S&P 500 Industry Briefing: Diversified Banks

April 1, 2021

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S&P 500 Diversified Banks

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Figure 1.

S&P 500 DIVERSIFIED BANKS STOCK PRICE INDEX
(BAC C JPM USB WFC)

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

Figure 2.

S&P 500 DIVERSIFIED BANKS INDEX, FORWARD EARNINGS, & VALUATION

* Implied price index calculated using forward earnings times forward P/Es.
Source: Standard & Poor’s and I/B/E/S data by Refinitiv.
* 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 3.

**S&P 500 DIVERSIFIED BANKS REVENUES PER SHARE**
(Analysts’ average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward revenues*

Figure 4.

**S&P 500 DIVERSIFIED BANKS OPERATING EPS**
(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 5. S&P 500 DIVERSIFIED BANKS ANNUAL REVENUE GROWTH FORECASTS* (based on analysts’ consensus estimates, percent, weekly)

Latest data thru 03/25/21

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

Figure 6. S&P 500 DIVERSIFIED BANKS ANNUAL EARNINGS GROWTH FORECASTS* (based on analysts’ consensus estimates, percent, weekly)

Latest data thru 03/25/21

Source: I/B/E/S data by Refinitiv.
Figure 7.

S&P 500 DIVERSIFIED BANKS PROJECTED PROFIT MARGIN
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (23.9)

* 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 DIVERSIFIED BANKS 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.
Forward Growth & Valuation

Figure 9.

S&P 500 DIVERSIFIED BANKS STRG, STEG, & LTEG (percent)

- LTEG* (17.6)
- STEG* (33.3)
- STRG* (-2.3)

* 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 10.

S&P 500 DIVERSIFIED BANKS VALUATION

- Forward P/E* (13.2)
- Relative P/E** (0.6)
- PEG Ratio*** (0.8)

* 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.