S&P 500 Industry Briefing: Technology Hardware Storage & Peripherals

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S&P 500 Technology Hardware, Storage & Peripherals

Table Of Contents

1. Stock Price Index
2. Forward Revenues & Earnings with Annual Squiggles
3. Annual Growth Squiggles
4. Margins & NERI
5. Forward Growth & Valuation
S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS STOCK PRICE INDEX

(AAPL HPE HPQ NTAP STX WDC XRX)

Figure 1.

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

S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS INDEX, FORWARD EARNINGS, & VALUATION

- Technology Hardware Storage & Peripherals Index
  03/13/20
- Blue Angels Implied Price Index*
  03/05/20

Figure 2.

- Implied price index calculated using forward earnings times forward P/Es.
- Source: Standard & Poor’s and I/B/E/S data by Refinitiv.
Forward Revenues & Earnings with Annual Squiggles

Figure 3.
S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS 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.

Figure 4.
S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS 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.
S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS
ANNUAL REVENUE GROWTH FORECASTS*
(based on analysts’ consensus estimates, percent, weekly)

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

S&P 500 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS
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 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS PROJECTED PROFIT MARGIN*
(using analysts’ average earnings and revenues forecasts)

Consensus Forecasts
- Annual estimates
- Forward profit margin* (17.9)

* 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 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS 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 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS STRG, STEG, & LTEG (percent)

* 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.

* 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 TECHNOLOGY HARDWARE, STORAGE & PERIPHERALS VALUATION

Forward P/E* (18.8)

Relative P/E** (1.1)
P EG Ratio*** (1.4)