S&P 500 Industry Briefing: Health Care Services

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200-day moving average.

* Ratio scale.
Source: Standard & Poor’s and Haver Analytics.

Implied price index calculated using forward earnings times forward P/Es.
Source: Standard & Poor’s Corporation and I/B/E/S data by Refinitiv.
S&P 500 HEALTH CARE SERVICES 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.

S&P 500 HEALTH CARE SERVICES 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.
S&P 500 HEALTH CARE SERVICES ANNUAL REVENUE GROWTH FORECASTS*
(based on analysts’ consensus estimates, percent, weekly)

- 2011 (3.4)
- 2012 (75.6)
- 2013 (11.0)
- 2014 (-2.0)
- 2015 (3.8)
- 2016 (2.1)
- 2017 (3.9)
- 2018 (4.5)
- 2019 (55.8)
- 2020 (5.1)

Latest data thru 03/05/20

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

S&P 500 HEALTH CARE SERVICES ANNUAL EARNINGS GROWTH FORECASTS*
(based on analysts’ consensus estimates, percent, weekly)

- 2011 (17.4)
- 2012 (18.0)
- 2013 (11.3)
- 2014 (7.3)
- 2015 (12.8)
- 2016 (12.3)
- 2017 (4.1)
- 2018 (22.3)
- 2019 (6.9)
- 2020 (4.3)
- 2021 (8.5)

Latest data thru 03/05/20

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

Figure 7.

S&P 500 HEALTH CARE SERVICES PROJECTED PROFIT MARGIN
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (4.3)

* 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 HEALTH CARE SERVICES 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 HEALTH CARE SERVICES STRG, STEG, & LTEG

(Percent)

- LTEG* (8.9)
- STEG* (5.4)
- STRG* (4.8)

* 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.

**Figure 10.**

S&P 500 HEALTH CARE SERVICES VALUATION

- Forward P/E* (10.7)

* Price divided by 12-month forward consensus expected operating earnings per share.

** Relative P/E** (0.6)

*** Sector or industry forward P/E relative to sector or industry consensus 5-year LTEG forecast.

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