

Stock Market Briefing: NIPA vs. S&P 500 Dividends

Yardeni Research, Inc.

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Dr. Edward Yardeni

516-972-7683
eyardeni@yardeni.com

Joe Abbott

732-497-5306
jabbott@yardeni.com

Mali Quintana

480-664-1333
aquintana@yardeni.com

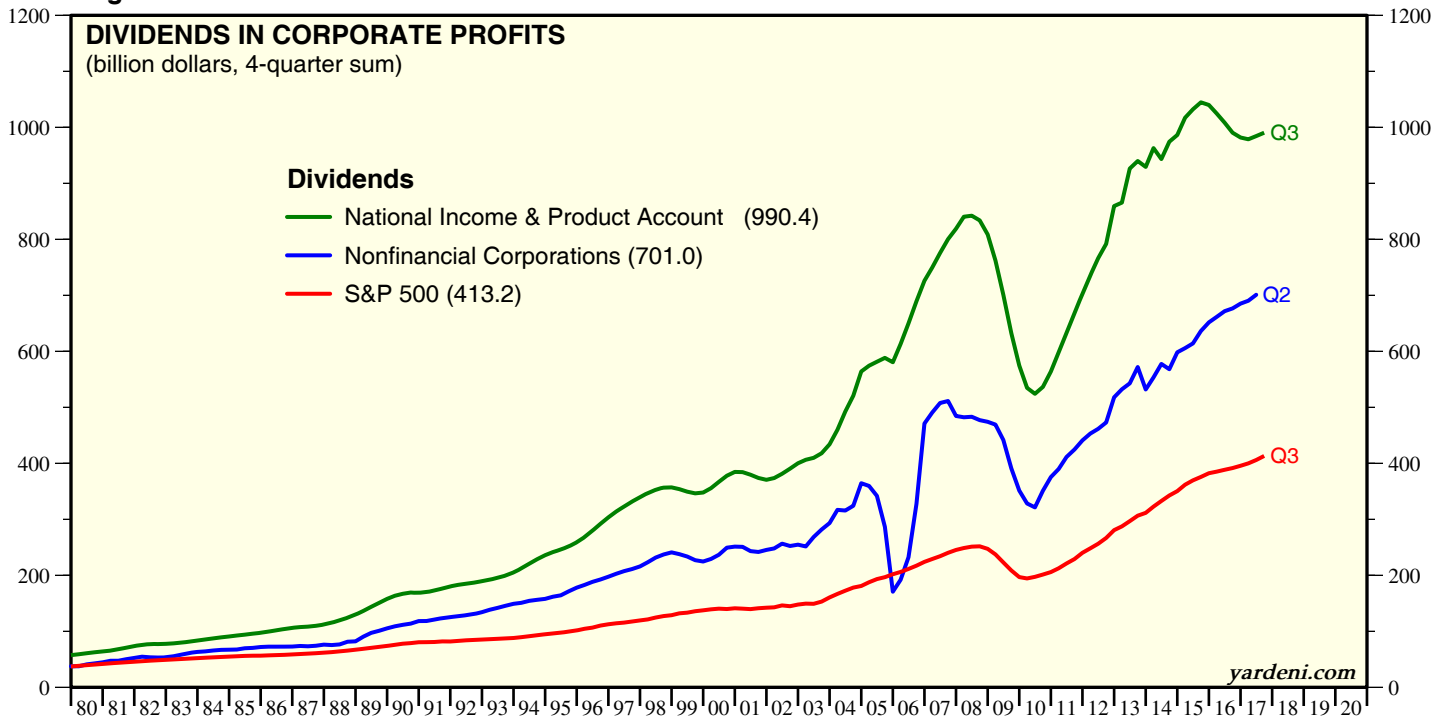
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thinking outside the box

