

# Stock Market Briefing: Stocks As Recession Indicator

Yardeni Research, Inc.

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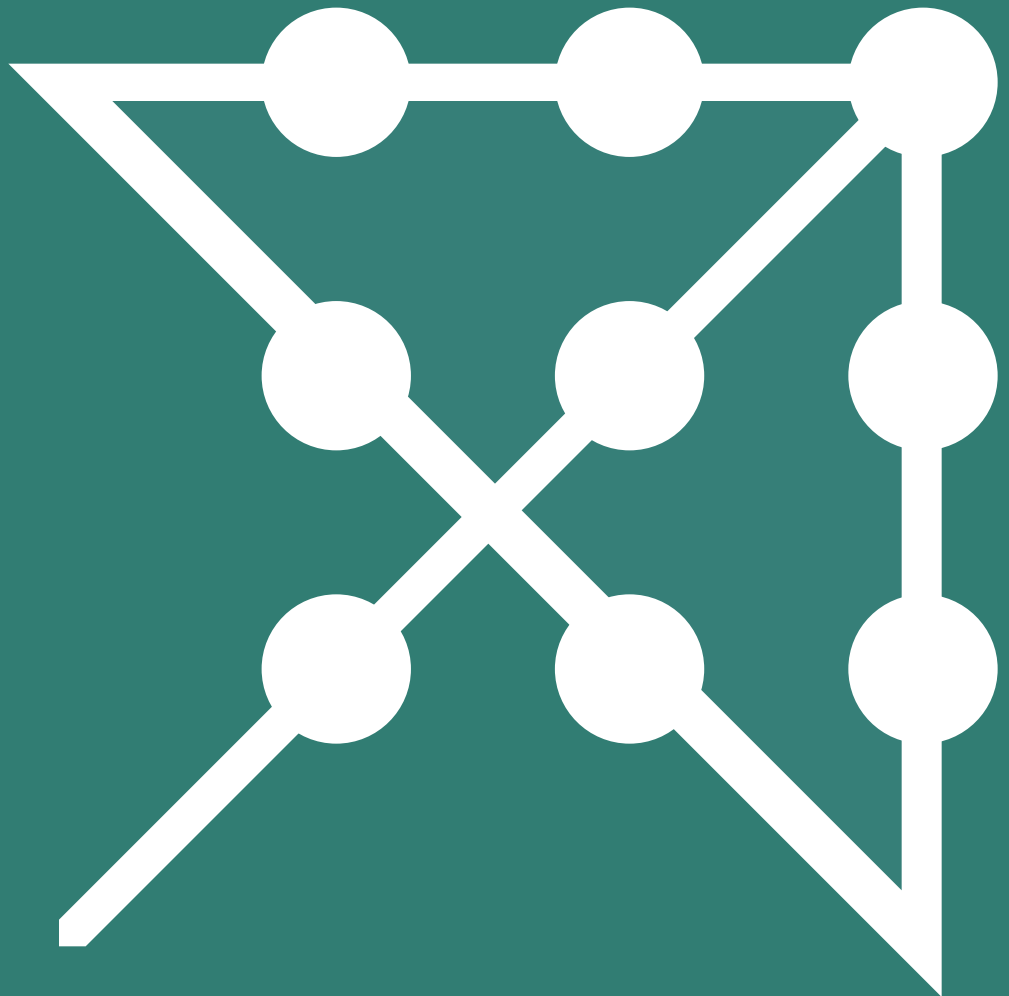
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*thinking outside the box*

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# Stocks As Recession Indicator

Figure 1.

