S&P 500 Industry Briefing: Agricultural & Farm Machinery

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**Figure 1.**

*S&P 500 AGRICULTURAL & FARM MACHINERY STOCK PRICE INDEX*

(DF)

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200-day moving average.

* Ratio scale.

Source: Standard & Poor’s and Haver Analytics.

**Figure 2.**

*S&P 500 AGRICULTURAL & FARM MACHINERY INDEX, FORWARD EARNINGS, & VALUATION*

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* Implied price index calculated using forward earnings times forward P/Es.

Source: Standard & Poor’s Corporation and I/B/E/S data by Refinitiv.
Forward Revenues & Earnings with Annual Squiggles

Figure 3.

S&P 500 AGRICULTURAL & FARM MACHINERY REVENUES PER SHARE
(Analysts' average forecasts, ratio scale)

Consensus Forecasts
- Red: Annual estimates
- Blue: Forward revenues*

Source: I/B/E/S data by Refinitiv.

Figure 4.

S&P 500 AGRICULTURAL & FARM MACHINERY OPERATING EARNINGS PER SHARE
(Analysts' average forecasts, ratio scale)

Consensus Forecasts
- Red: Annual estimates
- Blue: Forward earnings*

Source: I/B/E/S data by Refinitiv.
**S&P 500 AGRICULTURAL & FARM MACHINERY ANNUAL REVENUE GROWTH FORECASTS**
(based on analysts’ consensus estimates, percent, weekly)

- 2013 (4.5)
- 2014 (-5.8)
- 2015 (-20.4)
- 2016 (-9.3)
- 2017 (10.7)
- 2018 (28.8)
- 2019 (4.6)
- 2020 (-6.9)

Source: I/B/E/S data by Refinitiv.

**S&P 500 AGRICULTURAL & FARM MACHINERY ANNUAL EARNINGS GROWTH FORECASTS**
(based on analysts’ consensus estimates, percent, weekly)

- 2013 (19.1)
- 2014 (-5.1)
- 2015 (-33.1)
- 2016 (-16.6)
- 2017 (38.9)
- 2018 (40.6)
- 2019 (5.9)
- 2020 (-3.7)

Source: I/B/E/S data by Refinitiv.
Margins & NERI

Figure 7.

S&P 500 AGRICULTURAL & FARM MACHINERY PROJECTED PROFIT MARGIN
(using analysts' average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (9.8)

* 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.

Figure 8.

S&P 500 AGRICULTURAL & FARM MACHINERY 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 9.**

S&P 500 AGRICULTURAL & FARM MACHINERY STRG, STEG, & LTEG

(percent)

- LTEG* (8.4)
- STEG* (5.1)
- STRG* (-2.4)

* 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.

**Figure 10.**

S&P 500 AGRICULTURAL & FARM MACHINERY VALUATION

- Forward P/E* (13.2)
- Relative P/E** (0.8)
- PEG Ratio*** (0.5)

* 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: Thomson Reuters I/B/E/S.