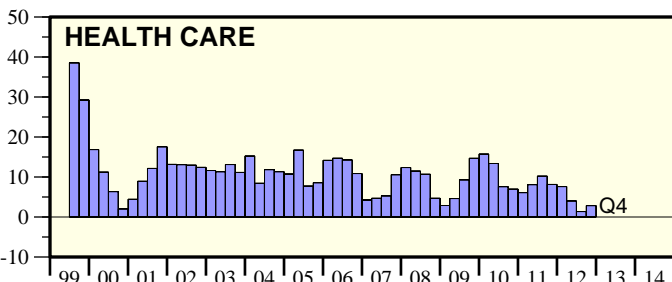
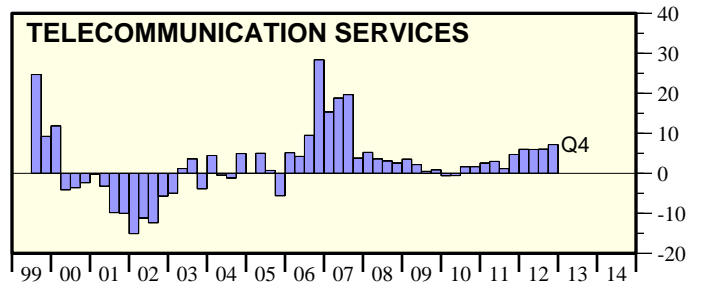
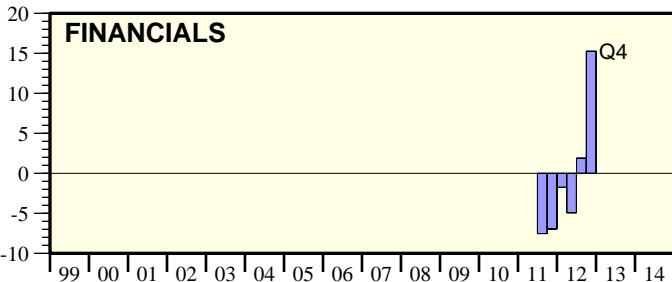
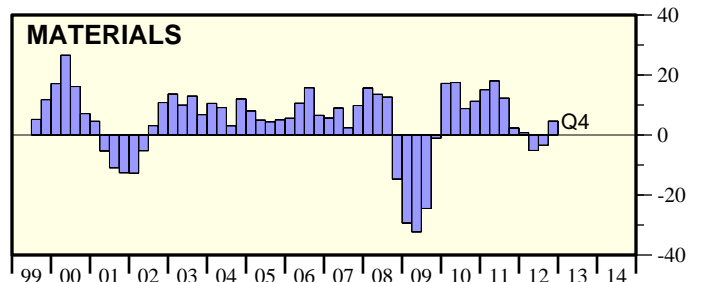
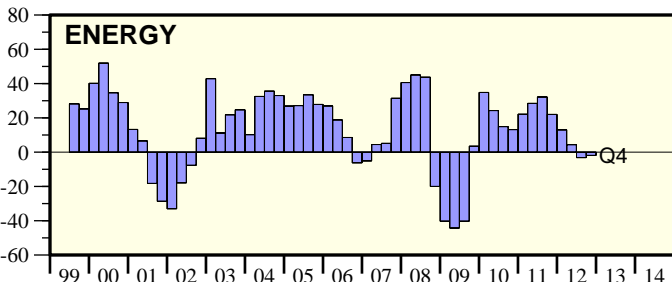
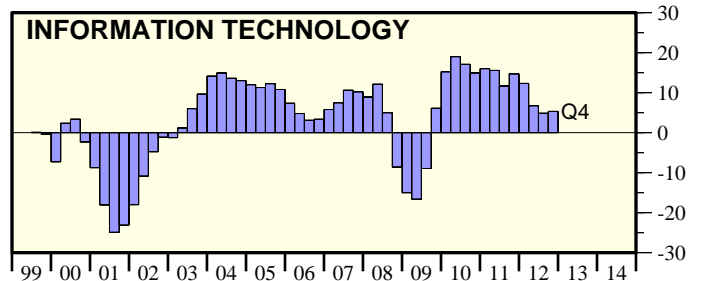
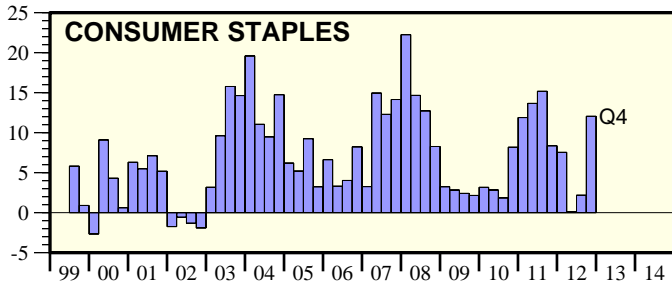
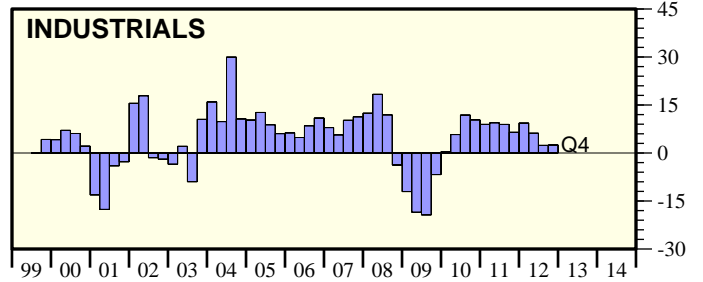
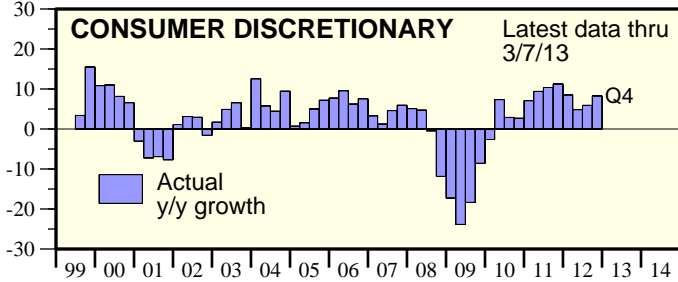
Figure 5.



* Yearly growth rates capped at +100% and -100% due to extreme values.
 ** Industry analysts consensus expected earnings growth.
 Source: Standard & Poor's Corporation.

- S&P 500 Sectors Revenue Growth -

Figure 6.

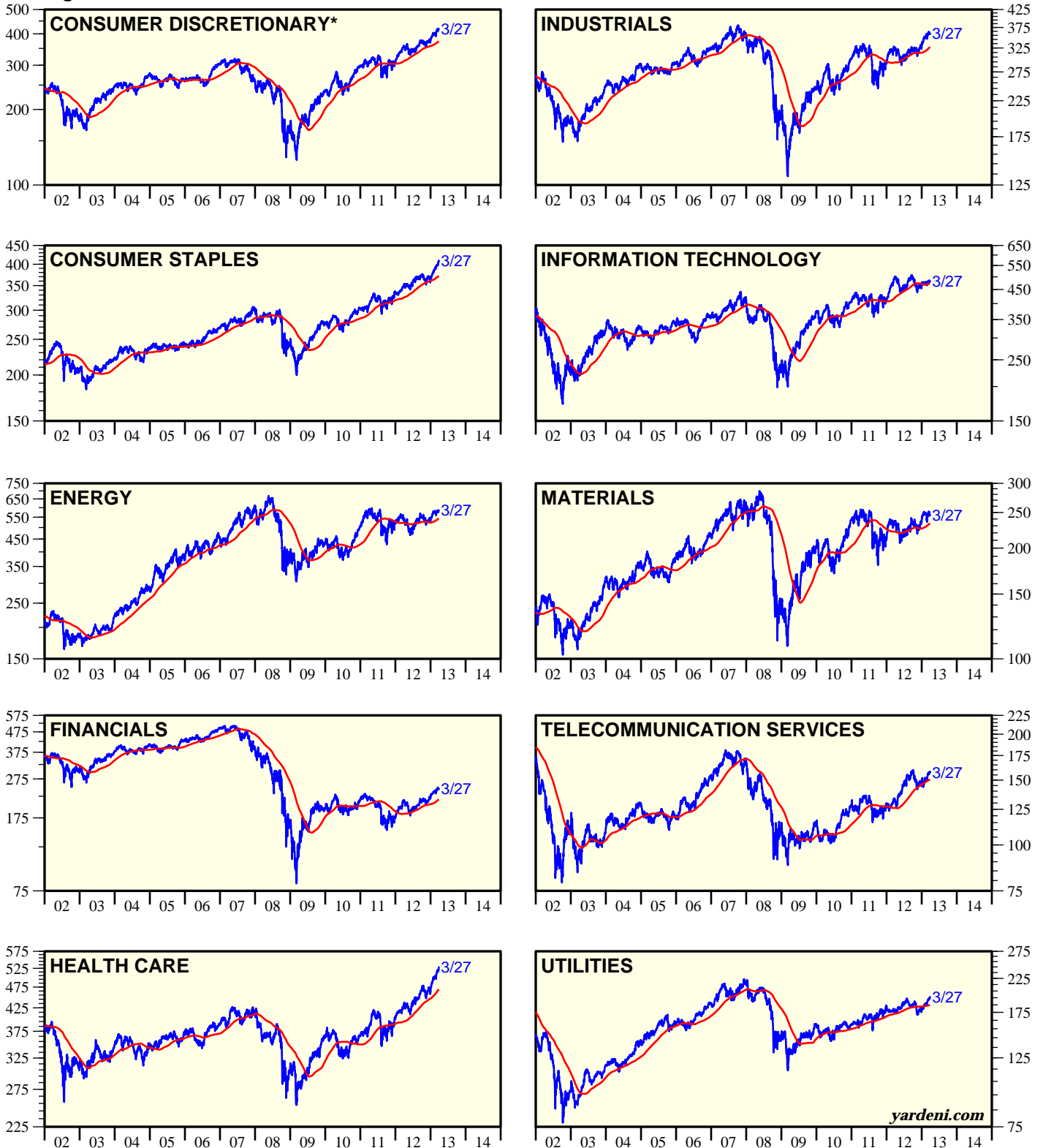


Source: Standard & Poor's Corporation.

