S&P 500 Industry Briefing: Property & Casualty Insurance

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thinking outside the box
# Table Of Contents

**S&P 500 Property & Casualty Insurance**

- Stock Price Index ........................................... 1
- Forward Revenues & Earnings with Annual Squiggles ........ 2
- Annual Growth Squiggles .................................. 3
- Margins & NERI ............................................. 4
- Forward Growth & Valuation ............................... 5
Figure 1.

**S&P 500 PROPERTY & CASUALTY INSURANCE STOCK PRICE INDEX***
(ALL CB CINF PGR TRV)

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200-day moving average.

* Ratio scale.

Source: Standard & Poor’s and Haver Analytics.

Figure 2.

**S&P 500 PROPERTY & CASUALTY INSURANCE INDEX, FORWARD EARNINGS, & VALUATION**

Property & Casualty Insurance Index
09/20/19

Blue Angels Implied Price Index*  
09/12/19

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

* S&P 500 Property & Casualty Insurance 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.

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**Figure 4.**

* S&P 500 Property & Casualty Insurance 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 PROPERTY & CASUALTY INSURANCE ANNUAL REVENUE GROWTH FORECASTS* (based on analysts' consensus estimates, percent, weekly)

- 2011 (4.8)
- 2012 (6.0)
- 2013 (4.3)
- 2014 (4.7)
- 2015 (6.1)
- 2016 (16.2)
- 2017 (10.0)
- 2018 (7.8)
- 2019 (7.9)
- 2020 (5.4)

Latest data thru 09/12/19

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

Figure 6.

S&P 500 PROPERTY & CASUALTY INSURANCE ANNUAL EARNINGS GROWTH FORECASTS* (based on analysts' consensus estimates, percent, weekly)

- 2011 (-19.6)
- 2012 (28.5)
- 2013 (37.9)
- 2014 (3.8)
- 2015 (-2.5)
- 2016 (-8.5)
- 2017 (-19.8)
- 2018 (36.9)
- 2019 (15.2)
- 2020 (6.3)

Latest data thru 09/12/19

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

Figure 7.
S&P 500 PROPERTY & CASUALTY INSURANCE PROJECTED PROFIT MARGIN
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (10.6)

* 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 PROPERTY & CASUALTY INSURANCE 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 PROPERTY & CASUALTY INSURANCE STRG, STEG, & LTEG

(percent)

STEG capped at 50%

LTEG* (8.9)

STEG* (8.3)

STRG* (6.0)

* 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 PROPERTY & CASUALTY INSURANCE VALUATION

Forward P/E* (13.8)

Relative P/E** (0.8)

PEG Ratio*** (1.5)

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