

Quant Briefing: Global Earnings & Revenues Surprise Monitor

Yardeni Research, Inc.

March 18, 2018

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

Surprise By Region (Coming Soon)	1
Europe ex-UK: Historical Earnings Surprise Summary	2
Europe ex-UK: Historical Revenue Surprise Summary	3
Europe ex-UK Sectors: Current Quarter	4
Europe ex-UK: Percent Surprise	5
Europe ex-UK: Y/Y % Growth	6
Europe ex-UK: % of Companies Pos/Neg Y/Y	7
Europe ex-UK: Sector Earnings Surprise	8-9
Europe ex-UK: Sector Revenue Surprise	10-11
Europe ex-UK: Sectors Y/Y Earnings Growth	12
Europe ex-UK: Sectors Y/Y Revenue Growth	13

Surprise By Region (Coming Soon)

Europe ex-UK: Historical Earnings Surprise Summary

Earnings Season Monitor: MSCI Europe ex-UK (data as of March 18, 2018)

Quarterly Earnings									# cos in index	# cos reported (qtr)	# cos reported (san)
	% Surprise	% Surprise (ex-Energy & Financials)	% with Positive Surprise	% with Negative Surprise	Y/Y % Growth	Y/Y % Growth (ex-Energy & Financials)	% with Positive Y/Y Growth	% with Negative Y/Y Growth			
2017Q4	2.3	4.5	51.3	44.6	22.9	33.5	61.9	34.4	344	195	56
2017Q3	-3.2	-1.5	53.0	38.6	1.9	5.6	64.9	31.9	336	202	8
2017Q2	4.6	1.9	53.4	41.3	10.1	14.5	63.2	33.8	339	206	61
2017Q1	8.5	8.1	61.6	30.5	6.3	-4.7	70.9	25.0	336	203	7
2016Q4	5.2	4.9	55.5	39.7	14.1	26.5	61.7	36.3	337	209	64
2016Q3	8.4	5.5	62.6	29.6	6.9	18.4	64.2	33.7	333	203	6
2016Q2	3.5	2.5	55.9	37.0	21.1	-3.3	55.2	42.8	334	211	52
2016Q1	7.9	2.8	57.8	37.2	-1.8	25.3	48.4	50.0	329	199	5
2015Q4	-14.0	-13.1	49.2	49.2	-3.7	-10.1	60.1	37.6	331	193	31
2015Q3	1.0	-1.1	53.3	45.6	-0.5	-1.6	62.1	35.6	329	195	6
2015Q2	-1.2	6.1	59.6	36.9	55.2	8.5	68.5	30.4	330	198	51
2015Q1	10.7	4.4	55.1	40.1	23.2	17.8	68.8	28.2	330	187	5
2014Q4	-12.9	-7.2	47.1	49.7	112.2	0.7	58.1	38.5	329	189	46
2014Q3	3.1	0.9	54.1	42.0	11.3	10.8	61.0	36.7	322	181	5
2014Q2	-7.7	0.9	50.5	45.1	2.3	13.7	62.6	35.7	325	184	50
2014Q1	-3.3	-3.7	41.2	52.0	-0.8	3.7	54.1	44.8	324	177	6
2013Q4	-53.7	-1.8	51.4	44.9	-57.3	-11.1	52.2	46.1	322	185	46
2013Q3	-191.0	0.4	51.0	43.8	-1712.9	-18.0	49.7	49.2	321	192	5
2013Q2	-595.3	-1.4	53.4	42.4	-149.0	-13.8	47.5	50.3	317	191	34
2013Q1	28.3	-3.2	52.1	42.6	-222.2	-15.1	43.9	52.8	323	188	5
2012Q4	137.1	8.5	44.3	52.2	-27.1	9.3	55.0	42.9	325	201	44
2012Q3	-94.5	3.8	56.2	40.0	-91.9	13.0	58.9	40.1	335	210	3
2012Q2	-250.8	5.3	48.3	46.8	-142.0	-0.4	50.5	48.5	332	205	12
2012Q1	-76.7	5.9	52.6	40.8	-85.9	-9.8	51.9	46.1	340	211	1
2011Q4	-1040.8	-9.3	50.5	47.1	-341.8	-23.8	46.3	53.2	338	204	0
2011Q3	-62.6	-2.7	50.5	47.3	-61.2	-5.2	54.4	44.6	353	220	0
2011Q2	-52.4	-1.0	47.7	50.0	-32.1	3.6	54.6	44.9	351	218	0
2011Q1	-28.4	6.5	50.0	46.3	-25.2	23.7	68.4	29.3	356	218	0

Surprise data based on each company's reporting currency. Y/Y growth data converted to euros using average exchange rate for the current quarter to eliminate the effect of exchange rate changes. Each data item is based on all companies with available data; therefore the # of companies used to calculate the % surprise and % y/y growth may differ. Y/Y % growth compares the current quarterly reporting period to the same quarterly period a year earlier.

Source: MSCI, Thomson Reuters I/B/E/S, and Yardeni Research, Inc.

Europe ex-UK: Historical Revenue Surprise Summary

Revenue Season Monitor: MSCI Europe ex-UK (data as of March 18, 2018)

Quarterly Revenues								
	% Surprise	% Surprise (ex-Energy & Financials)	% with Positive Surprise	% with Negative Surprise	Y/Y % Growth	Y/Y % Growth (ex-Energy & Financials)	% with Positive Y/Y Growth	% with Negative Y/Y Growth
2017Q4	1.0	0.9	60.7	39.3	3.2	4.4	71.5	28.5
2017Q3	0.5	-0.5	50.0	50.0	3.8	3.6	75.0	25.0
2017Q2	0.5	-0.6	57.1	42.9	4.3	4.7	74.6	24.9
2017Q1	2.3	2.0	75.6	24.4	8.5	6.3	84.8	15.2
2016Q4	0.6	-2.3	59.5	40.5	2.7	1.1	71.0	28.5
2016Q3	0.4	-1.8	47.5	52.5	-1.9	-1.4	53.1	46.9
2016Q2	-0.7	-3.0	48.3	51.7	-5.0	-3.3	47.8	52.2
2016Q1	-0.4	-2.1	37.1	62.9	-5.6	-2.6	43.9	56.1
2015Q4	0.9	0.7	58.1	41.9	-2.1	2.0	62.7	37.3
2015Q3	1.0	0.3	48.4	51.6	-1.7	3.8	64.8	35.2
2015Q2	3.2	1.9	65.8	34.2	2.3	7.5	69.8	30.2
2015Q1	3.5	1.5	67.5	32.5	1.8	6.1	72.0	28.0
2014Q4	1.7	1.1	64.4	35.6	1.0	3.5	67.2	32.3
2014Q3	1.9	1.8	66.5	33.5	2.0	4.3	66.3	33.1
2014Q2	0.1	-1.0	46.4	53.6	-0.7	-1.3	50.6	49.4
2014Q1	-0.4	-0.6	41.2	58.8	-2.4	-1.1	52.0	48.0
2013Q4	0.4	-0.8	44.6	55.4	-3.4	-4.0	52.5	47.5
2013Q3	-0.4	-3.0	38.3	61.1	-3.3	-3.9	45.0	55.0
2013Q2	1.9	1.4	55.3	44.1	-0.2	-0.4	55.7	44.3
2013Q1	0.4	-0.6	41.0	58.5	-2.2	-2.7	47.3	52.7
2012Q4	4.1	2.8	61.0	39.0	2.7	3.4	63.7	35.8
2012Q3	0.9	-2.9	52.6	47.4	5.4	6.1	67.0	33.0
2012Q2	3.4	2.9	61.3	38.7	5.0	7.3	68.8	31.2
2012Q1	2.6	4.1	68.1	31.9	7.3	9.6	73.3	26.7
2011Q4	3.9	1.9	69.2	30.8	6.7	8.7	68.8	31.2
2011Q3	2.4	2.0	54.0	46.0	7.9	7.2	64.7	35.3
2011Q2	2.1	1.3	48.2	51.8	7.3	6.9	65.1	34.9
2011Q1	3.3	2.8	60.9	39.1	9.7	9.9	75.5	24.1

Surprise data based on each company's reporting currency. Y/Y growth data converted to euros using average exchange rate for the current quarter to eliminate the effect of exchange rate changes.