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- S&P 500 Sectors Stock Price Indexes -

Figure 7.



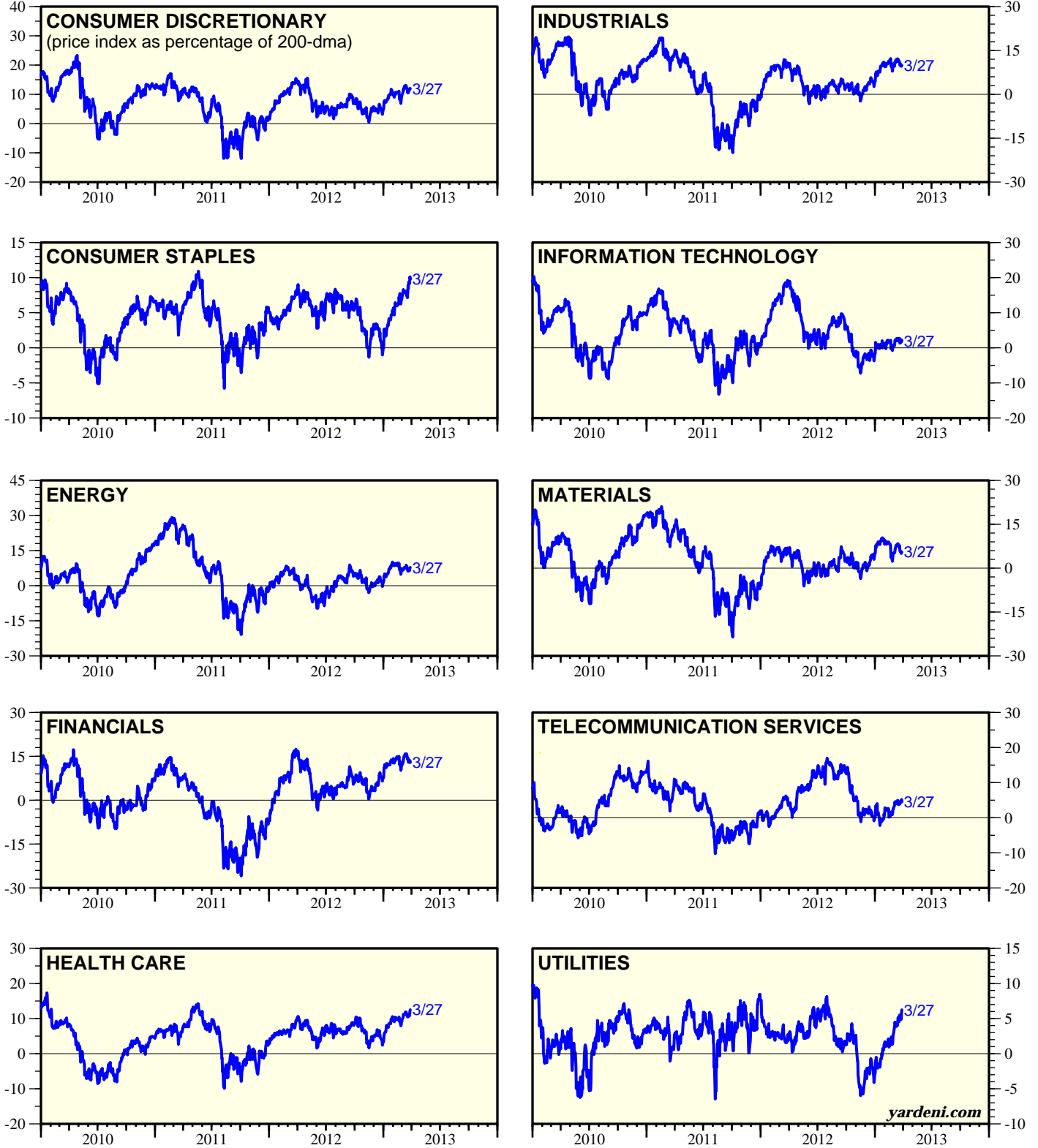
* Ratio scale.

— 200-day moving average

Source: Haver Analytics and Standard & Poor's Corporation.

- S&P 500 Sectors Versus 200-Dma -

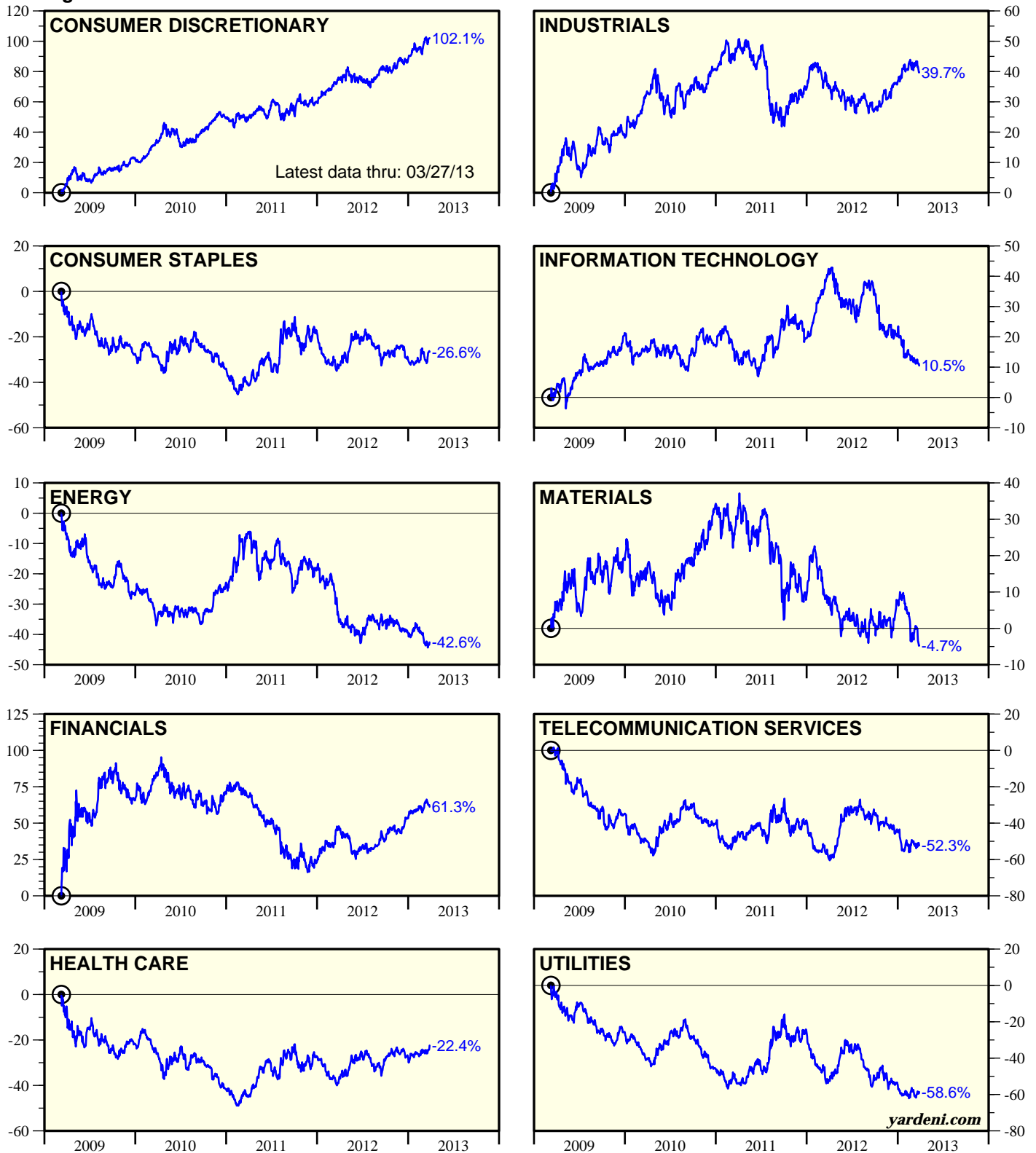
Figure 8.



Source: Standard & Poor's Corporation.

- S&P 500 Sector Performance -

Figure 9.

