S&P 500 Industry Briefing: Energy

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thinking outside the box
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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 and I/B/E/S data by Refinitiv.
**Forward Revenues & Earnings with Annual Squiggles**

Figure 3.

*S&P 500 ENERGY 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 ENERGY 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.
Figure 5.

S&P 500 ENERGY ANNUAL REVENUE GROWTH FORECASTS
(based on analysts' consensus estimates, percent, weekly)

2011 (22.7)
2012 (-15.6)
2013 (-3.7)
2014 (-3.1)
2015 (-34.7)
2016 (-17.4)
2017 (24.6)
2018 (21.3)
2019 (-3.6)
2020 (0.8)
2021 (3.3)

Latest data thru 03/05/20

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

Figure 6.

S&P 500 ENERGY ANNUAL EARNINGS GROWTH FORECASTS
(based on analysts' consensus estimates, percent, weekly)

2011 (34.8)
2012 (-8.4)
2013 (-5.2)
2014 (0.5)
2015 (-59.3)
2016 (-79.4)
2017 (364.0)
2018 (93.8)
2019 (-29.0)
2020 (8.1)
2021 (15.5)

Latest data thru 03/05/20

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

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

Consensus Forecasts

- Annual estimates
- Forward profit margin* (5.7)

* 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 ENERGY 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.

* NERI
Dec -21.7
Jan -12.1
Feb -12.4
Figure 9.

S&P 500 ENERGY STRG, STEG, & LTEG

(percentage)

- LTEG* (6.6)
- STEG* (10.2)
- STRG* (1.5)

STEG capped at 80%

* 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 ENERGY VALUATION

- Forward P/E* (15.1)
- Relative P/E** (0.9)
- PEG Ratio*** (2.3)

Relative P/E capped at 3.0

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