Each data item is based on all companies with available data; therefore the # of companies used to calculate the % surprise and % y/y growth may differ. Y/Y % growth compares the current quarterly reporting period to the same quarterly period a year earlier.

Source: MSCI, Thomson Reuters I/B/E/S, and Yardeni Research, Inc.

Europe ex-UK Sectors: Current Quarter

Q4-2017 Earnings Season Monitor: MSCI Europe ex-UK (data as of March 18, 2018)

Quarterly Earnings							# cos in index	# cos reported (qtr)	# cos reported (san)
	% Surprise	% with Positive Surprise	% with Negative Surprise	Y/Y % Growth	% with Positive Y/Y Growth	% with Negative Y/Y Growth			
MSCI Europe ex-UK	2.3	51.3	44.6	22.9	61.9	34.4	344	195	56
ex-Energy and Financials	4.5	50.3	46.3	33.5	61.5	33.6	64	147	52
Consumer Discretionary	7.0	34.8	52.2	123.9	60.9	39.1	48	23	9
Consumer Staples	1.1	63.6	36.4	12.8	55.6	22.2	29	11	7
Energy	12.3	77.8	11.1	38.1	88.9	11.1	13	9	1
Financials	-4.1	48.7	46.2	-3.4	56.8	43.2	64	39	4
Health Care	6.2	46.7	53.3	4.7	53.3	46.7	27	15	8
Industrials	11.9	48.9	48.9	27.3	52.2	41.3	73	47	12
Information Technology	15.2	90.0	10.0	16.9	90.0	10.0	16	10	3
Materials	11.5	66.7	33.3	57.6	76.2	14.3	32	21	5
Real Estate	17.2	100.0	0.0	na	na	na	8	1	5
Telecommunication Services	39.2	36.4	63.6	38.2	63.6	36.4	17	11	1
Utilities	-61.8	12.5	75.0	-28.1	62.5	37.5	17	8	1

Quarterly Revenues						
	% Surprise	% with Positive Surprise	% with Negative Surprise	Y/Y % Growth	% with Positive Y/Y Growth	% with Negative Y/Y Growth
MSCI Europe ex-UK	1.0	60.7	39.3	3.2	71.5	28.5
ex-Energy and Financials	0.9	57.4	42.6	4.4	75.7	24.3
Consumer Discretionary	-0.9	52.2	47.8	4.3	87.0	13.0
Consumer Staples	0.1	72.7	27.3	3.9	88.9	11.1
Energy	3.4	87.5	12.5	14.0	87.5	12.5
Financials	1.1	66.7	33.3	-4.1	52.9	47.1
Health Care	-0.7	33.3	66.7	-6.7	60.0	40.0
Industrials	1.1	68.1	31.9	4.8	78.3	21.7
Information Technology	2.6	60.0	40.0	2.7	90.0	10.0
Materials	0.0	57.1	42.9	9.1	81.0	19.0
Real Estate	10.0	100.0	0.0	9.5	100.0	0.0
Telecommunication Services	0.2	45.5	54.5	-2.6	27.3	72.7
Utilities	7.5	50.0	50.0	4.3	62.5	37.5

Surprise data based on each company's reporting currency. Y/Y growth data converted to euros using average exchange rate for the current quarter to eliminate the effect of exchange rate changes. Each data item is based on all companies with available data therefore the # of companies used to calculate the % surprise and % y/y growth may differ. Y/Y % growth compares the current quarterly reporting period to the same quarterly period a year earlier.

Source: MSCI, Thomson Reuters I/B/E/S, and Yardeni Research, Inc.

Europe ex-UK: Percent Surprise

Figure 1.

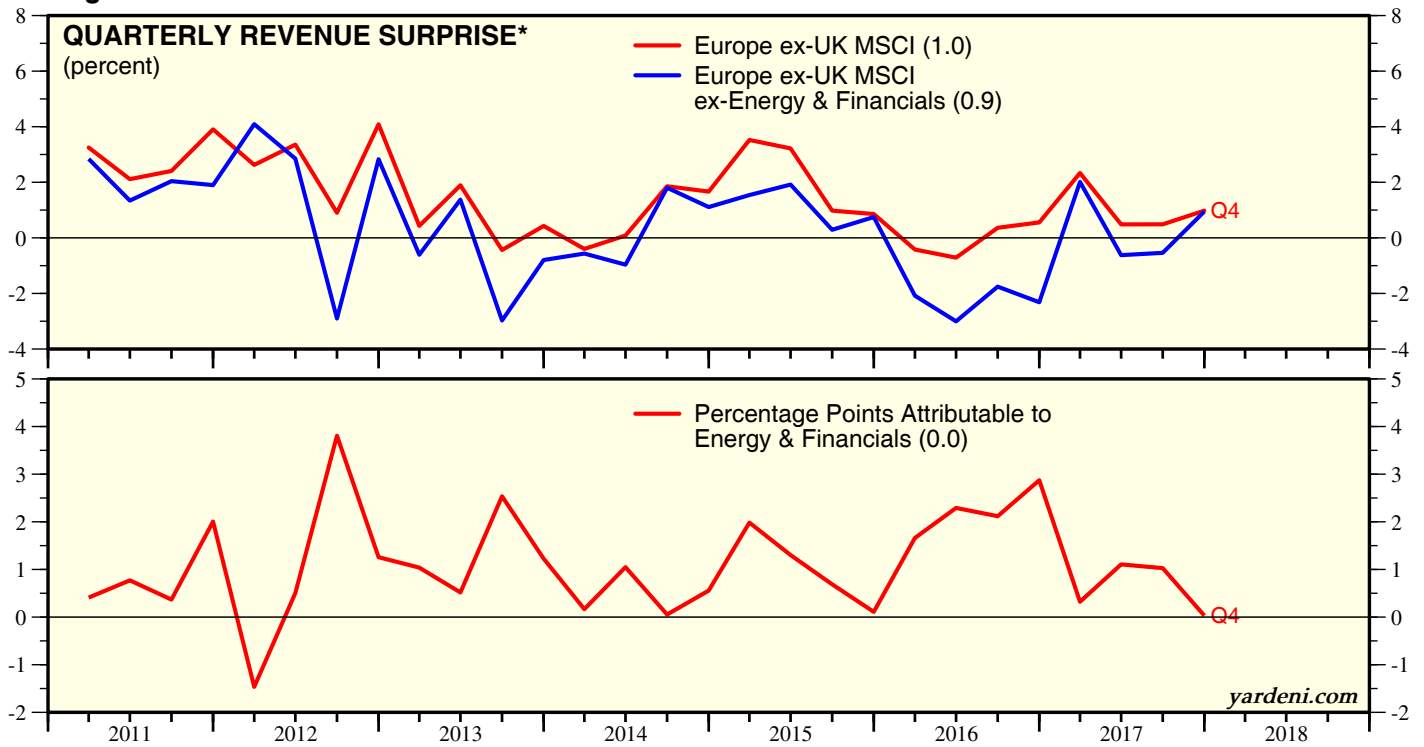
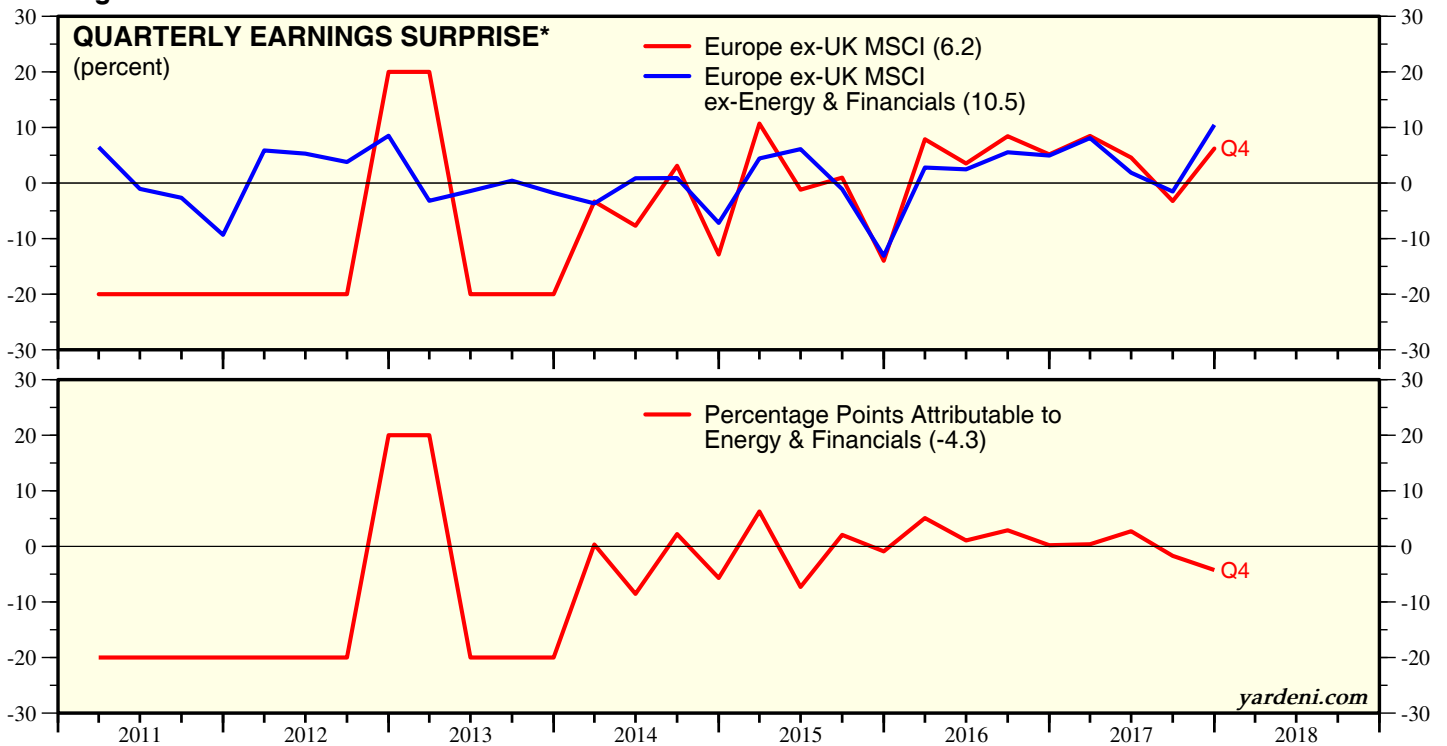