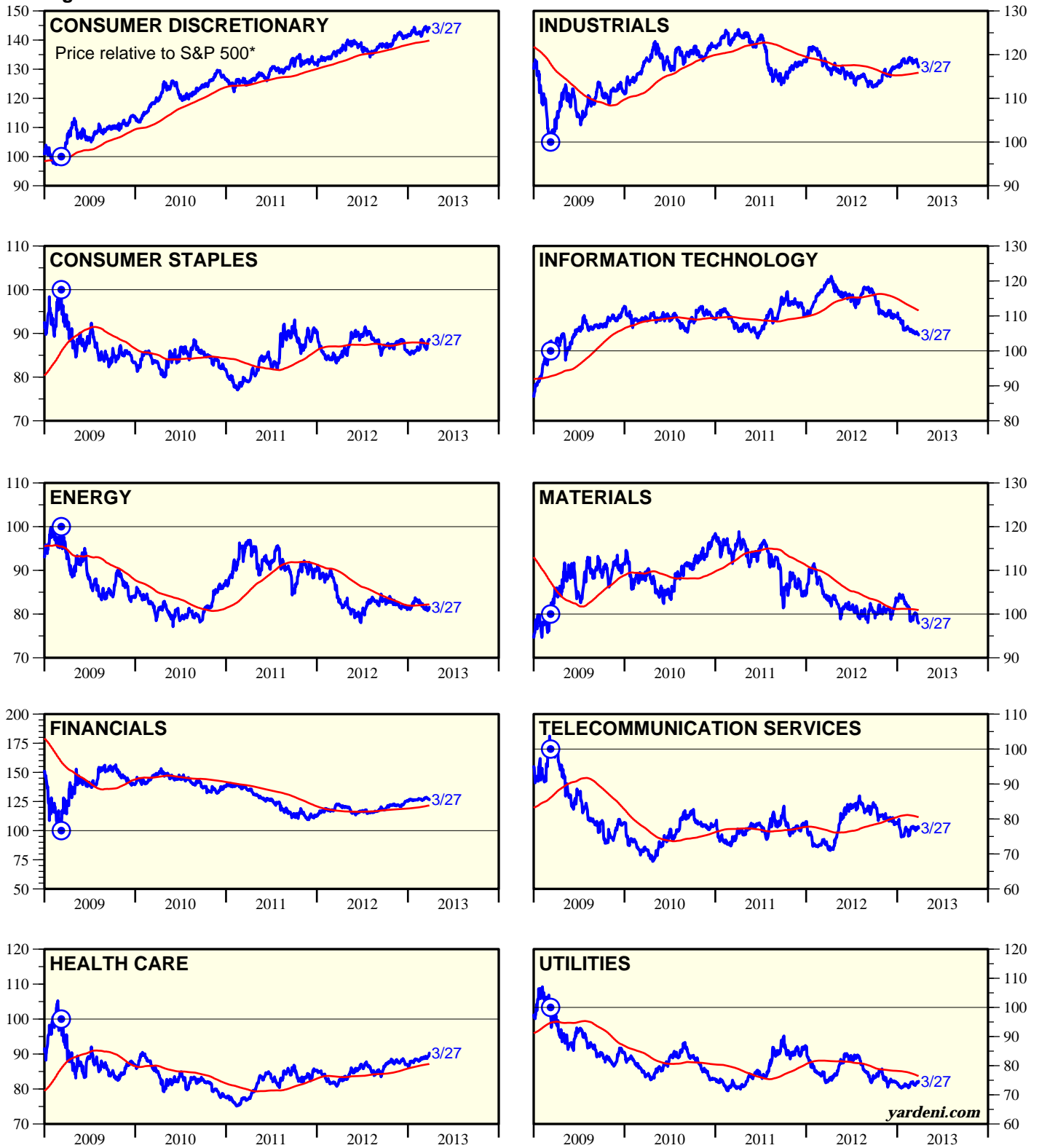


* Indexed to 0 on 3/9/2009.

Source: Standard & Poor's Corporation. Data as of 03/27/13

- S&P 500 Sectors Bull Market Strength Since 2009 -

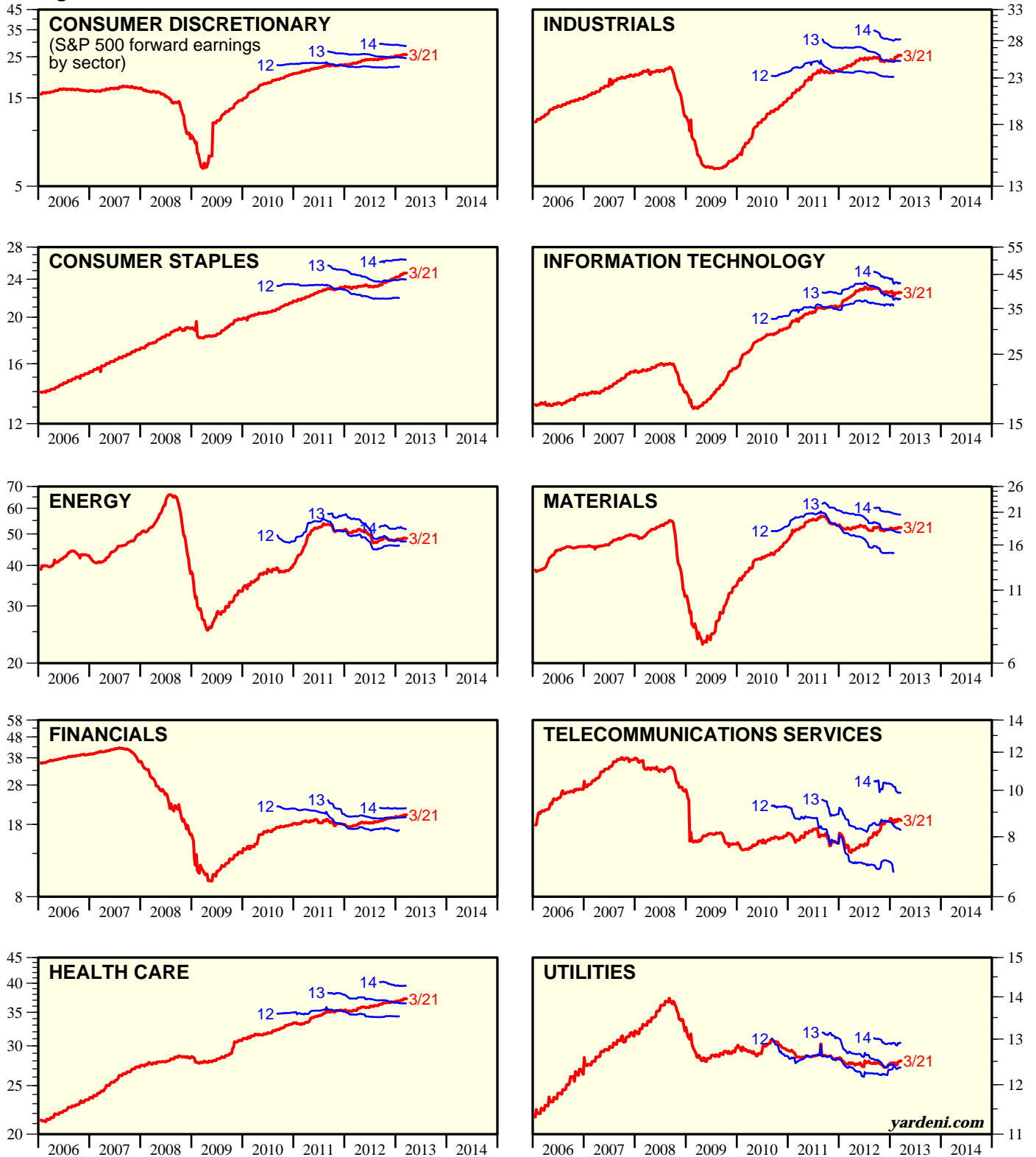
Figure 10.



* Indexed to 100 on 3/9/2009.
Source: Standard & Poor's Corporation.