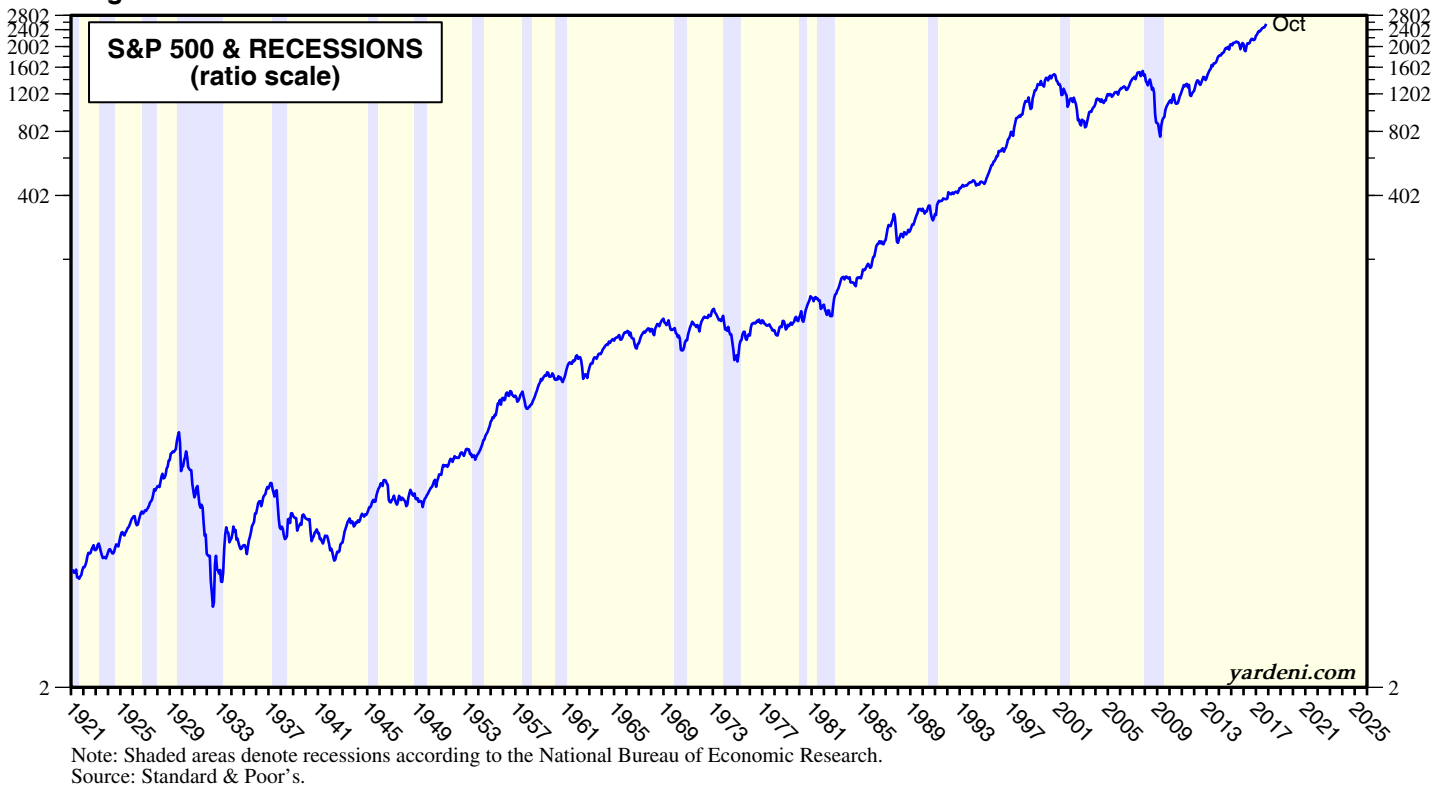
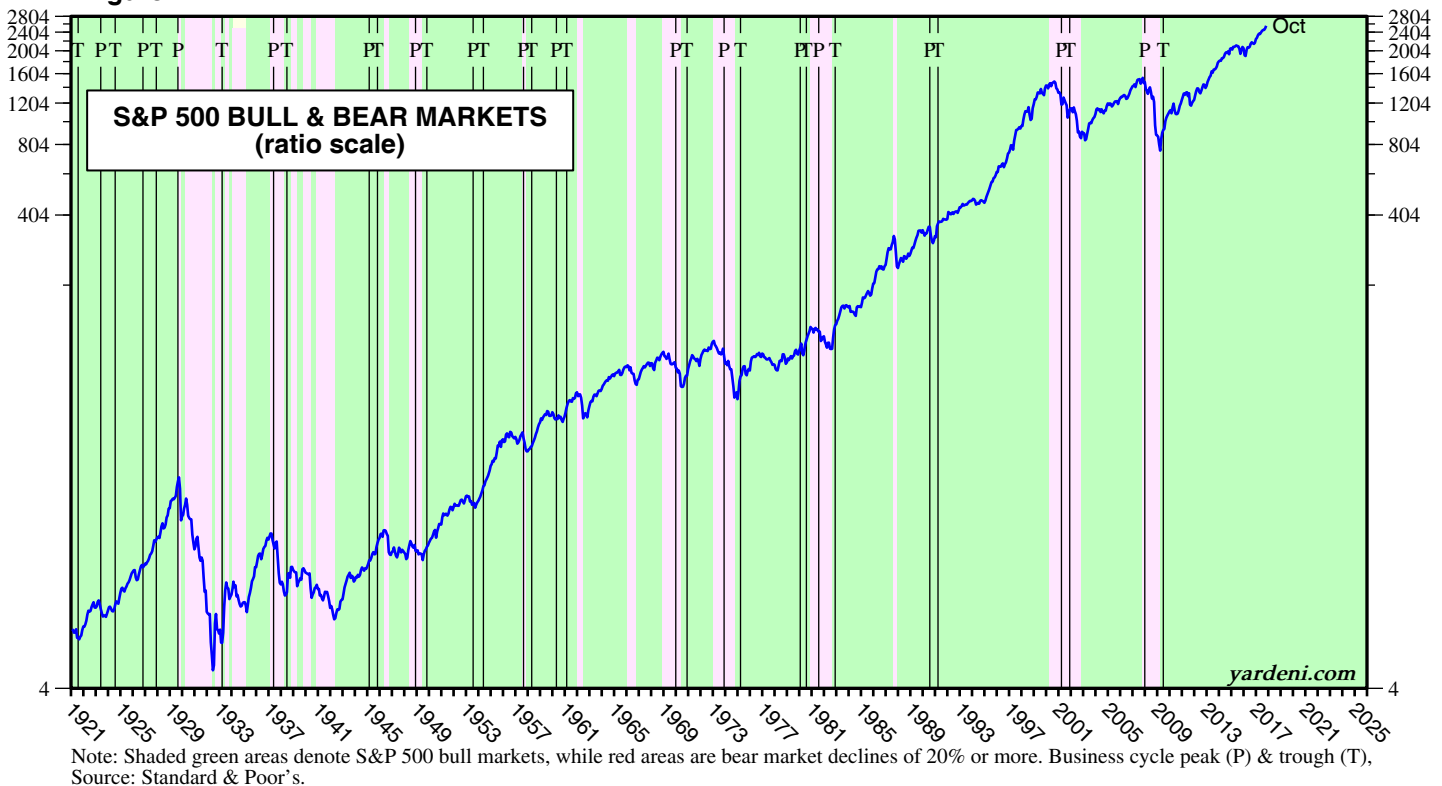