Figure 2.



Europe ex-UK: Y/Y % Growth

Figure 3.

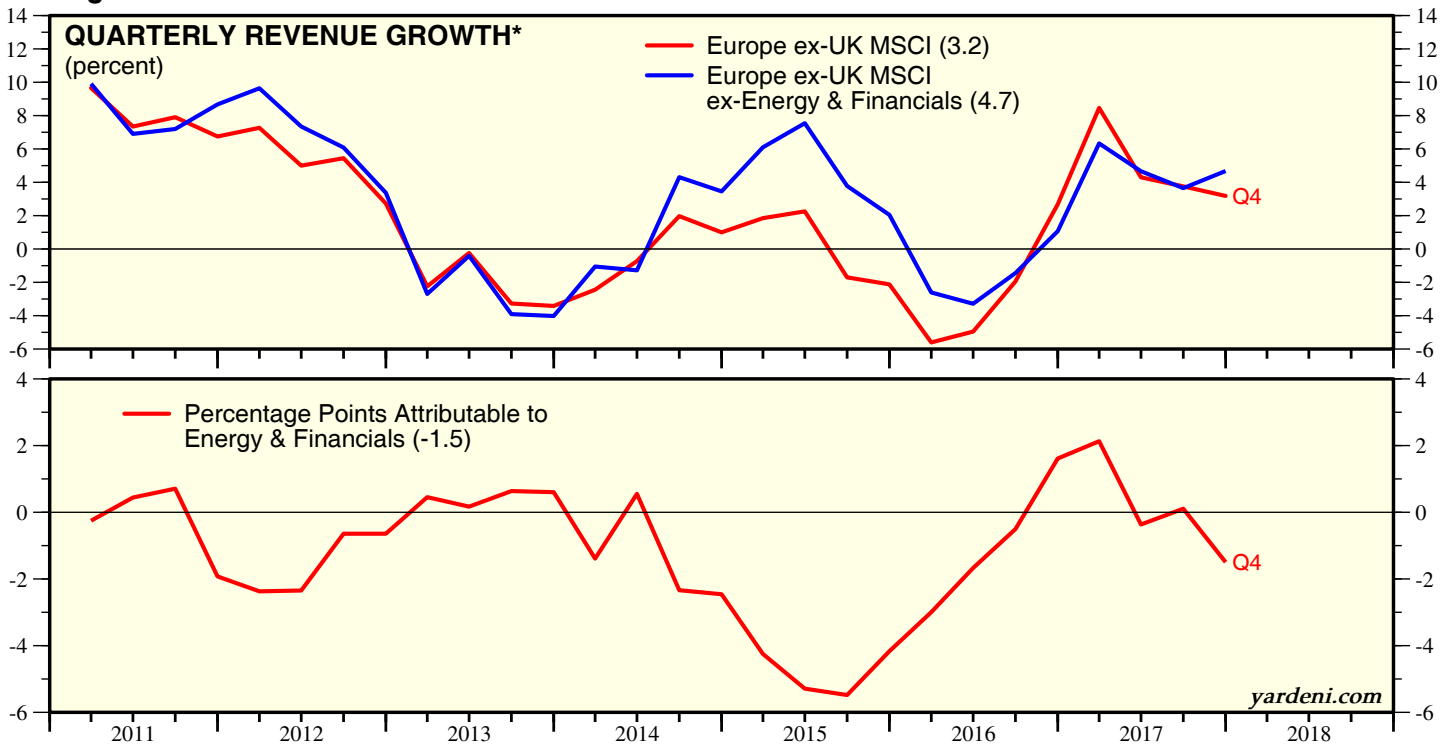
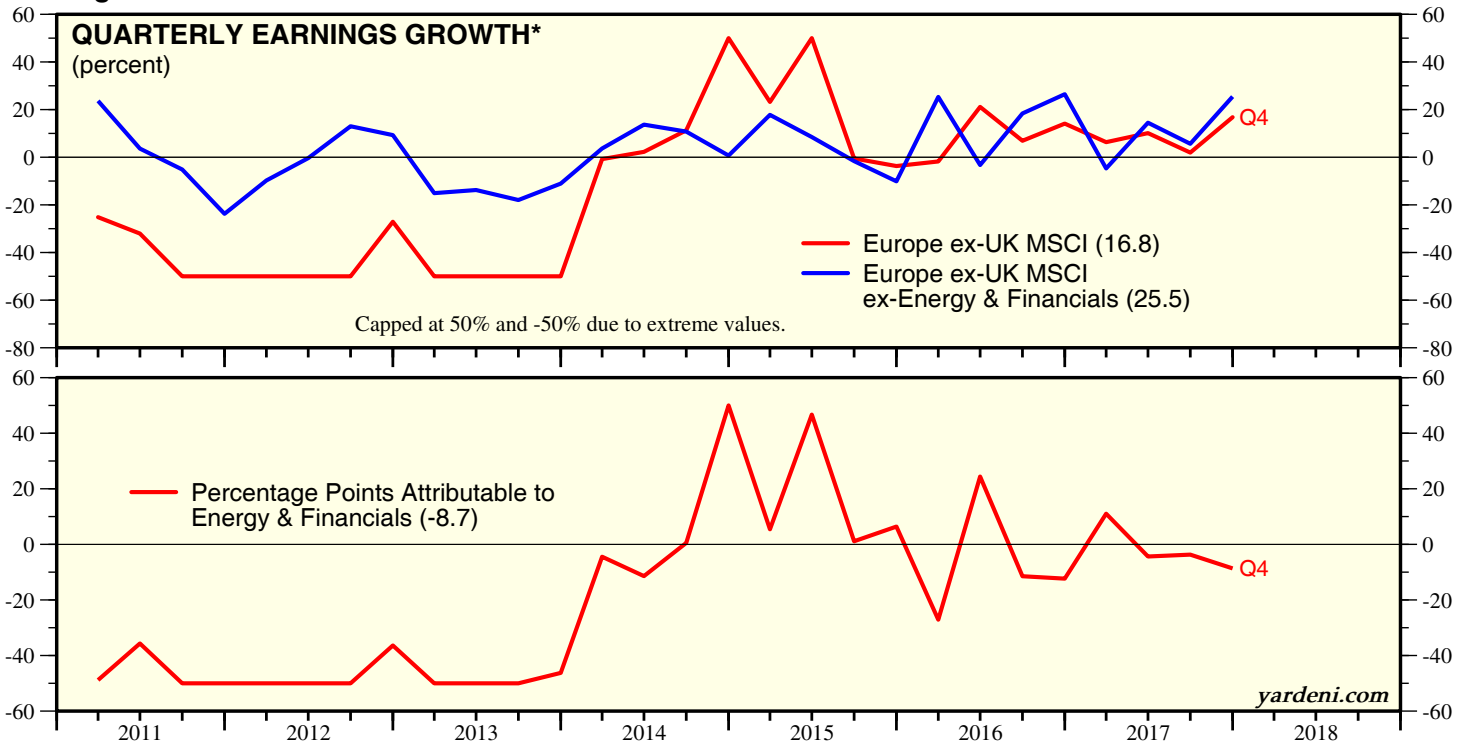
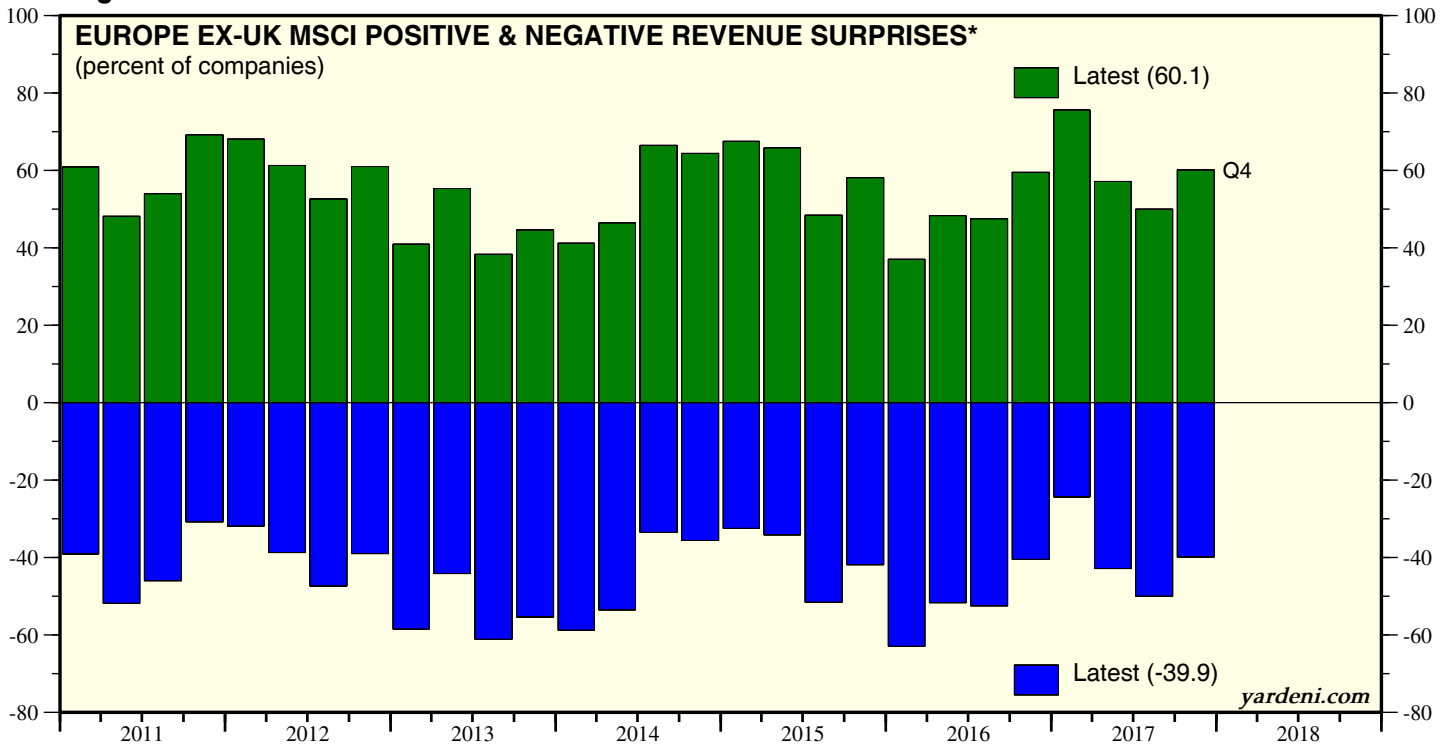


