Global Index Briefing: Europe Communication Services Sector MSCI

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thinking outside the box
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**Figure 1.**

**EUROPE COMMUNICATION SERVICES SECTOR MSCI INDEX**

(ratio scale)

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

**Figure 2.**

**EUROPE COMMUNICATION SERVICES SECTOR MSCI, FORWARD EARNINGS, & VALUATION**

- Europe Communication Services Sector MSCI Index
  03/12/20
- Blue Angels Implied Price Index*
  03/05/20

* 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.

EUROPE COMMUNICATION SERVICES SECTOR MSCI EARNINGS PER SHARE
(Analysts' average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward earnings*

* 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.

EUROPE COMMUNICATION SERVICES 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.

EUROPE COMMUNICATION SERVICES 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.

EUROPE COMMUNICATION SERVICES SECTOR MSCI PROFIT MARGIN
(using analysts' average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (7.8)

* 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.

**EUROPE COMMUNICATION SERVICES SECTOR MSCI VALUATION MULTIPLE***

Forward P/E (12.8)

Data not available during 2001-2003 due to losses
P/E capped at 50

* 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.

**EUROPE COMMUNICATION SERVICES SECTOR MSCI RELATIVE VALUATION***

Relative P/E (0.83)

Relative P/E capped at 1.75

* 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.