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**China Information Technology Sector MSCI**

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Figure 1.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI STOCK PRICE INDEX
(ratio scale)

- 200-day moving average (adjusted using monthly price data through 2005 and weekly thereafter).

Source: Morgan Stanley Capital International & I/B/E/S data by Refinitiv.

Figure 2.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI, FORWARD EARNINGS, & VALUATION

- China Information Technology Sector MSCI Index
  09/12/19
- Blue Angels Implied Price Index*
  09/12/19

* Implied price index calculated using forward earnings times forward P/Es. Monthly through December 2005, weekly thereafter.

Source: Standard & Poor’s and I/B/E/S data by Refinitiv.
**Earnings**

*Figure 3.*

**CHINA INFORMATION TECHNOLOGY SECTOR MSCI EARNINGS PER SHARE**

(analysts’ average forecasts, ratio scale)

*Consensus Forecasts*

- Red: Annual estimates
- Blue: Forward earnings

Source: I/B/E/S data by Refinitiv.

*Time-weighted average of consensus estimates for current year and next year. Monthly through December 2005, then weekly.*

*Figure 4.*

**CHINA INFORMATION TECHNOLOGY SECTOR MSCI INDEX NET EARNINGS REVISIONS**

*Three-month moving average of the number of forward earnings estimates up less number of estimates down, expressed as a percentage of the total number of forward earnings estimates.*

Source: I/B/E/S data by Refinitiv.

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**NERI**

Jun -9.80
Jul -8.50
Aug -6.43
Revenues & Margins

* Time-weighted average of consensus estimates for current year and next year. Monthly through December 2005, then weekly. 
Source: I/B/E/S data by Refinitiv.

Figure 5.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI REVENUES PER SHARE 
(analysts’ average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward revenues*

Figure 6.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI PROFIT MARGIN 
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (3.2)

* Time-weighted average of the consensus estimates for current year and next year. Monthly through December 2005, weekly thereafter. 
Source: I/B/E/S data by Refinitiv.
Valuation

Figure 7.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI VALUATION MULTIPLE*

Forward P/E (17.7)

P/E capped at 50 due to extreme values.


Figure 8.

CHINA INFORMATION TECHNOLOGY SECTOR MSCI RELATIVE VALUATION*

Relative P/E (1.16)

Relative valuation capped at 3.0 due to extreme values.

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