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Figure 1.

S&P 500 FINANCIALS STOCK PRICE INDEX*

- 200-day moving average.
- Ratio scale.
- Source: Standard & Poor’s and Haver Analytics.

Figure 2.

S&P 500 FINANCIALS (as a ratio of S&P 500)

- Shaded areas denote recessions according to the National Bureau of Economic Research. Monthly through December 1990, then weekly.
- Source: Standard & Poor’s Corporation.
Figure 3.

S&P 500: Financials

S&P 500 FINANCIALS

S&P 500 INSURANCE BROKERS
(AIG AOC MMC WLTW)

S&P 500 ASSET MANAGEMENT & CUSTODY BANKS
(AMG AMP BEN BK BLK IVZ LM NTRS STT TROW)

S&P 500 INVESTMENT BANKING & BROKERAGE
(ETF GS MSSCHW)

S&P 500 CONSUMER FINANCE
(AXP COF DFS NAVI SYF)

S&P 500 LIFE & HEALTH INSURANCE
(AFL BHF LNC MET PFG PRU TMK UNM)

S&P 500 DIVERSIFIED BANKS
(BAC C CMA JPM USB WFC)

S&P 500 MULTI-LINE INSURANCE
(AIG AIZ HIG L)

200-day moving average
Source: Standard & Poor’s Corporation.
Earnings

Figure 5.

S&P 500 FINANCIALS OPERATING 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 6.

S&P 500 FINANCIALS 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 7.
S&P 500 FINANCIALS 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 8.
S&P 500 FINANCIALS PROJECTED PROFIT MARGIN
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (18.1)

* 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.
**S&P 500 FINANCIALS STRG, STEG, & LTEG**

* STEG is year-ahead forward consensus expected short-term earnings growth. STRG is year-ahead forward consensus expected short-term revenue growth. LTEG is five-year consensus expected long-term earnings growth.
* Monthly data through 2005, weekly thereafter.
* Source: I/B/E/S data by Refinitiv.

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**S&P 500 FINANCIALS VALUATION**

* Forward P/E* (11.8)
* Relative P/E** (0.7)
* PEG Ratio*** (1.6)

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* Price divided by 12-month forward consensus expected operating earnings per share.
** Sector or industry forward P/E relative to S&P 500 forward P/E.
*** Sector or industry forward P/E relative to sector or industry consensus 5-year LTEG forecast.
* Source: I/B/E/S data by Refinitiv.
Figure 11. S&P 500/400/600 Financials YTD

All Sectors

Financials Sector

Asset Management & Banks

Consumer Finance

Diversified Banks

Insurance Brokers

Investment Banking & Brokerage

Life & Health Insurance

Multi-line Insurance

Property & Casualty Insurance

Source: Standard & Poor's.
S&P 500/400/600 Financials YTD