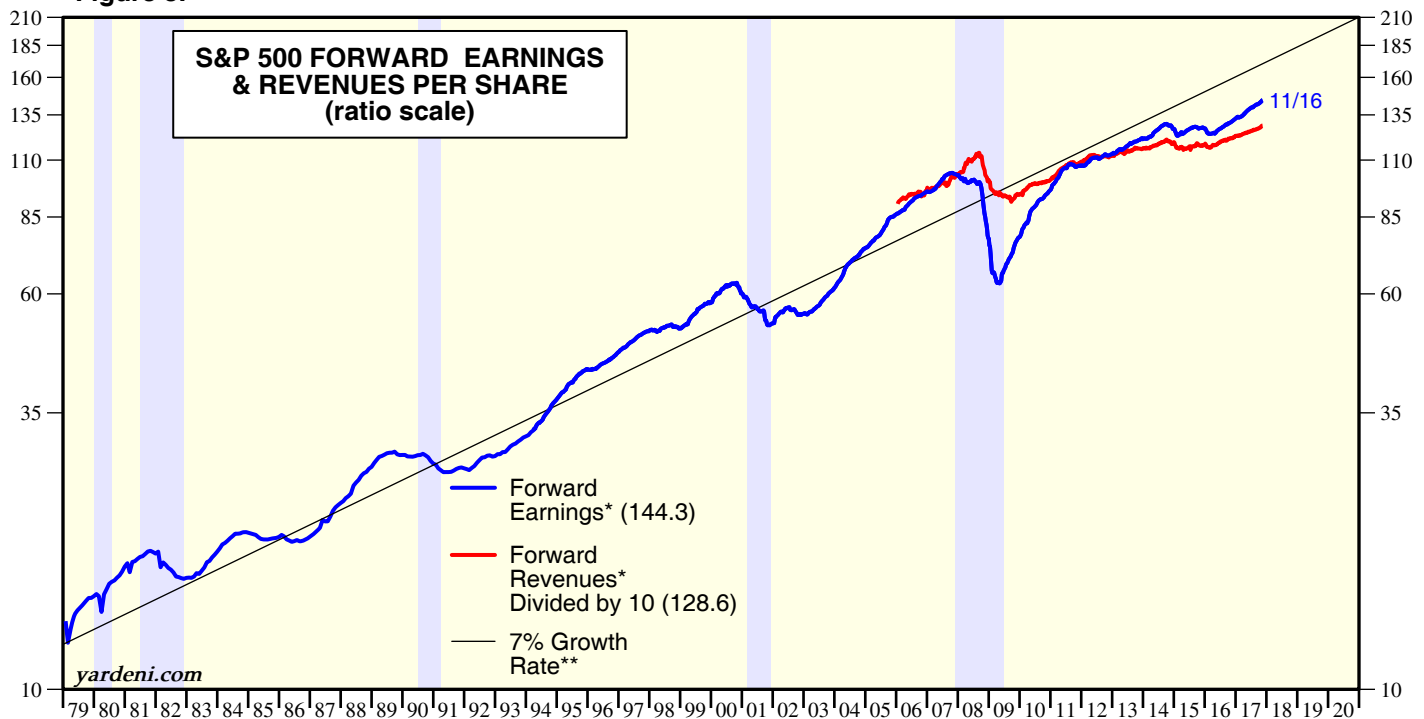