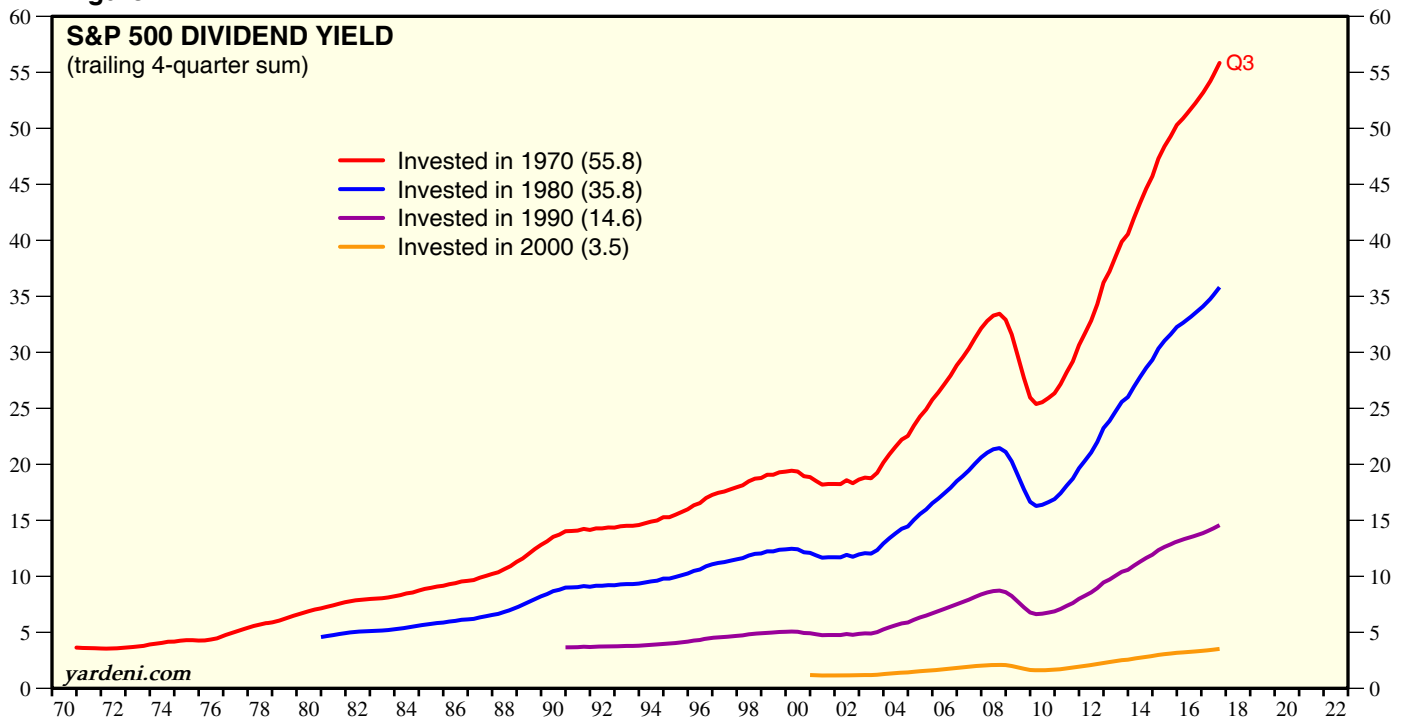
Dividends

Figure 1.



Source: Federal Reserve Board, Flow of Funds Accounts, Standard & Poor's and Bureau of Economic Analysis.