- S&P 500 Sectors Forward Earnings -

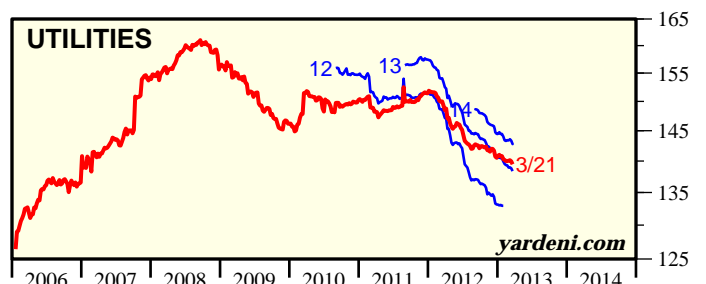
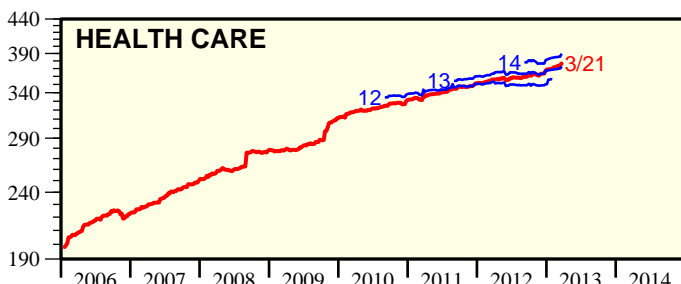
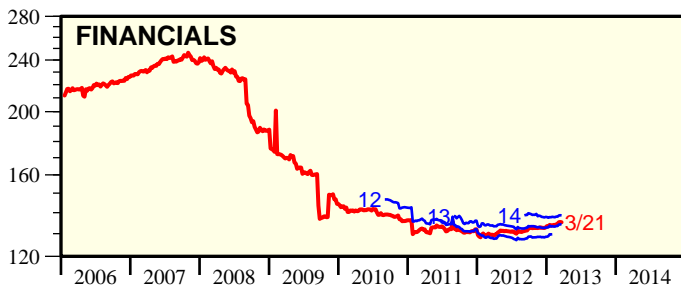
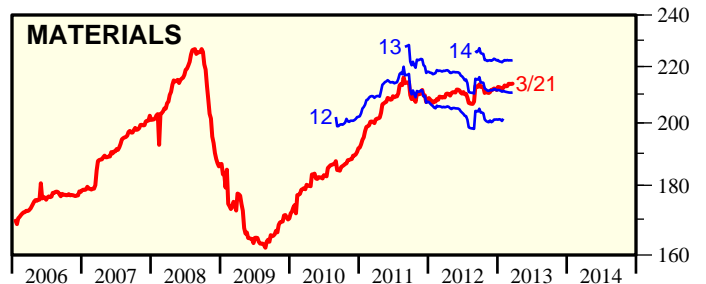
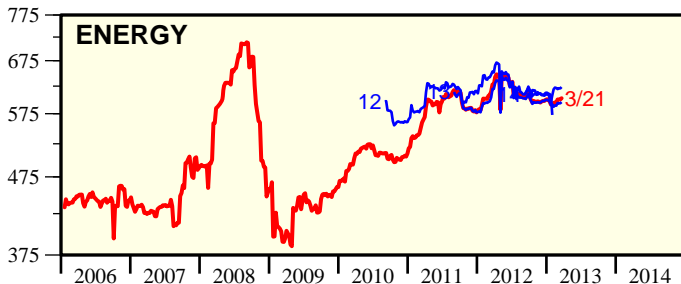
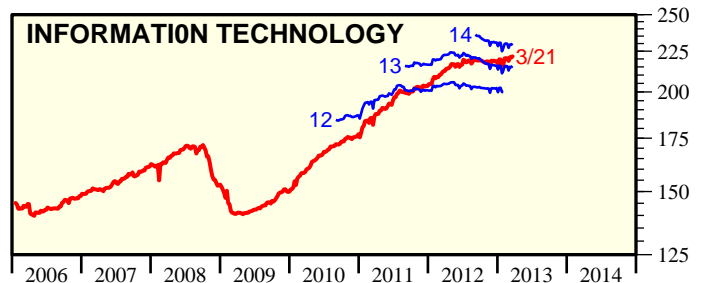
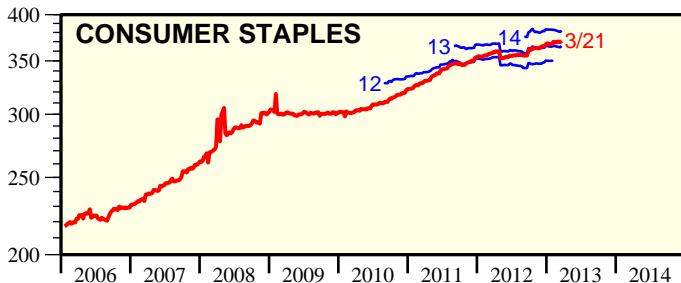
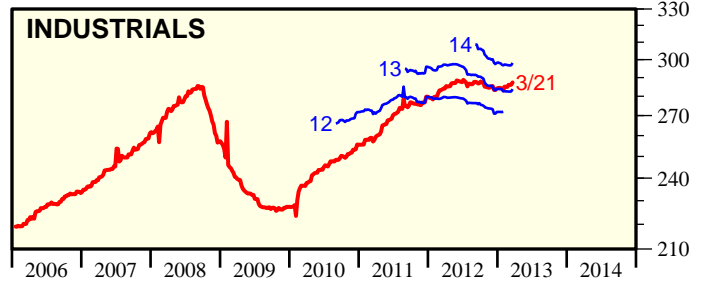
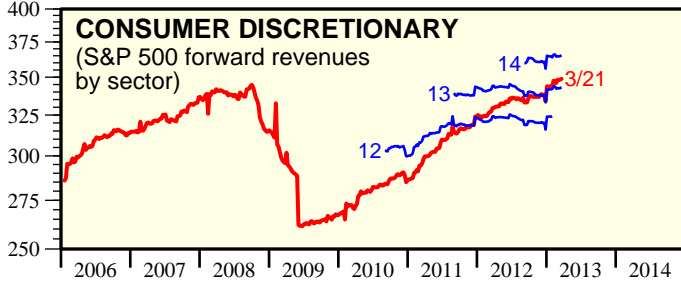
Figure 11.



Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Forward Revenues -

Figure 12.

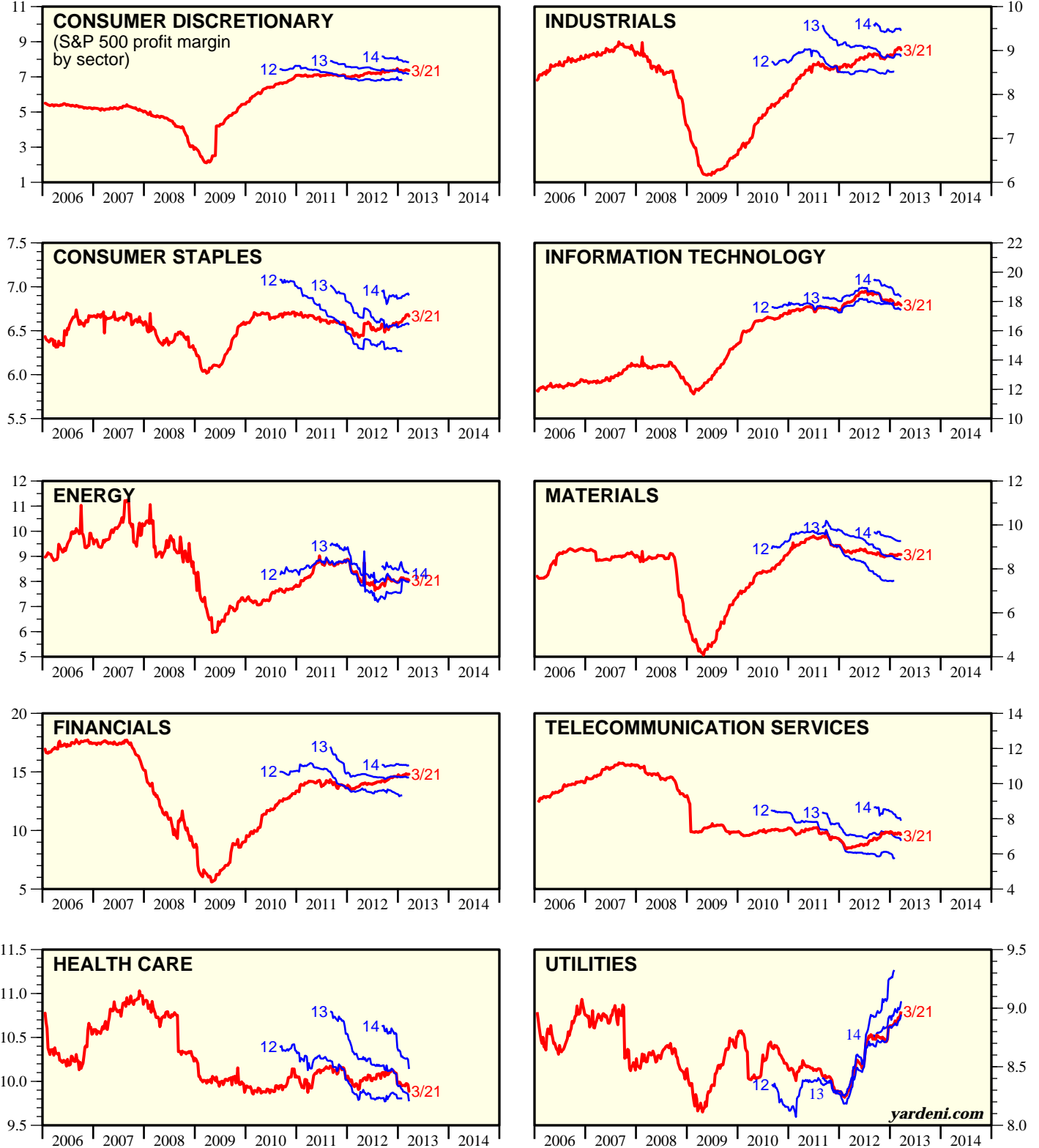


* Time-weighted average (in red) of the current year's and next year's consensus revenues estimates (in blue).

Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Forward Profit Margin -

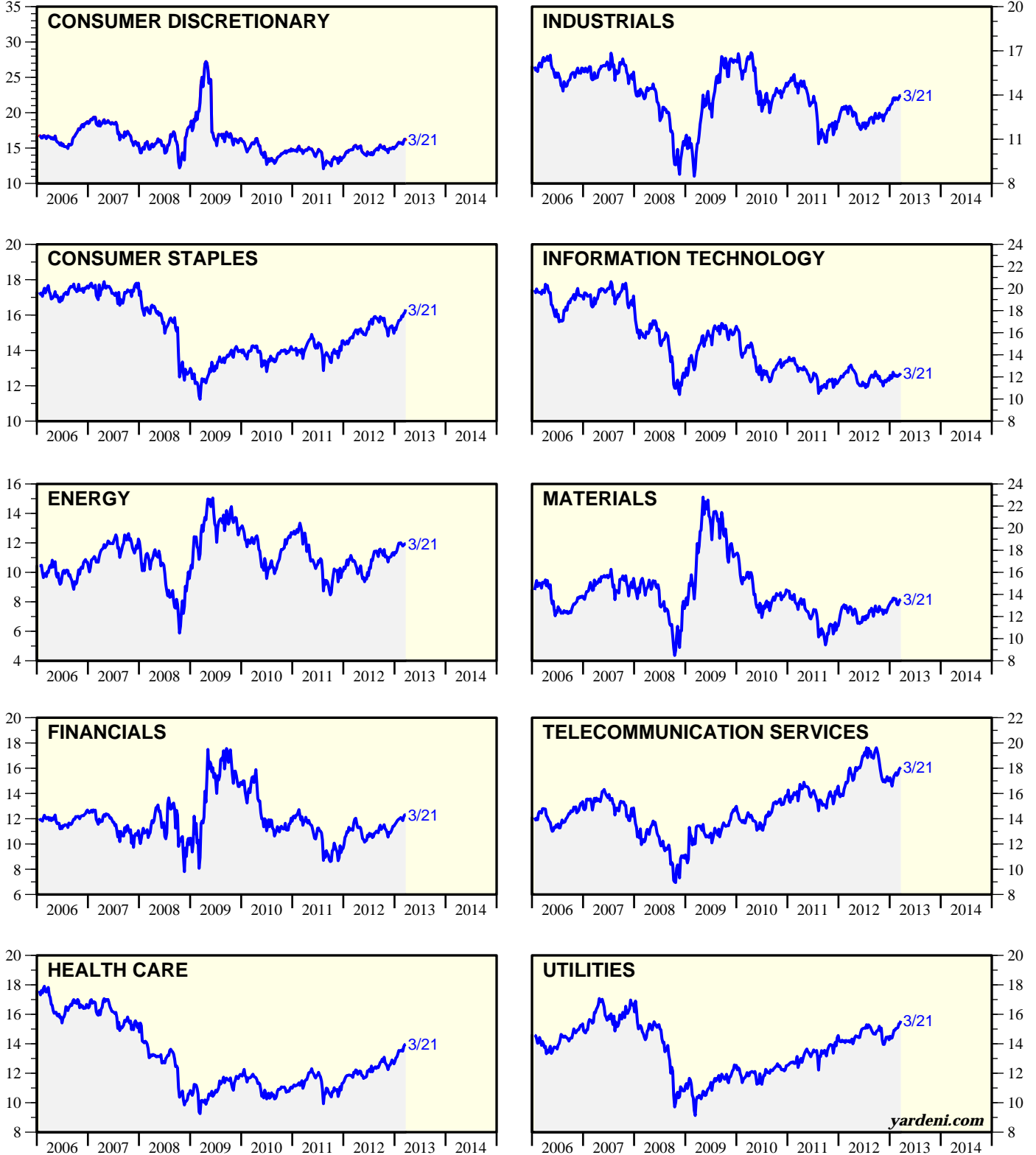
Figure 13.



Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Forward P/Es -

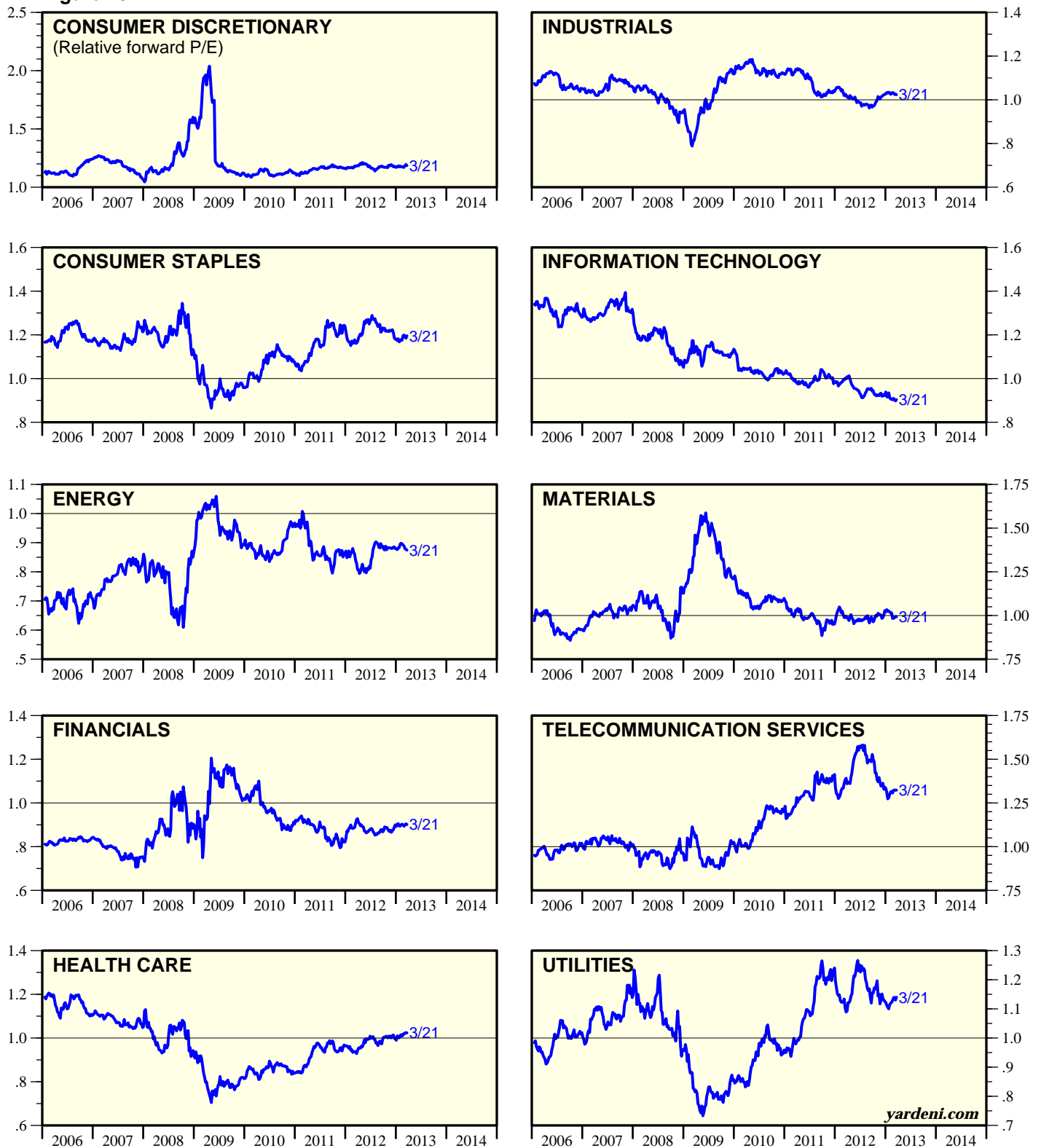
Figure 14.



Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Relative Forward P/Es -

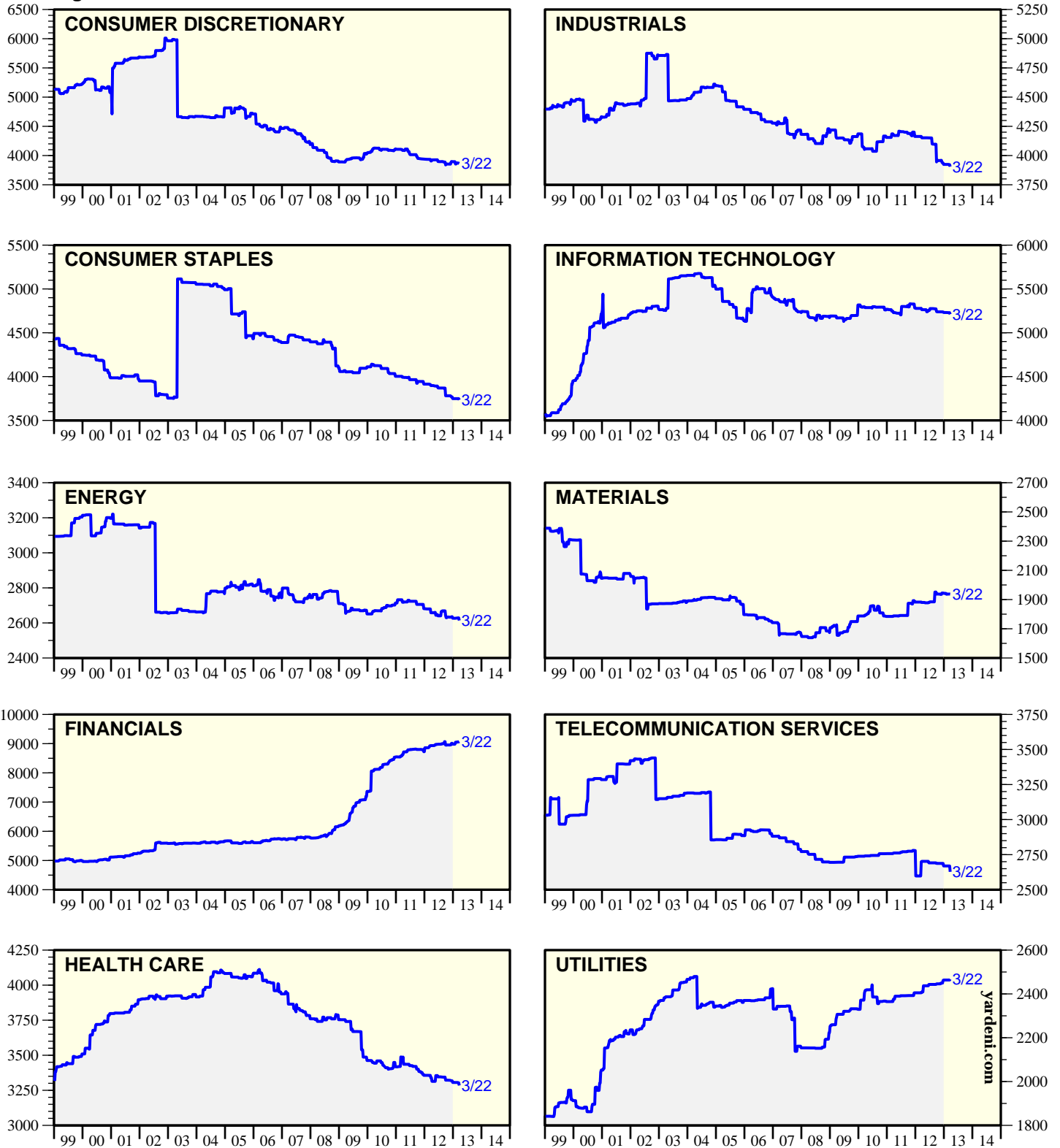
Figure 15.



