S&P 500 Industry Briefing: Multi-Utilities

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thinking outside the box
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Figure 1.

S&P 500 MULTI-UTILITIES STOCK PRICE INDEX*
(AEE CMS CNP D DTE ED NI PEG SRE WEC)

- 200-day moving average.
- Ratio scale.

Source: Standard & Poor’s and Haver Analytics.

Figure 2.

S&P 500 MULTI-UTILITIES INDEX, FORWARD EARNINGS, & VALUATION

- Multi-Utilities Index
  09/20/19
- Blue Angels implied price index*
  09/12/19

* 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

* 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 MULTI UTILITIES REVENUES PER SHARE
(analysts’ average forecasts, ratio scale)

Consensus Forecasts
- Annual estimates
- Forward revenues*

Figure 4.
S&P 500 MULTI-UTILITIES 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.
Figure 5.

S&P 500 MULTI-UTILITIES ANNUAL REVENUE GROWTH FORECASTS*
(based on analysts' consensus estimates, percent, weekly)

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

Figure 6.

S&P 500 MULTI-UTILITIES ANNUAL EARNINGS GROWTH FORECASTS*
(based on analysts' consensus estimates, percent, weekly)

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

**Figure 7.**

*S&P 500 Multi-Utilities Projected Profit Margin*
(Using analysts’ average earnings and revenues forecasts)

*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 Multi-Utilities 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 MULTI-UTILITIES STRG, STEG, & LTEG

(percent)

-30 -20 -10 0 10 20 30 40


-30 -20 -10 0 10 20 30 40

9/12

* 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 MULTI-UTILITIES VALUATION

Forward P/E* (20.0)

Relative P/E** (1.2)
P EG Ratio*** (3.7)

9/12

0 4.5 4 3.5 3 2.5 2 1.5 1 0.5 0


Relative P/E and PEG capped at 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.