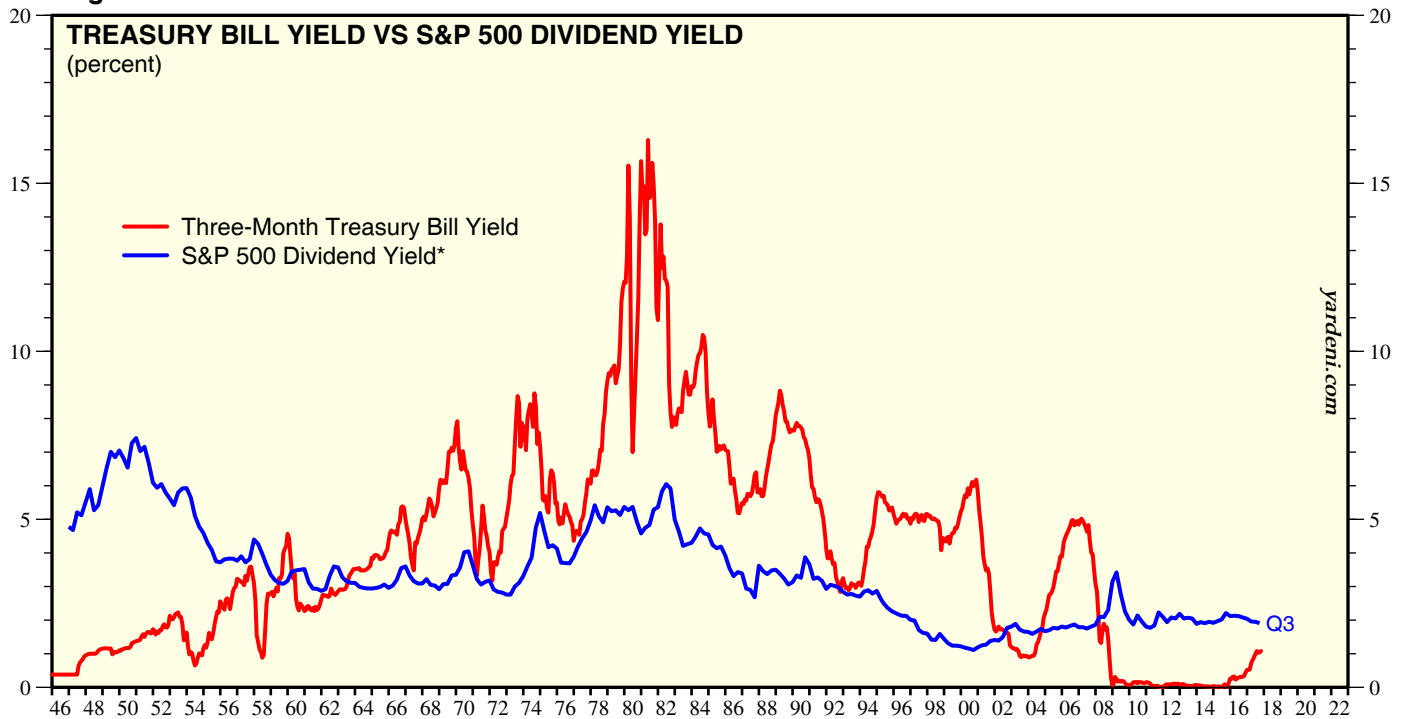
Figure 2.



Source: Standard & Poor's.