* Sector's forward P/E divided by S&P 500 forward P/E.
Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Divisors -

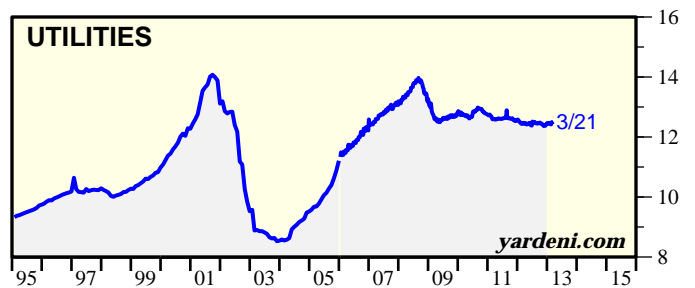
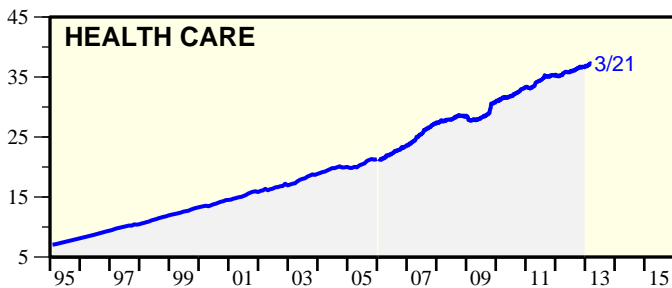
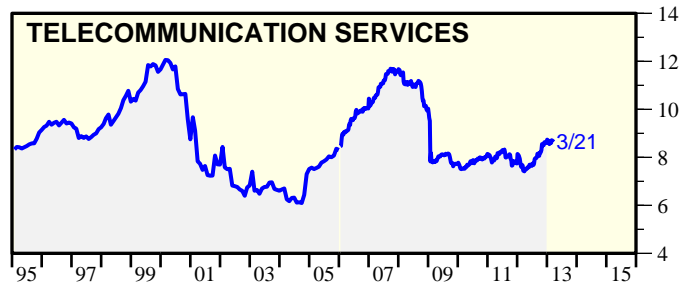
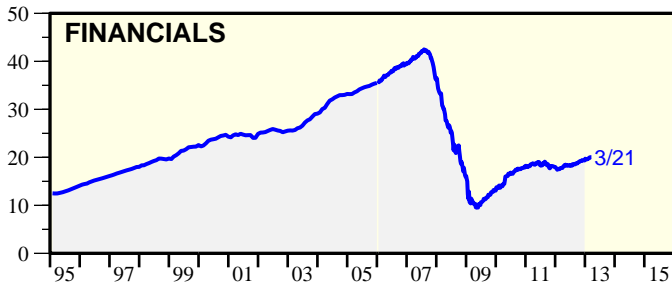
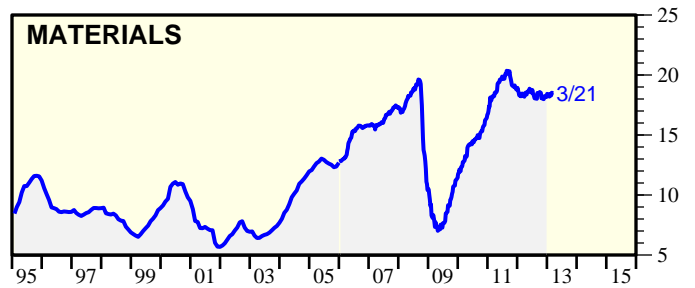
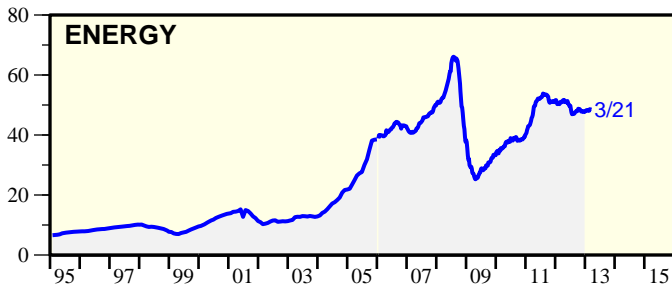
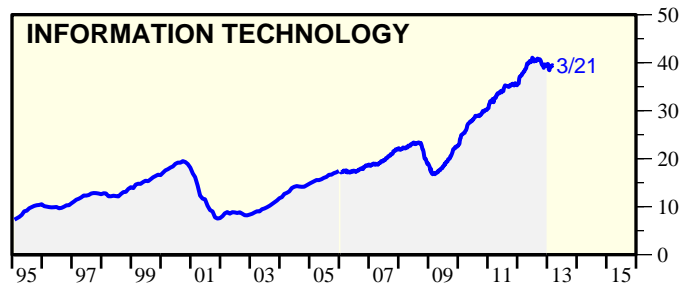
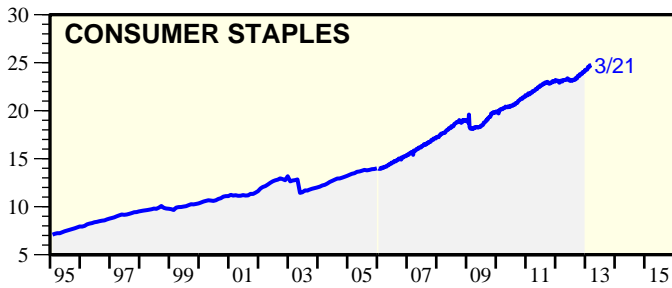
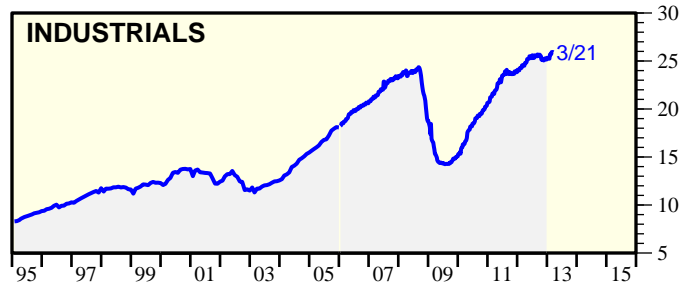
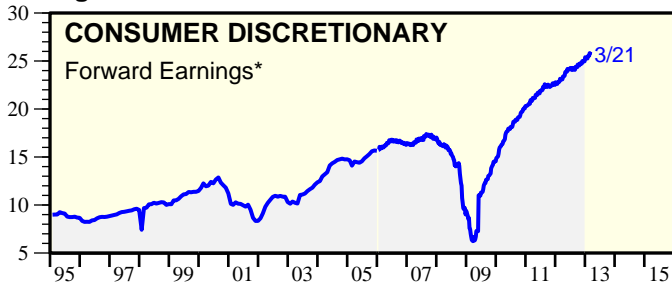
Figure 16.



Source: Standard & Poor's Corporation.

