Global Index Briefing: World Energy Equipment & Services Industry MSCI

April 2, 2021

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

World Energy Equipment & Services Industry MSCI

<table>
<thead>
<tr>
<th>Topic</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stock Price Index</td>
<td>1</td>
</tr>
<tr>
<td>Earnings</td>
<td>2</td>
</tr>
<tr>
<td>Revenues &amp; Margins</td>
<td>3</td>
</tr>
<tr>
<td>Valuation</td>
<td>4</td>
</tr>
</tbody>
</table>
Figure 1.

WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY MSCI STOCK PRICE INDEX
(ratio scale)

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

Figure 2.

WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY MSCI, FORWARD EARNINGS, & VALUATION

- World Energy Equipment & Services Industry MSCI Index
  04/02/21
- Blue Angels Implied Price Index*
  03/25/21

* 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.**

**WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY 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.**

**WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY 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.
**Figure 5.**

**WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY 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.**

**WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY MSCI PROFIT MARGIN**
(Using analysts’ average earnings and revenues forecasts)

- **Consensus Forecasts**
  - Annual estimates
  - Forward profit margin* (5.2)

*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.**

WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY MSCI VALUATION MULTIPLE*

P/E capped at 50 due to extreme values.

Forward P/E (24.2)

* 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.**

WORLD ENERGY EQUIPMENT & SERVICES INDUSTRY MSCI RELATIVE VALUATION*

Relative valuation capped at 2.5 due to extreme values.

Relative P/E (1.27)

* 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.