Figure 4.



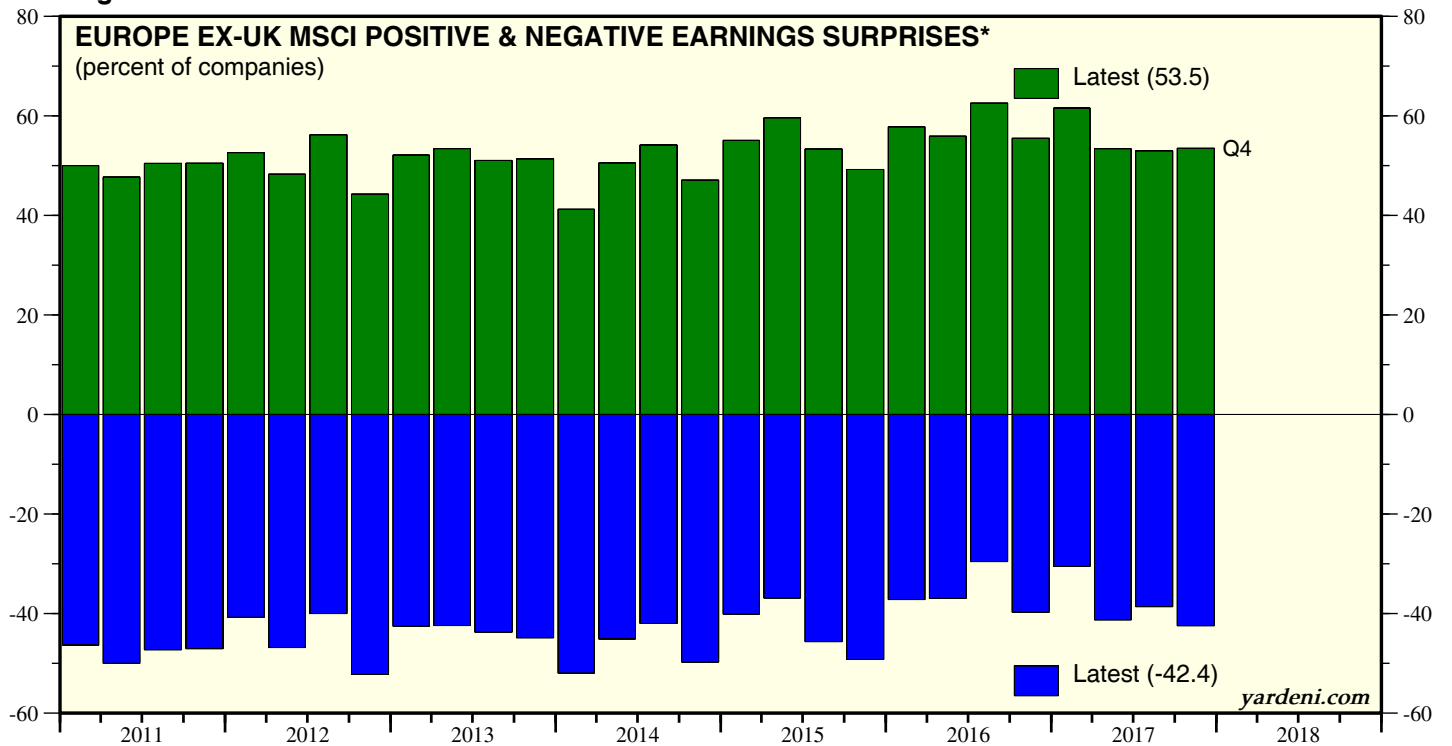
Europe ex-UK: % of Companies Pos/Neg Y/Y

Figure 5.