- S&P 500 Sectors Forward Earnings -

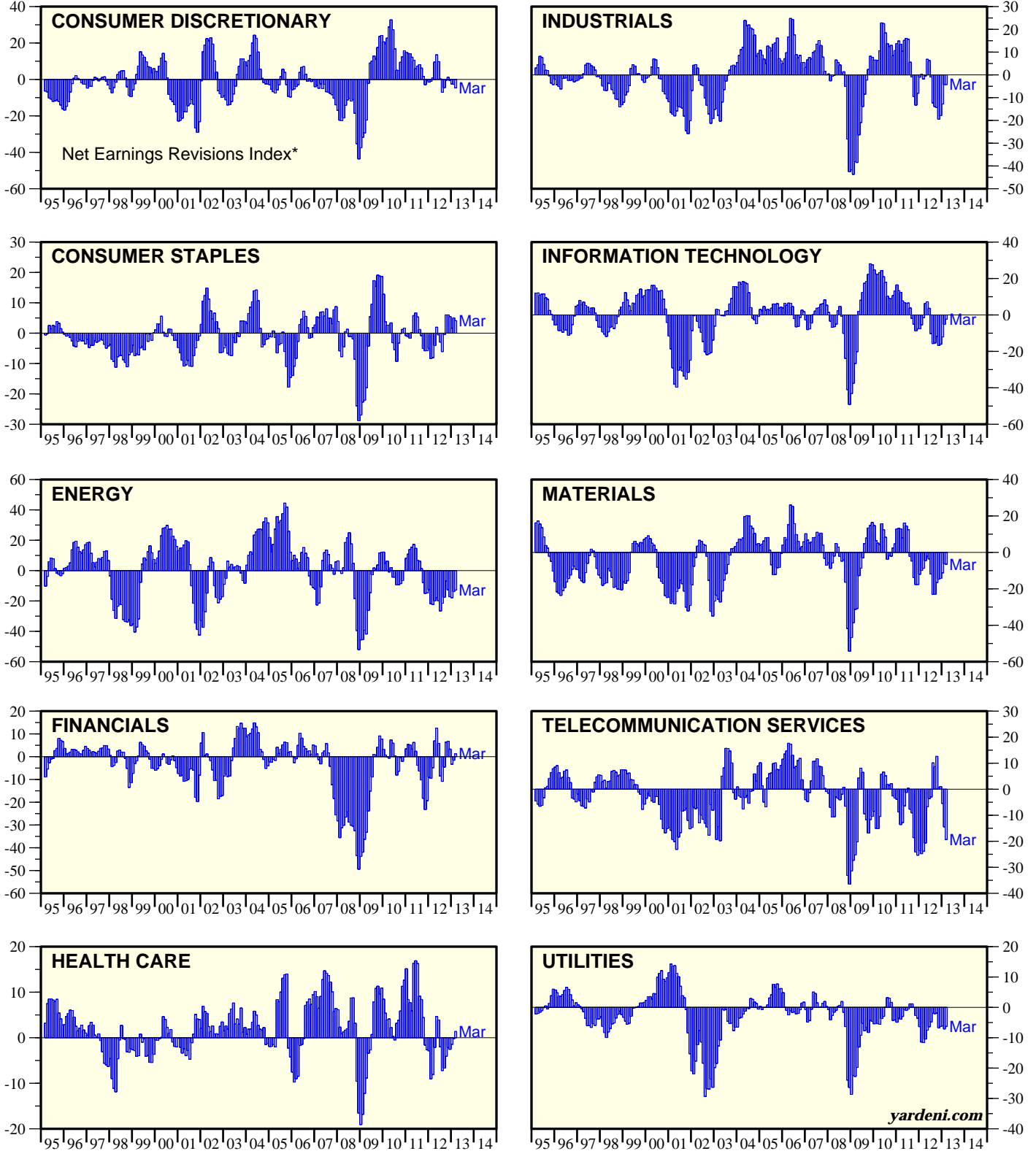
Figure 17.



* Time-weighted average of current and next year's consensus earnings estimates.
Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Net Earnings Revisions Index -

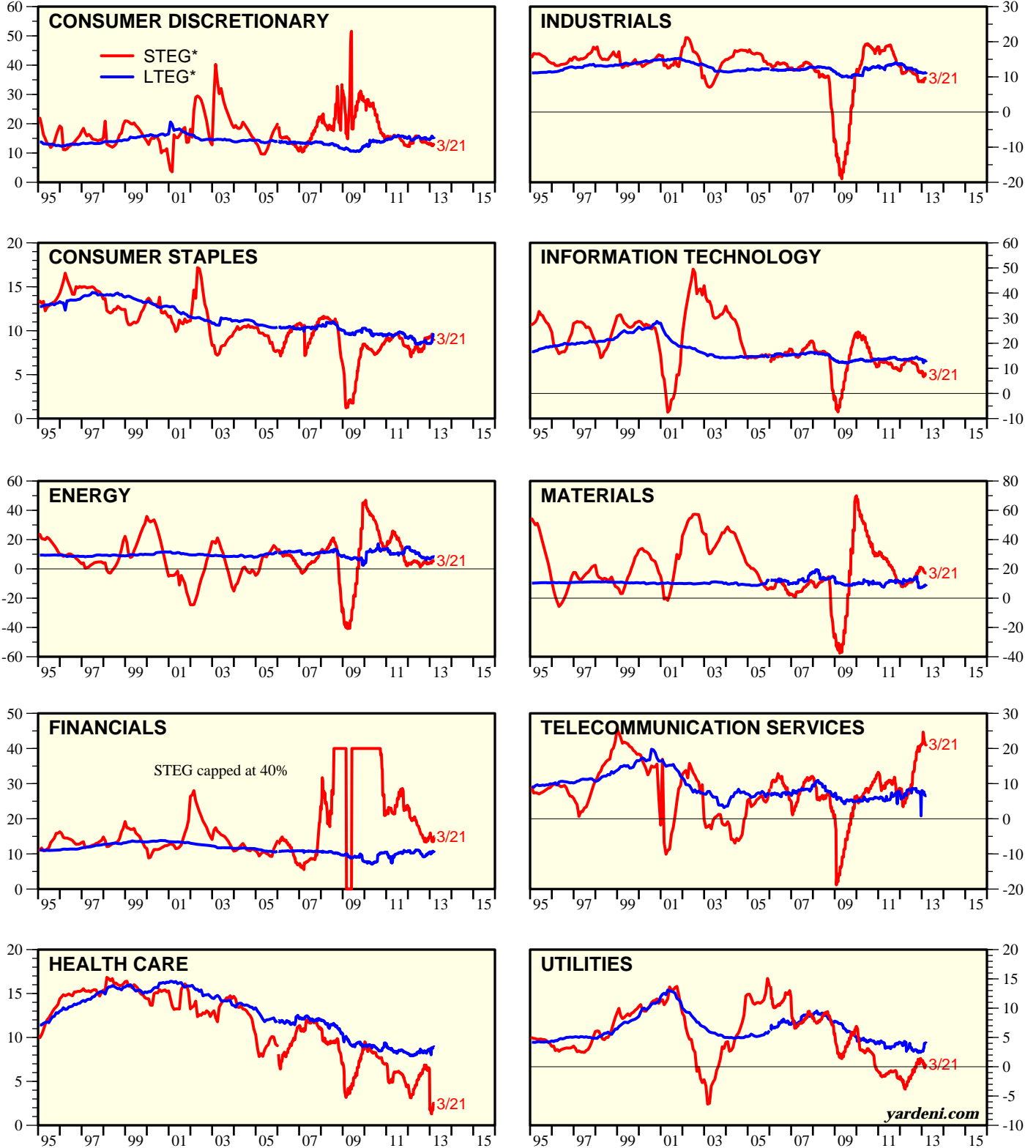
Figure 18.



* Three-month moving average of the number of estimates up less number of estimates down, expressed as a percentage of the total number of estimates.
 Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors STEG vs LTEG -

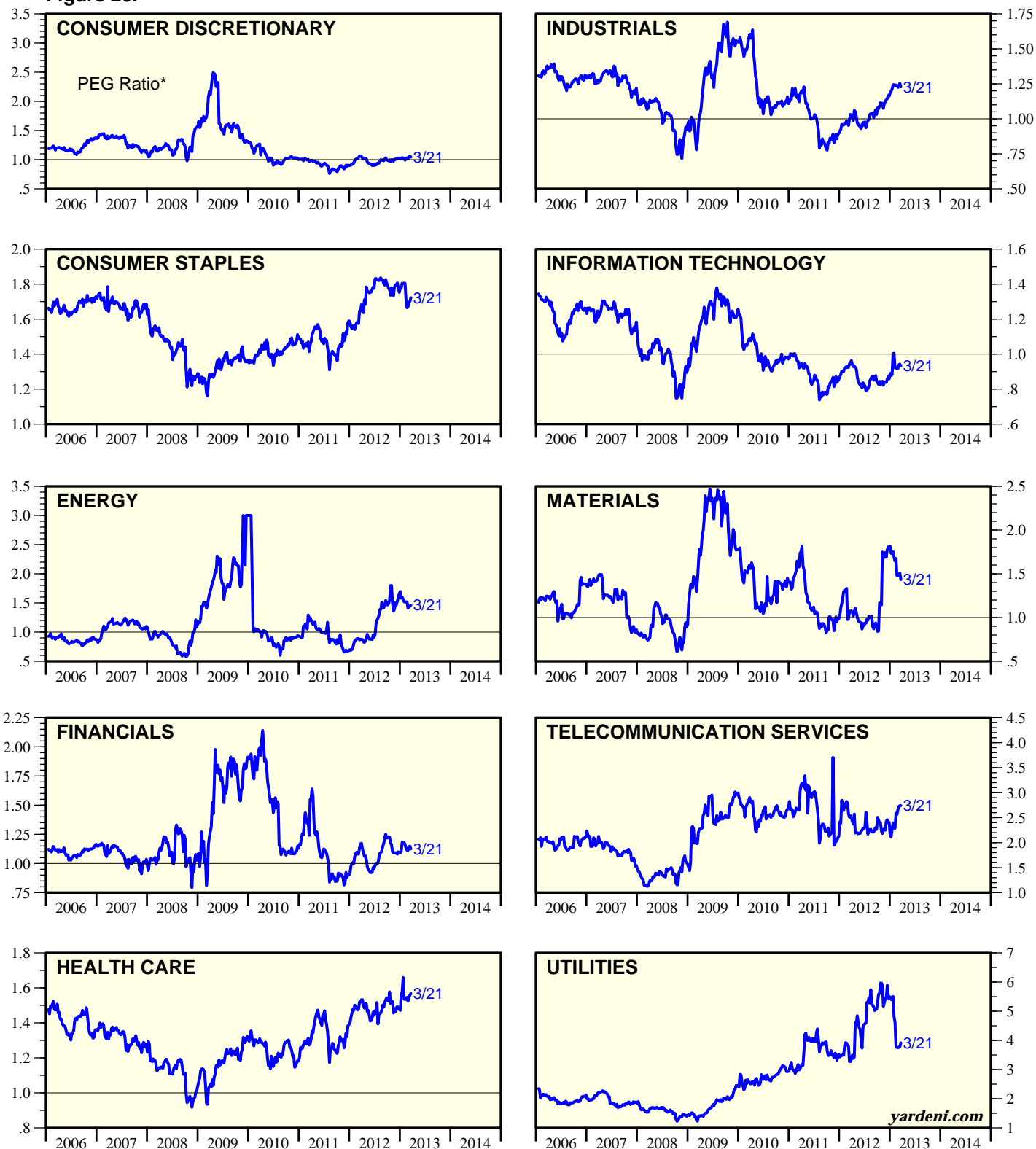
Figure 19.