Figure 2.



# Stocks As Recession Indicator

Figure 3.



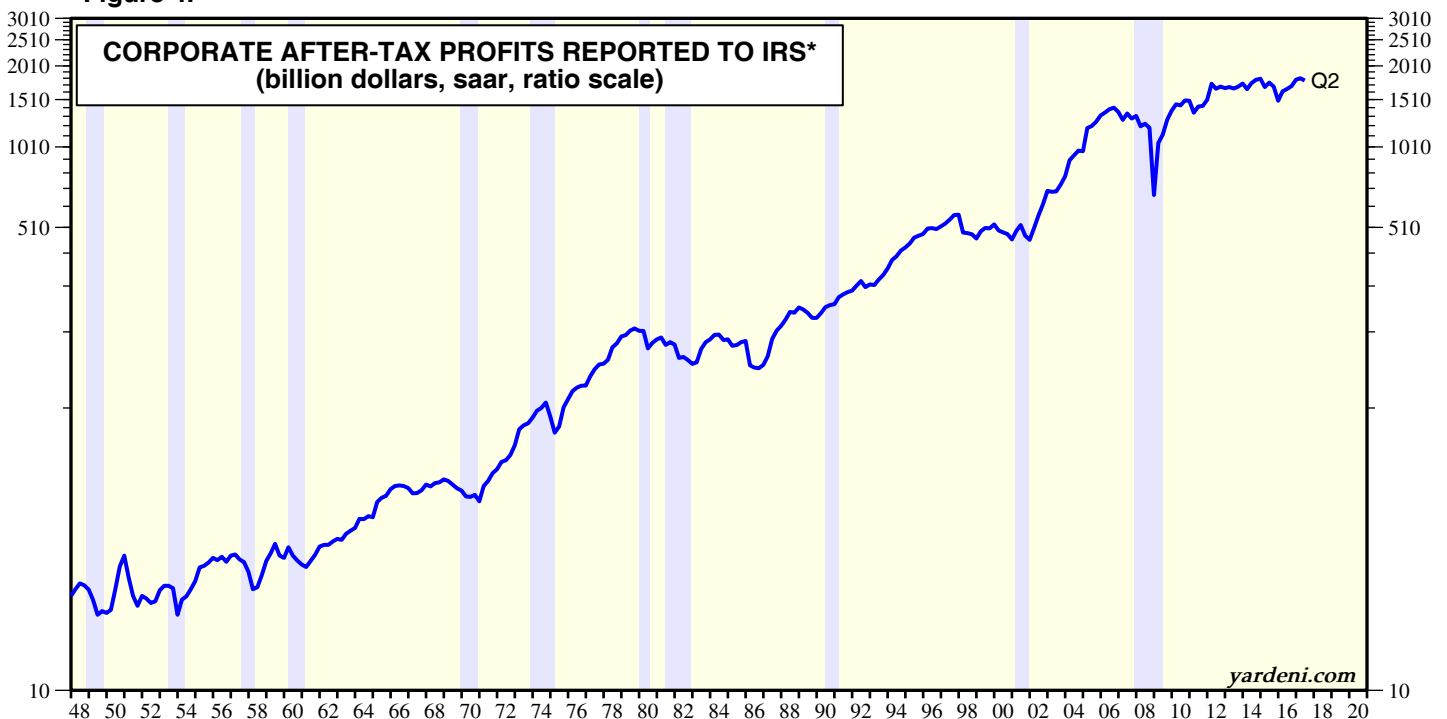
\* Time-weighted average of consensus estimates for current and next year. Monthly through April 1994, then weekly.