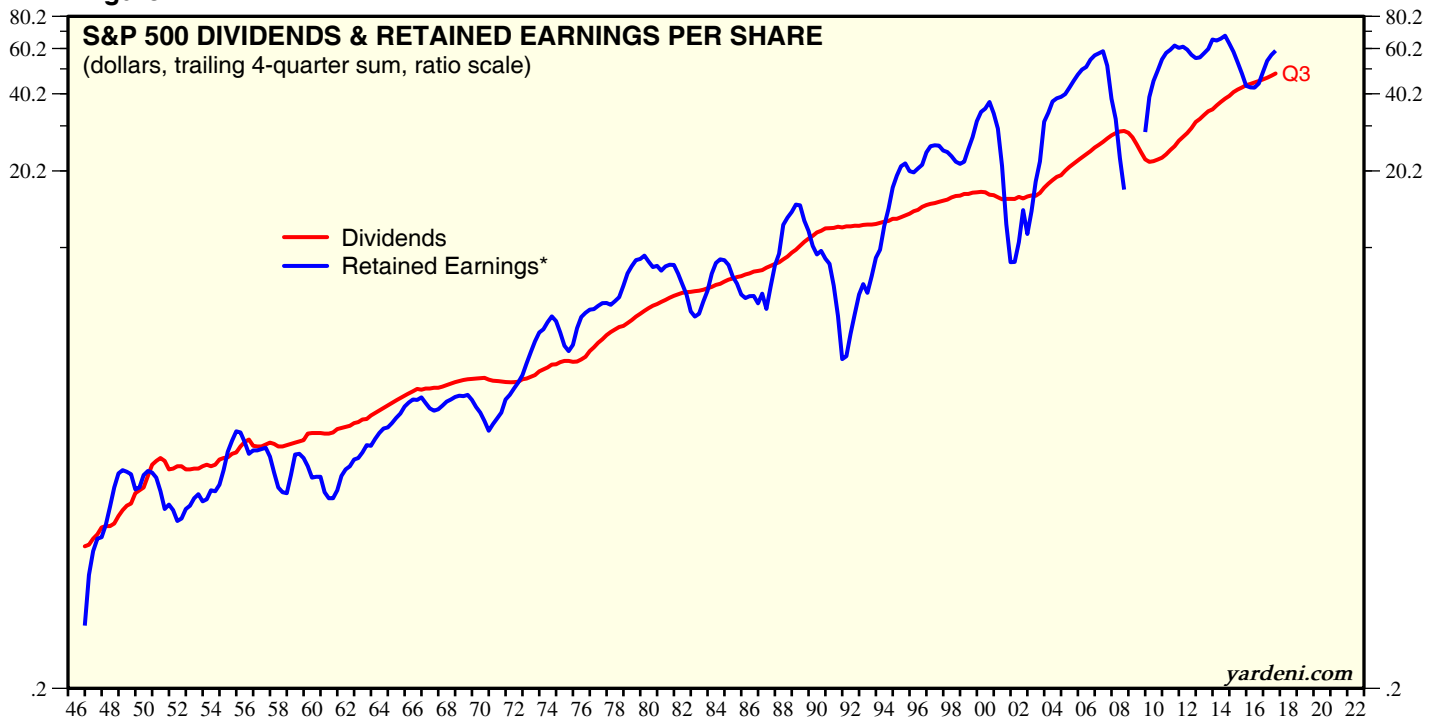
Dividends

Figure 3.



* S&P 500 four-quarter trailing dividends per share divided by quarterly