* STEG: 12-month forward consensus expected earnings growth. LTEG: 5-year forward consensus expected earnings growth.
Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors PEG Ratio -

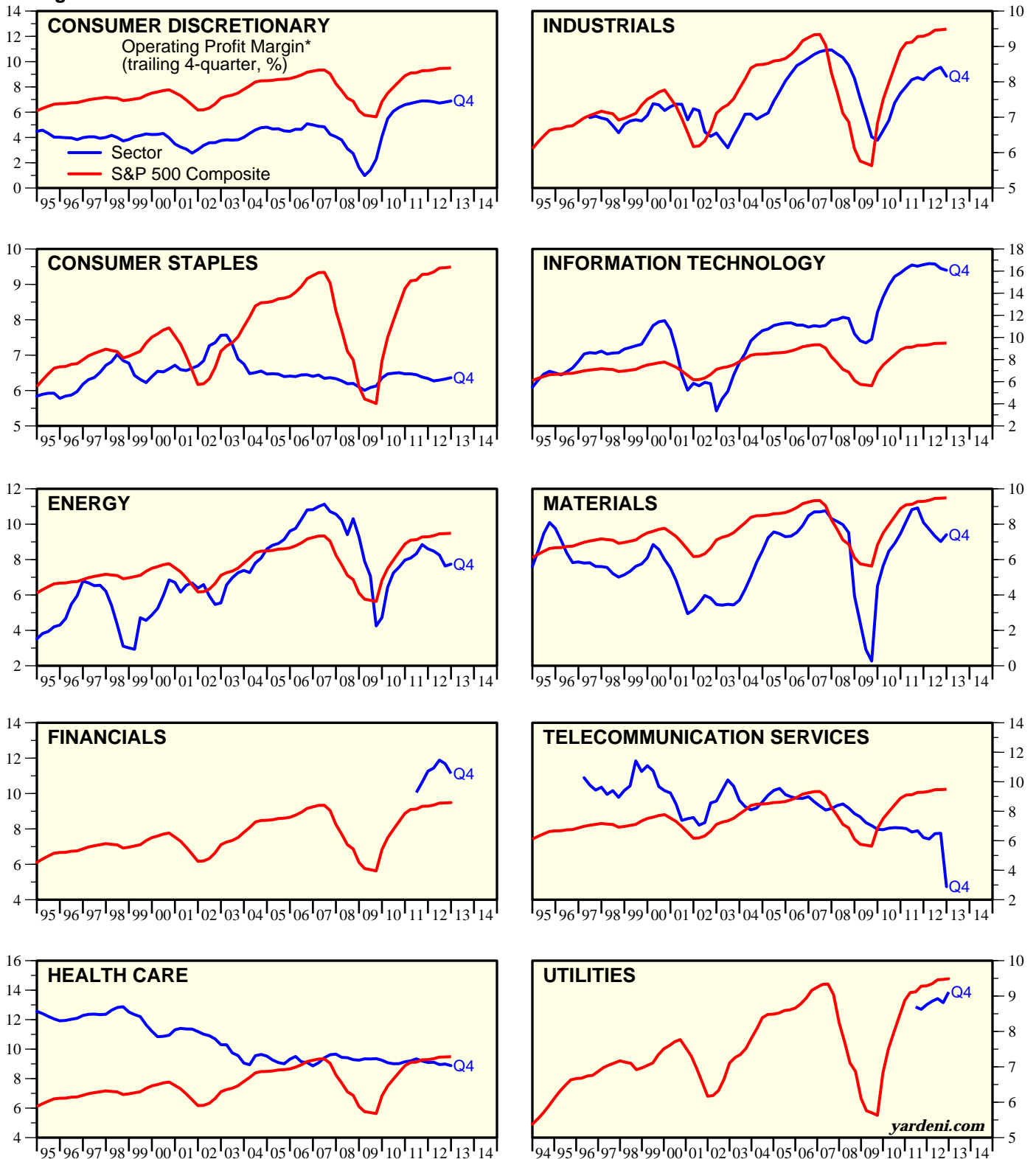
Figure 20.



* Sector's forward P/E divided by sector's consensus projected 5-year earnings growth rate.
Source: Thomson Reuters I/B/E/S.

- S&P 500 Sectors Operating Profit Margin -

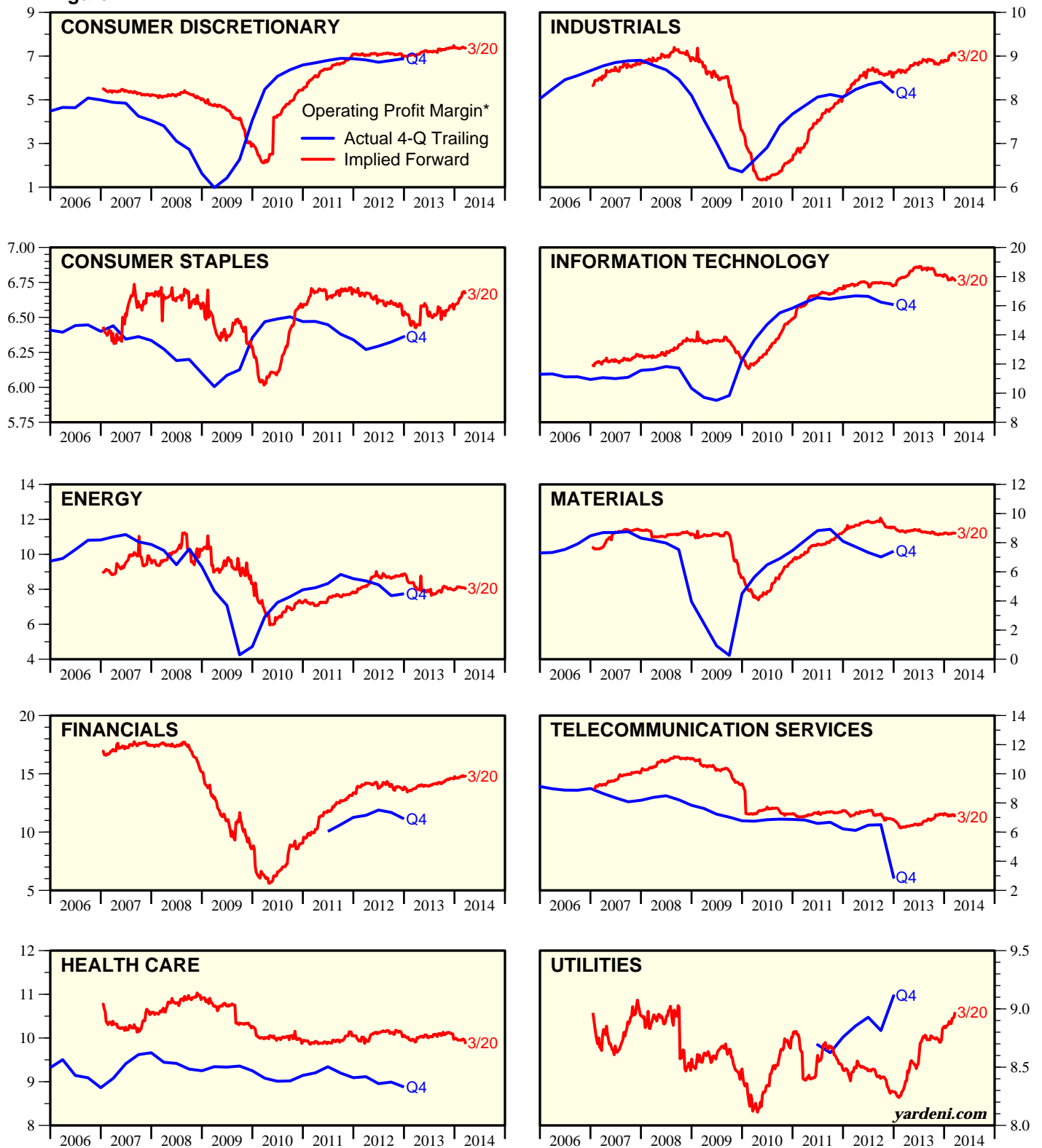
Figure 21.



* Operating Margin in percent and based on trailing 4-quarter EPS and sales.
 Source: Standard & Poor's Corporation, Thomson Reuters I/B/E/S, and Haver Analytics.

- S&P 500 Sectors Forecasted & Actual Profit Margins -

Figure 22.



* Actual from S&P based on trailing 4-quarter EPS and sales. Forecast implied from Thomson Reuters I/B/E/S consensus forward EPS and sales, and pushed one year ahead.
Source: Standard & Poor's Corporation and Thomson Reuters I/B/E/S.

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