* Percentage of Europe ex-UK MSCI companies that reported earnings above or below the consensus estimate at the time of the earnings report.
Source: MSCI, Thomson Reuters I/B/E/S, and Yardeni Research, Inc.

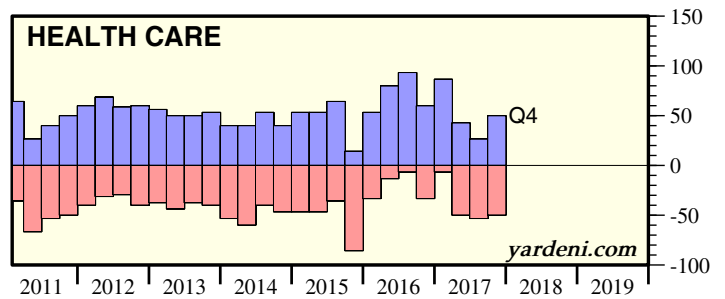
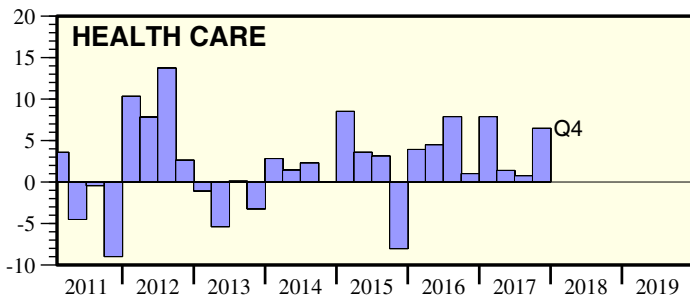
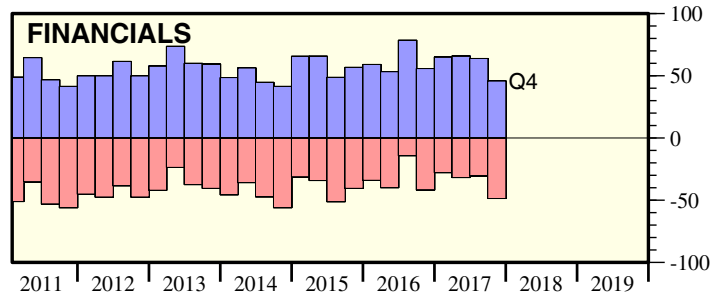
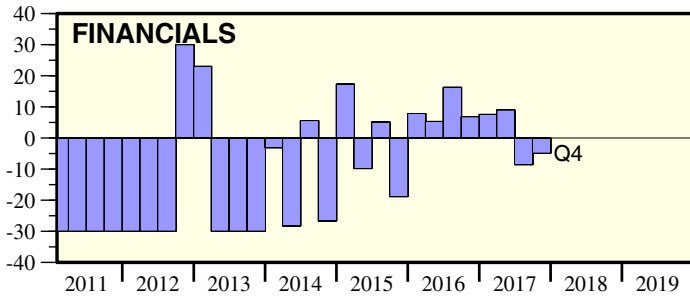
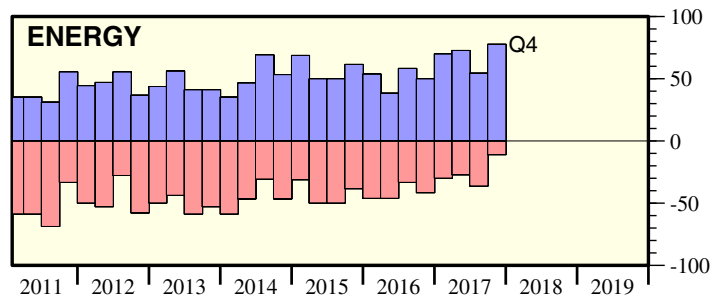
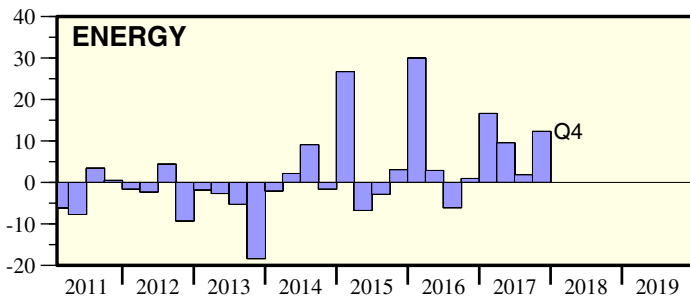
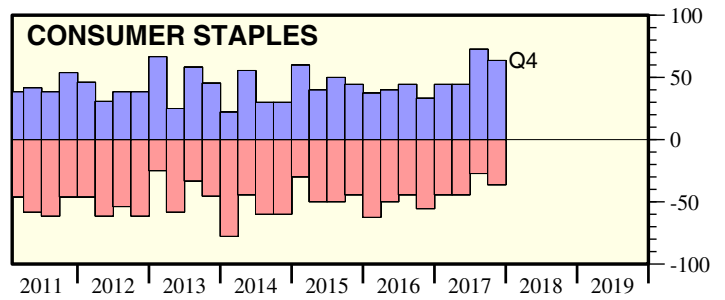
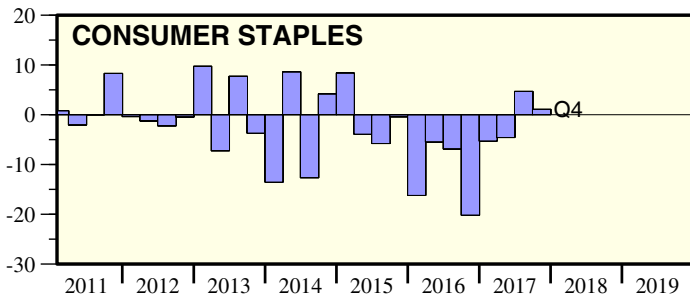
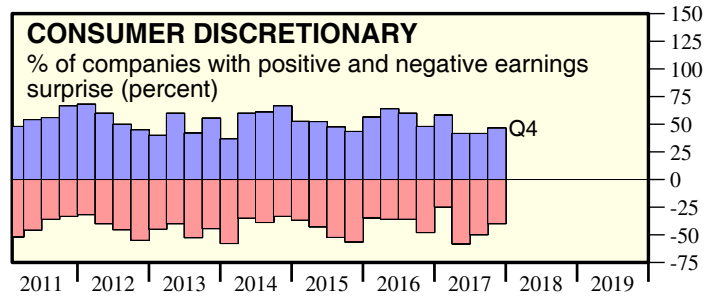
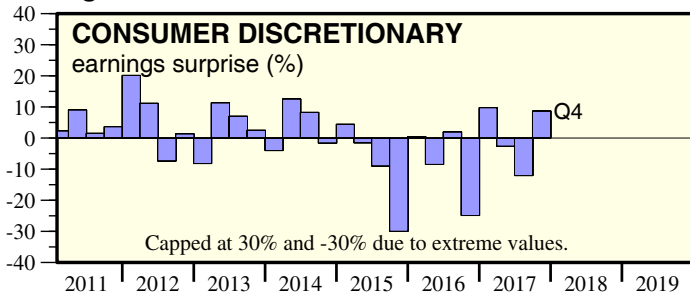
Figure 6.



* Percentage of Europe ex-UK MSCI companies that reported earnings above or below the consensus estimate at the time of the earnings report.
Source: MSCI, Thomson Reuters I/B/E/S, and Yardeni Research, Inc.