closing value of the S&P 500 index.
Source: Standard & Poor's and Federal Reserve Board.

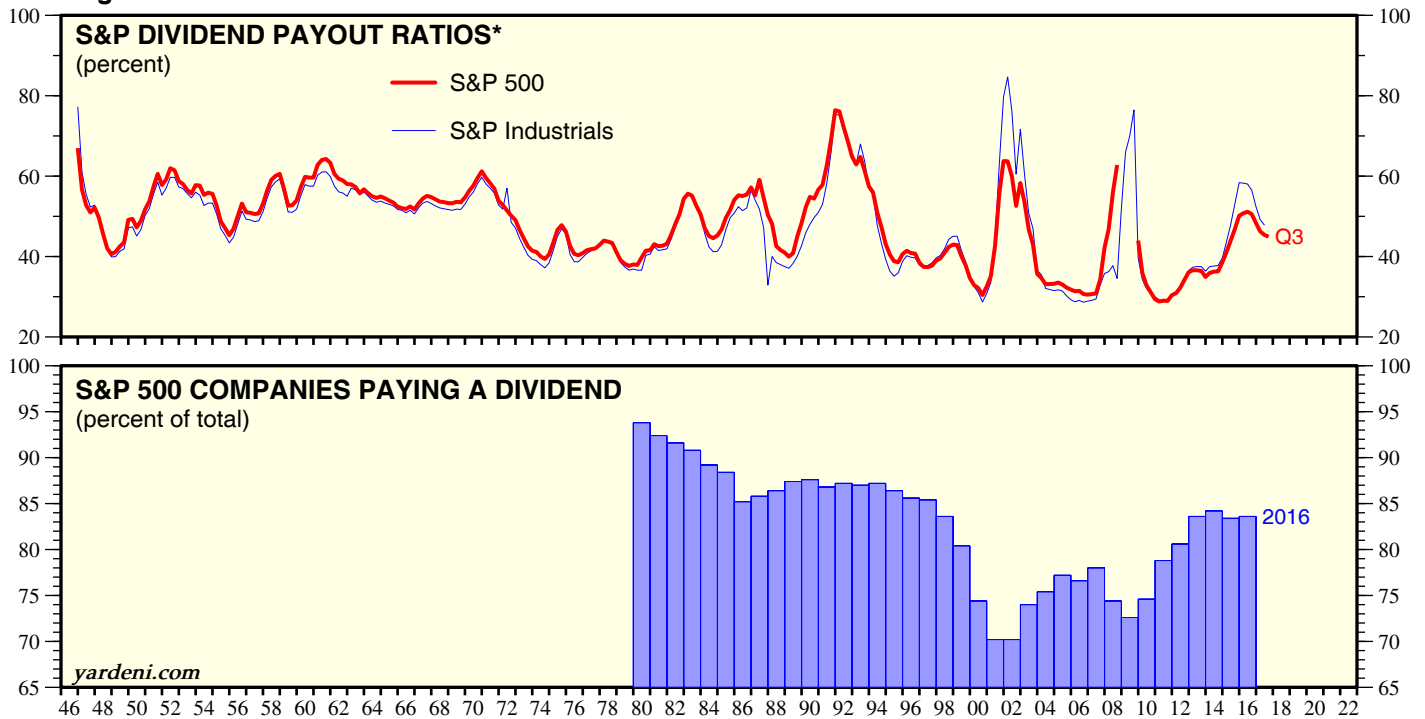
Figure 4.



