Global Index Briefing: Japan Utilities Sector MSCI

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thinking outside the box
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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.

Implied price capped at $30 because forward earnings was near zero in 2008 and negative from 2011 to 2013.

* 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.
**Figure 3.**

**JAPAN UTILITIES SECTOR MSCI EARNINGS PER SHARE**
(Analysts' average forecasts)

*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.

**Figure 4.**

**JAPAN UTILITIES 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.
Revenues & Margins

Figure 5.

JAPAN UTILITIES SECTOR MSCI REVENUES PER SHARE
(analysts' average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward revenues*

* 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.

Figure 6.

JAPAN UTILITIES SECTOR MSCI PROFIT MARGIN
(using analysts' average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (3.1)

* 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.**

![JAPAN UTILITIES SECTOR MSCI VALUATION MULTIPLE*](image)

- **Forward P/E (9.2)**

* Forward P/E of index relative to All Country World MSCI forward P/E. Monthly data through December 2005, weekly thereafter.

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

**Figure 8.**

![JAPAN UTILITIES SECTOR MSCI RELATIVE VALUATION*](image)

- **Relative P/E (0.59)**

* Relative valuation capped at 3.0 due to extreme values.

* Price divided by forward consensus expected earnings per share. Monthly data through December 2005, weekly thereafter.

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