Europe ex-UK: Sector Earnings Surprise

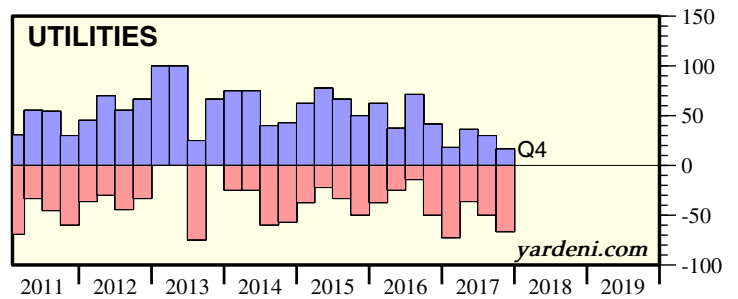
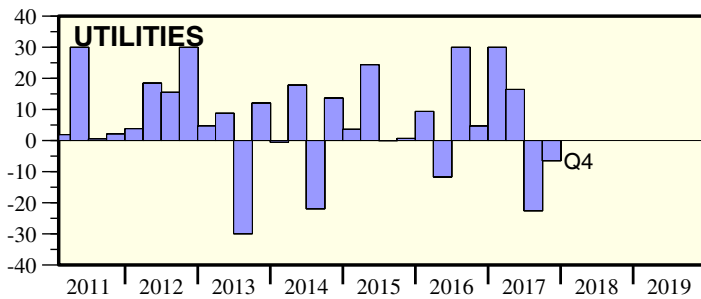
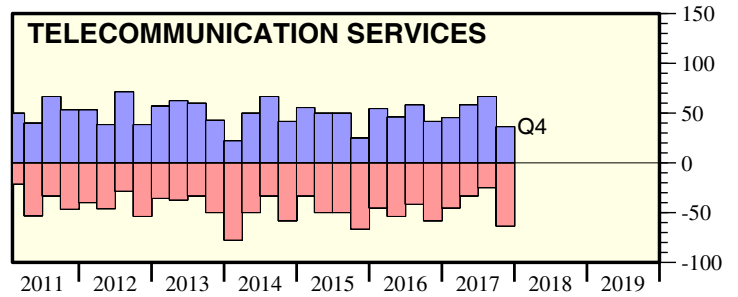
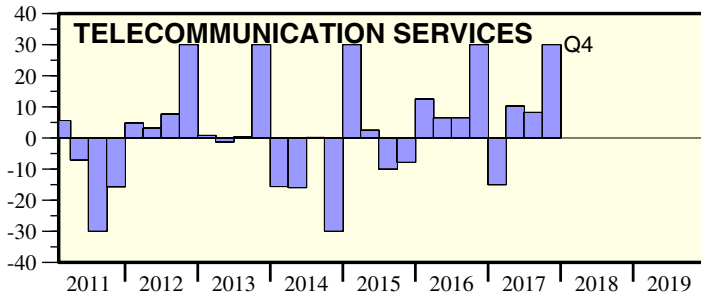
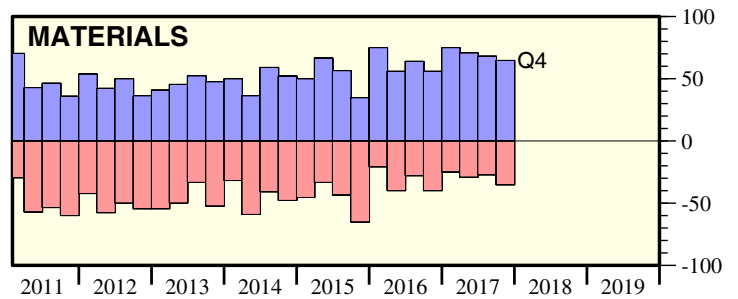
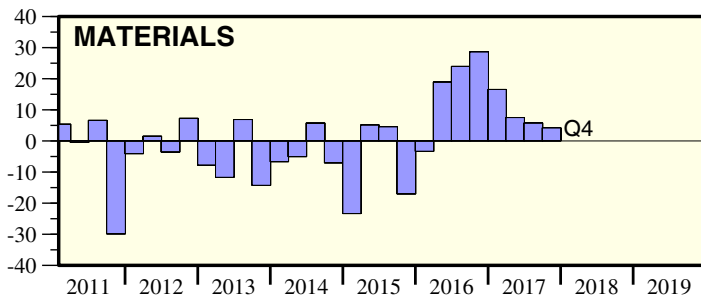
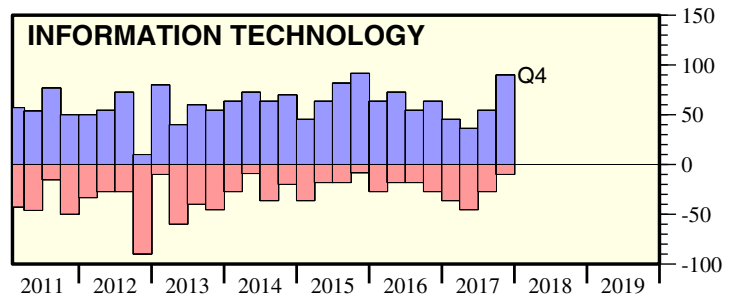
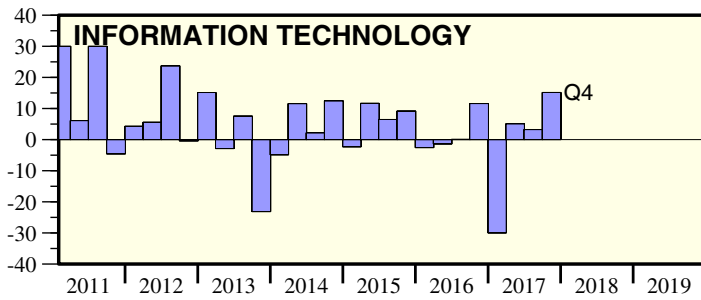
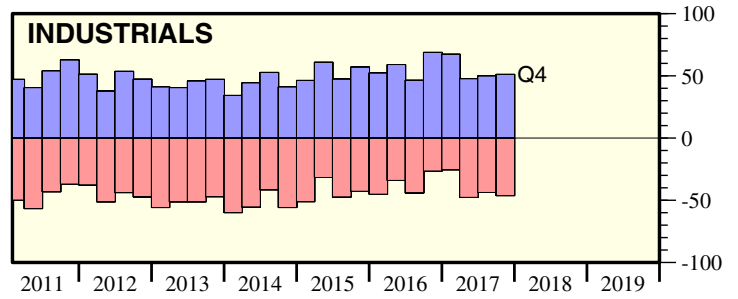
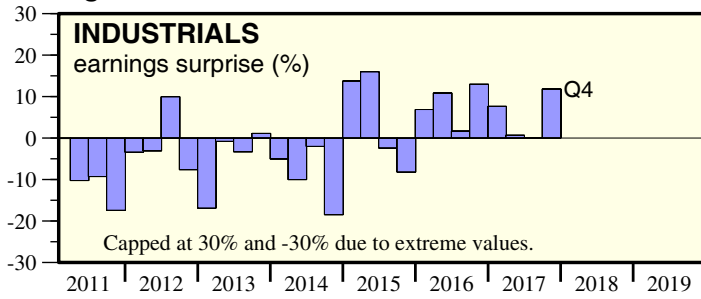
Figure 7.



Source: Yardeni Research and Thomson Reuters I/B/E/S.