* Reported earnings minus dividends per share.
Source: Standard & Poor's Corporation.

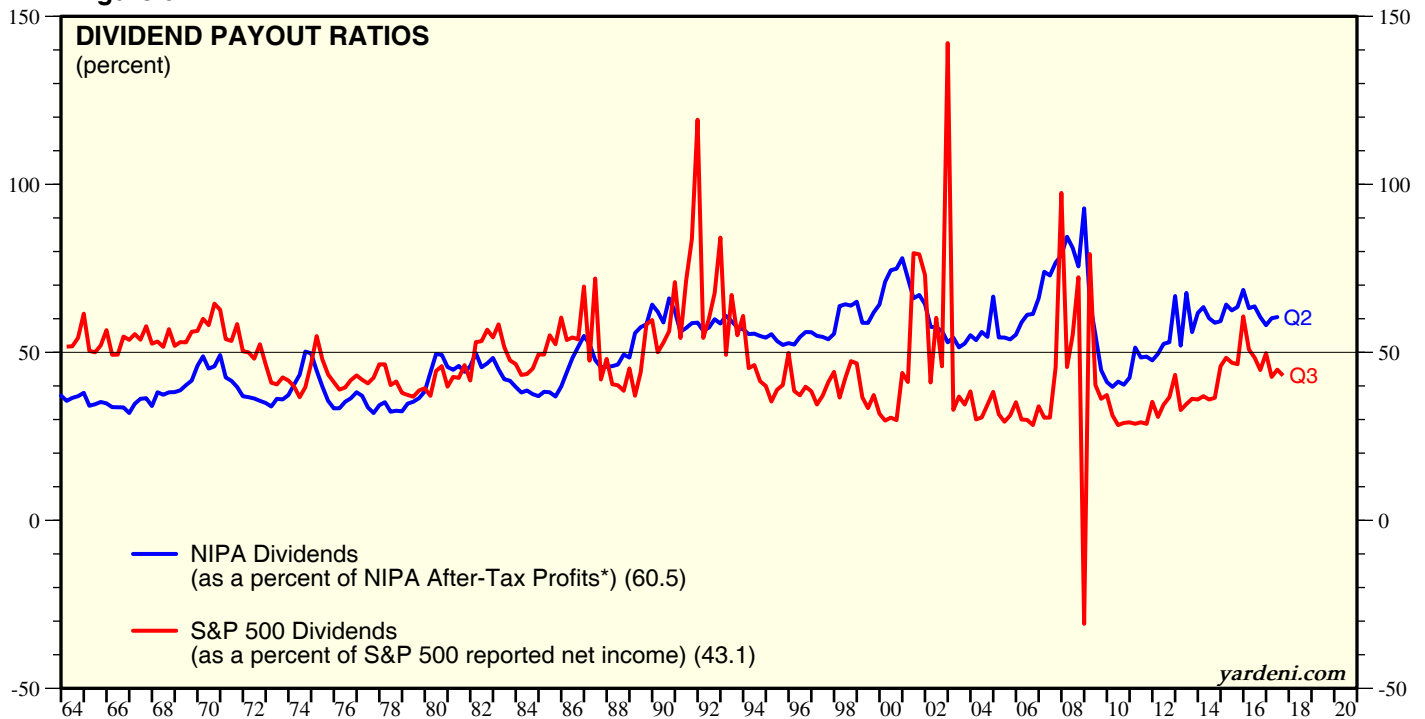
Dividends

Figure 5.



* Four-quarter trailing dividends per share divided by four-quarter trailing reported earnings.
Source: Standard & Poor's Corporation and FactSet.

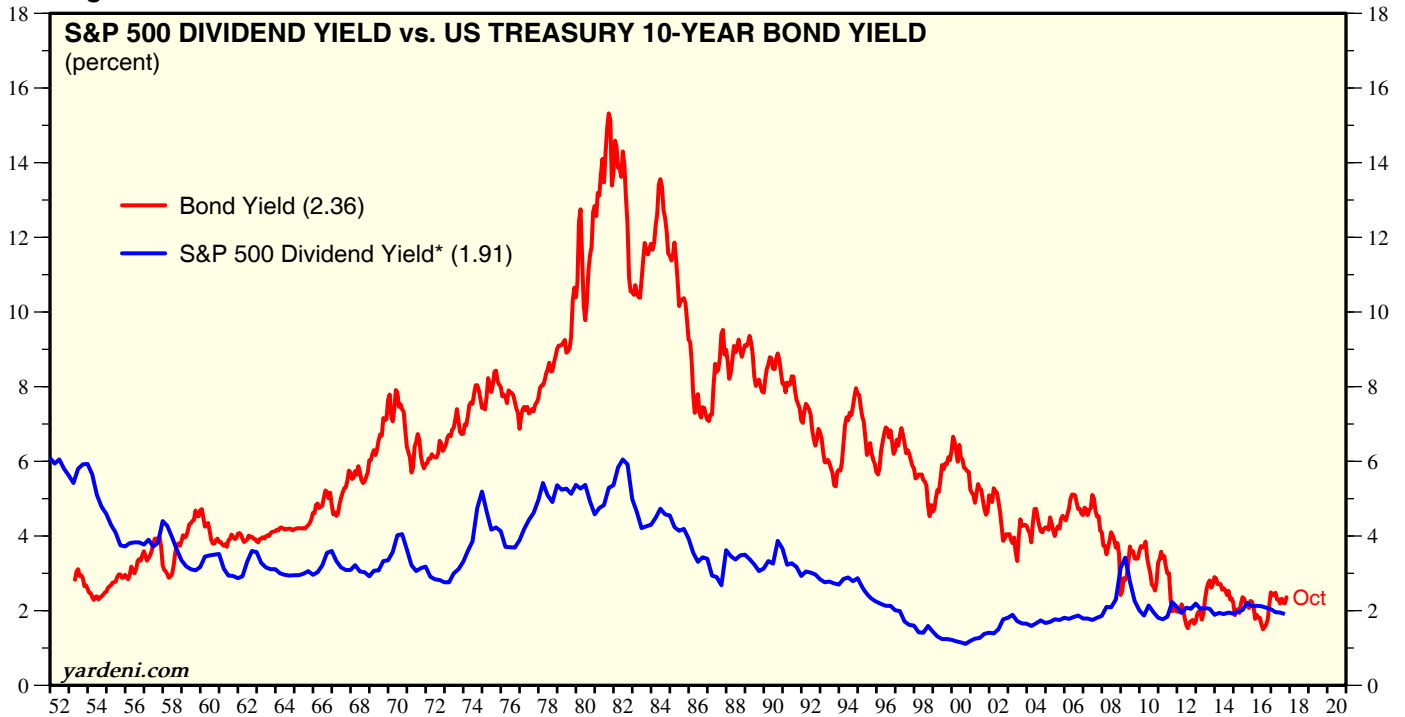
Figure 6.



