Global Index Briefing:
EMU Industrials Sector MSCI

Yardeni Research, Inc.

March 12, 2020

Dr. Ed Yardeni
516-972-7683
eyardeni@yardeni.com

Joe Abbott
732-497-5306
jabbott@yardeni.com

Please visit our sites at
www.yardeni.com
blog.yardeni.com

thinking outside the box
Table Of Contents

EMU Industrials Sector MSCI
Stock Price Index 1
Earnings 2
Revenues & Margins 3
Valuation 4
Figure 1.
EMU INDUSTRIALS SECTOR MSCI INDEX
(euros, ratio scale)

[Graph showing EMU Industrials Sector MSCI Index from 1995 to 2021]

- 200-day moving average.
- Source: MSCI.

Figure 2.
EMU INDUSTRIALS SECTOR MSCI, FORWARD EARNINGS, & VALUATION

- EMU Industrials Sector MSCI Index
  03/12/20
- Blue Angels Implied Price Index*
  03/05/20

[Graph showing EMU Industrials Sector MSCI Index, Forward Earnings, & Valuation from 2007 to 2021]

* 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.**

EMU INDUSTRIALS SECTOR MSCI EARNINGS PER SHARE  
(analysts’ average forecasts, ratio scale)

* 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 4.**

EMU INDUSTRIALS SECTOR MSCI 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.

EMU INDUSTRIALS SECTOR MSCI REVENUES PER SHARE
(analysts’ average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward revenues*

* 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 6.

EMU INDUSTRIALS SECTOR MSCI PROFIT MARGIN
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (6.7)

* 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.**

EMU INDUSTRIALS SECTOR MSCI VALUATION MULTIPLE*

- Forward P/E (14.4)

* Price divided by forward consensus expected earnings per share. Monthly data through December 2005, weekly thereafter.
Source: I/B/E/S data by Refinitiv.

**Figure 8.**

EMU INDUSTRIALS SECTOR MSCI RELATIVE VALUATION*

- Relative P/E (0.93)

* 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.