Europe ex-UK: Sector Earnings Surprise

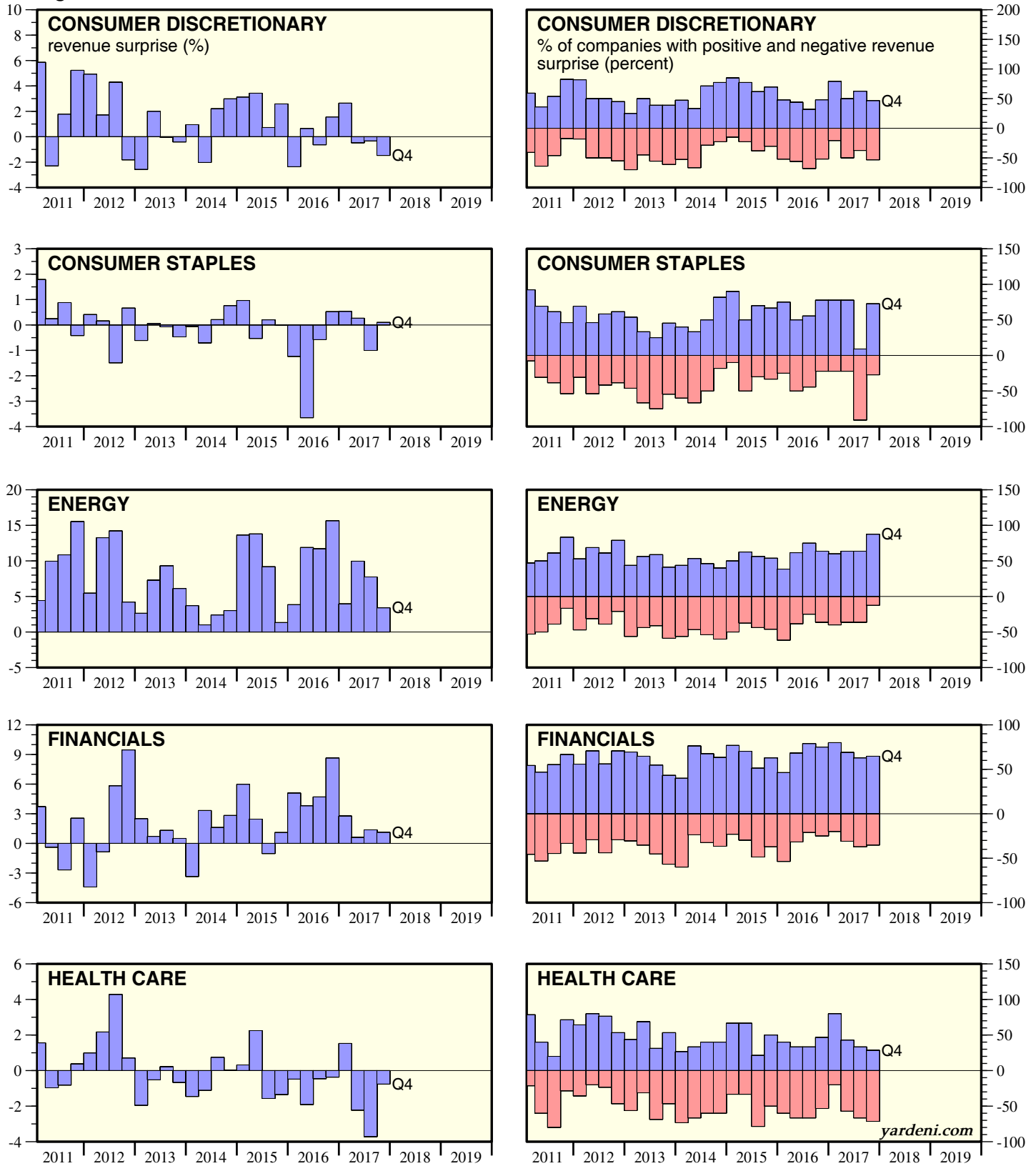
Figure 8.



Source: Yardeni Research and Thomson Reuters I/B/E/S.

Europe ex-UK: Sector Revenue Surprise

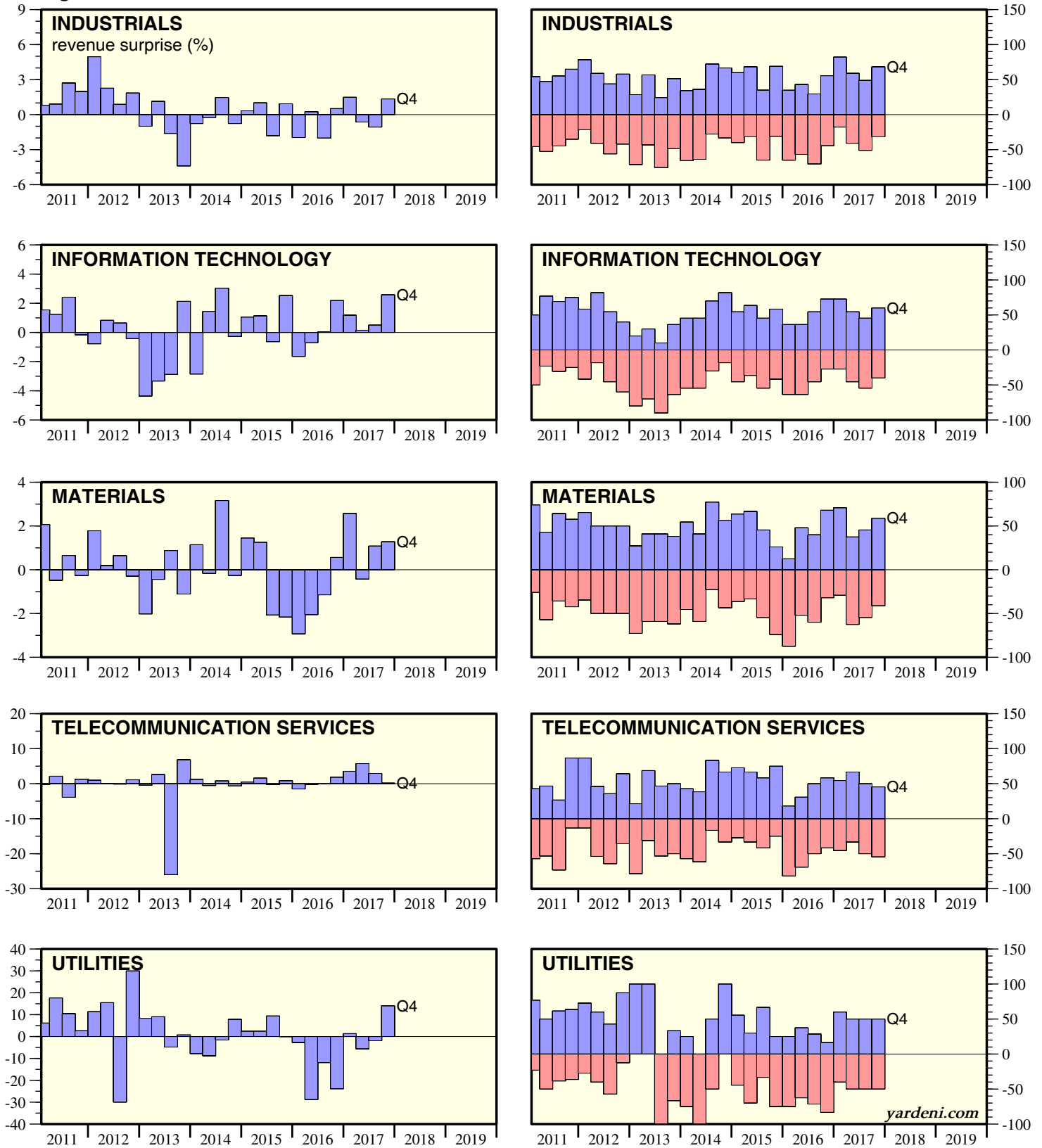
Figure 9.



Source: Yardeni Research and Thomson Reuters I/B/E/S.

Europe ex-UK: Sector Revenue Surprise

Figure 10.



Source: Yardeni Research and Thomson Reuters I/B/E/S.