* From Current Production. Including IVA & CCadj. These two adjustments restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Source: Federal Reserve Board, Flow of Funds Accounts, Standard & Poor's and Bureau of Economic Analysis.

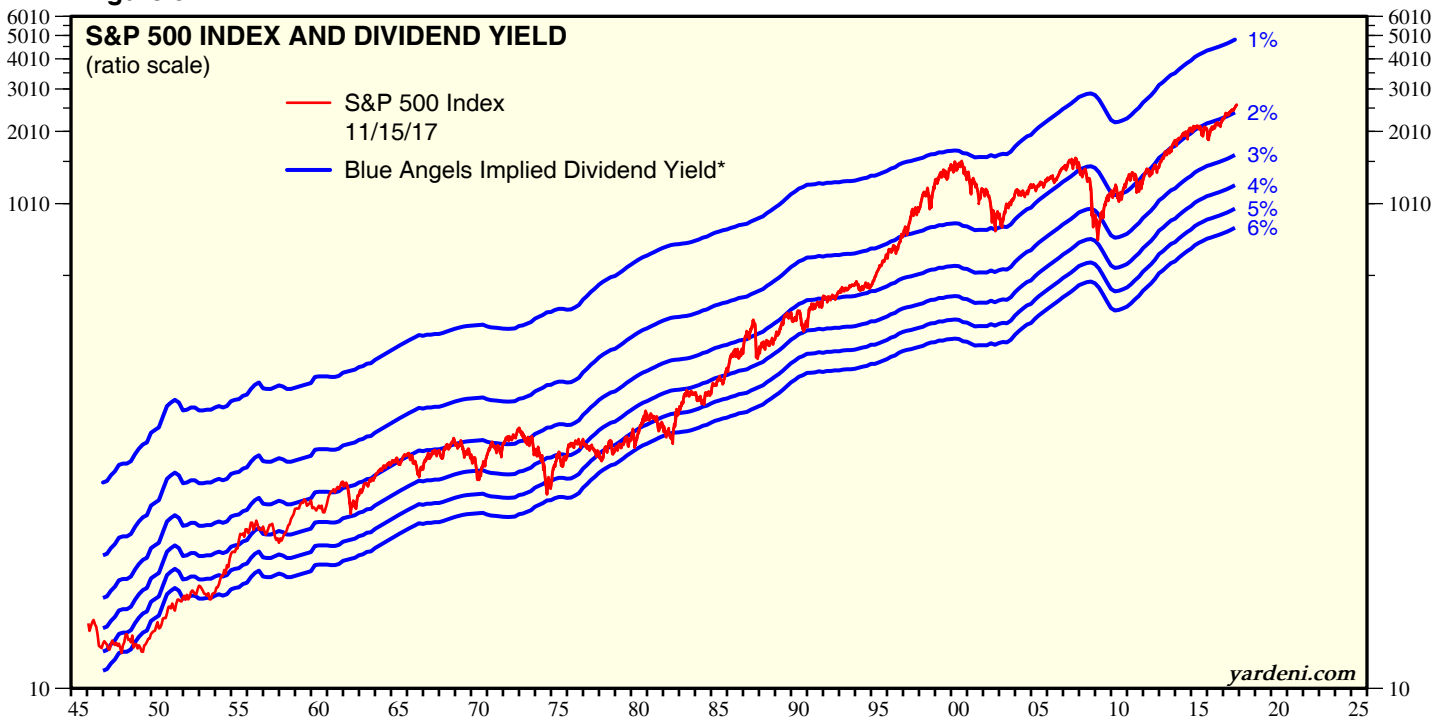
Dividends

Figure 7.



* S&P 500 four-quarter trailing dividends per share divided by quarterly closing value of the S&P 500 index.
Source: Standard & Poor's and Federal Reserve Board.

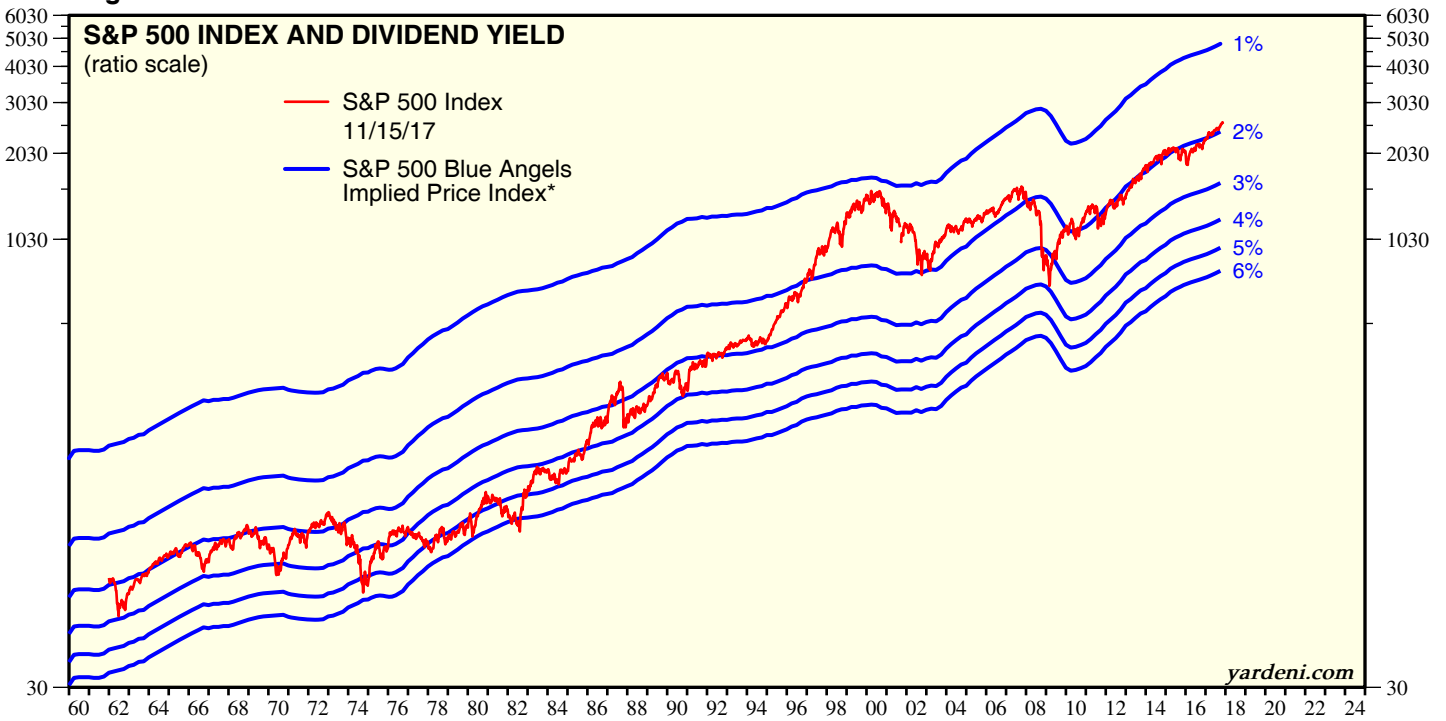
Figure 8.



* Blue lines show hypothetical values of S&P 500 stock price index using actual S&P 500 dividend (4-quarter trailing sum) divided by dividend yields from 1.0% to 6.0%
Source: Standard & Poor's.

Dividends

Figure 9.



* Blue lines show hypothetical values of S&P 500 stock price index using actual S&P 500 dividend (4-quarter trailing sum) divided by dividend yields from 1% to 6%
Source: Standard & Poor's.

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