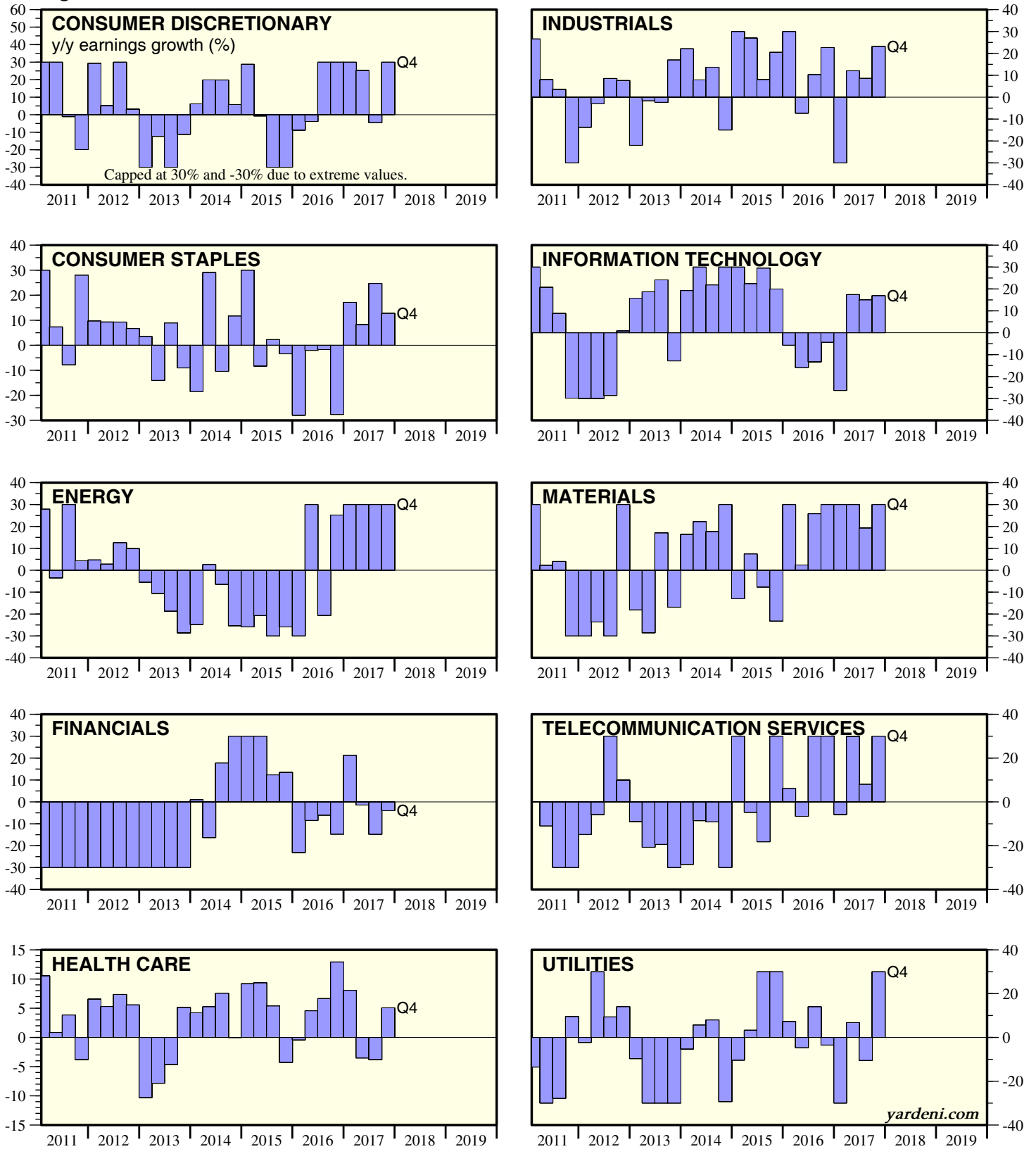
Copyright (c) Yardeni Research, Inc. 2018. All rights reserved. The information contained herein has been obtained from sources believed to be reliable, but is not necessarily complete and its accuracy cannot be guaranteed. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness, or correctness of the information and opinions contained herein. The views and the other information provided are subject to change without notice. All reports posted on www.yardeni.com, blog.yardeni.com, and YRI's Apps for iPads and iPhones are issued without regard to the specific investment objectives, financial situation, or particular needs of any specific recipient and are not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. Past performance is not necessarily a guide to future results. Company fundamentals and earnings may be mentioned occasionally, but should not be construed as a recommendation to buy, sell, or hold the company's stock. Predictions, forecasts, and estimates for any and all markets should not be construed as recommendations to buy, sell, or hold any security--including mutual funds, futures contracts, and exchange traded funds, or any similar instruments.

The text, images, and other materials contained or displayed on any Yardeni Research, Inc. product, service, report, email or website are proprietary to Yardeni Research, Inc. and constitute valuable intellectual property. No material from any part of www.yardeni.com, blog.yardeni.com, and YRI's Apps for iPads and iPhones may be downloaded, transmitted, broadcast, transferred, assigned, reproduced or in any other way used or otherwise disseminated in any form to any person or entity, without the explicit written consent of Yardeni Research, Inc. All unauthorized reproduction or other use of material from Yardeni Research, Inc. shall be deemed willful infringement(s) of this copyright and other proprietary and intellectual property rights, including but not limited to, rights of privacy. Yardeni Research, Inc. expressly reserves all rights in connection with its intellectual property, including without limitation the right to block the transfer of its products and services and/or to track usage thereof, through electronic tracking technology, and all other lawful means, now known or hereafter devised. Yardeni Research, Inc. reserves the right, without further notice, to pursue to the fullest extent allowed by the law any and all criminal and civil remedies for the violation of its rights.

The recipient should check any email and any attachments for the presence of viruses. Yardeni Research, Inc. accepts no liability for any damage caused by any virus transmitted by this company's emails, website, blog and Apps. Additional information available on [request](#).

Europe ex-UK: Sectors Y/Y Earnings Growth

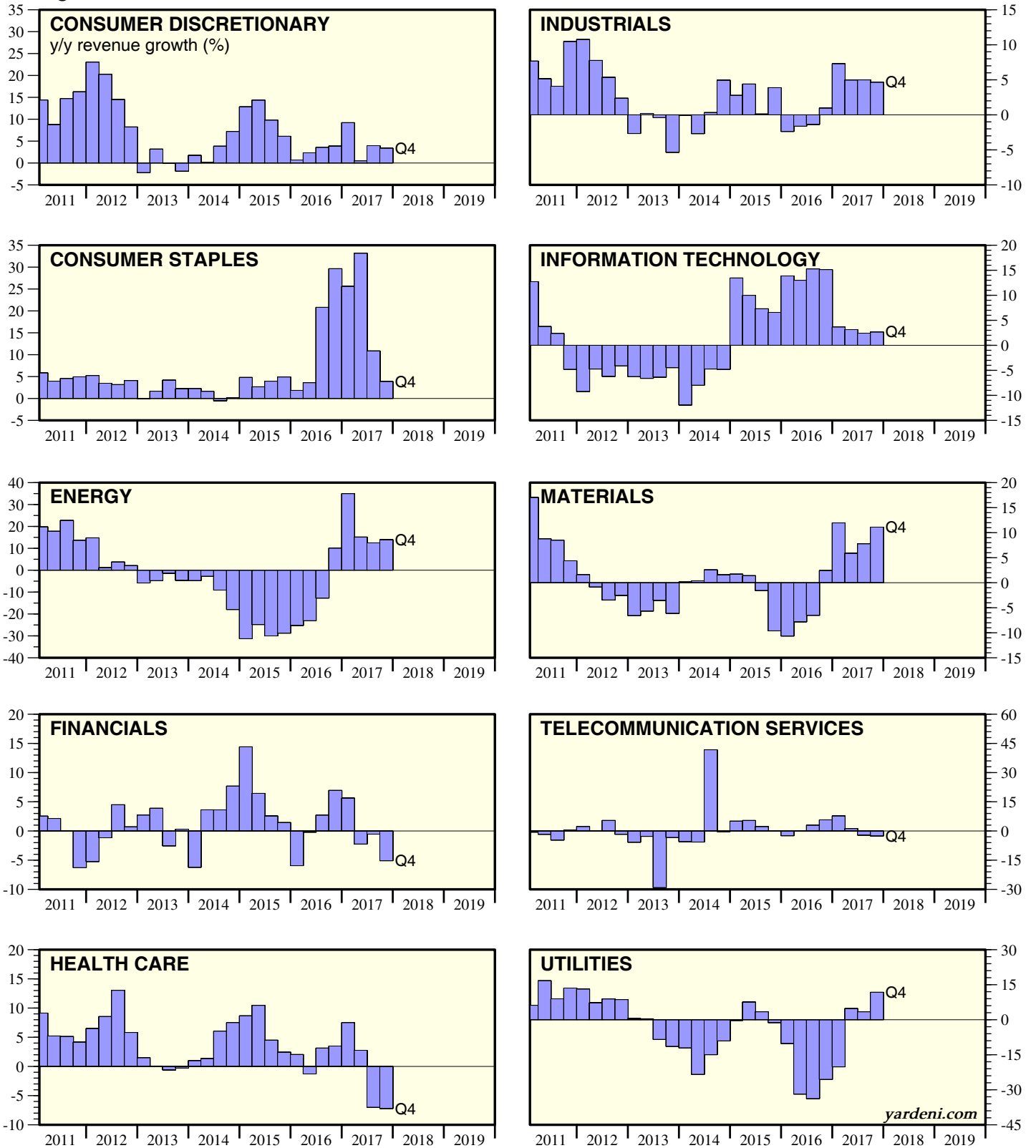
Figure 11.



Source: Yardeni Research and Thomson Reuters I/B/E/S.

Europe ex-UK: Sectors Y/Y Revenue Growth

Figure 12.



Source: Yardeni Research and Thomson Reuters I/B/E/S.