\*\* Compounded monthly to yield 7% annually.

Note: Shaded areas denote recessions according to the National Bureau of Economic Research.

Source: Thomson Reuters I/B/E/S.

Figure 4.



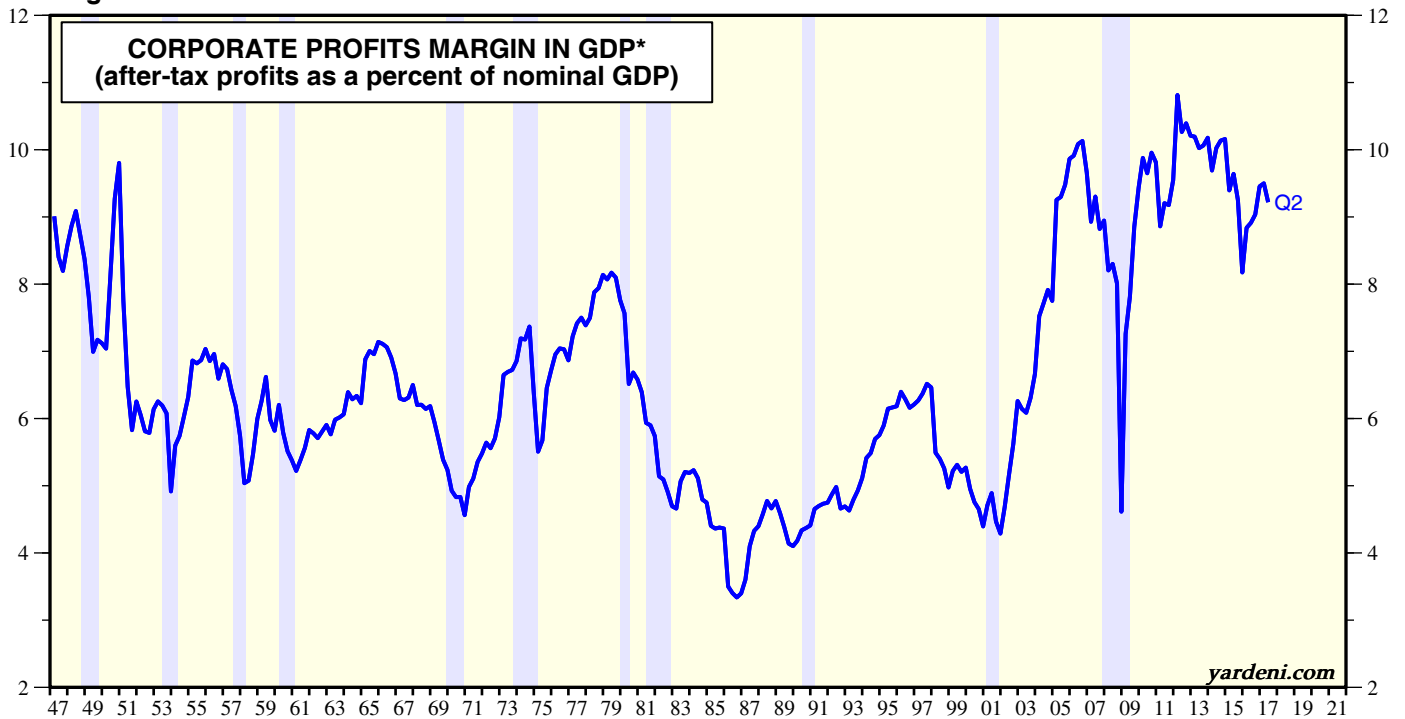
\* Excluding IVA & CCAdj.

Note: Shaded areas denote recessions according to the National Bureau of Economic Research.

Source: Bureau of Economic Analysis.

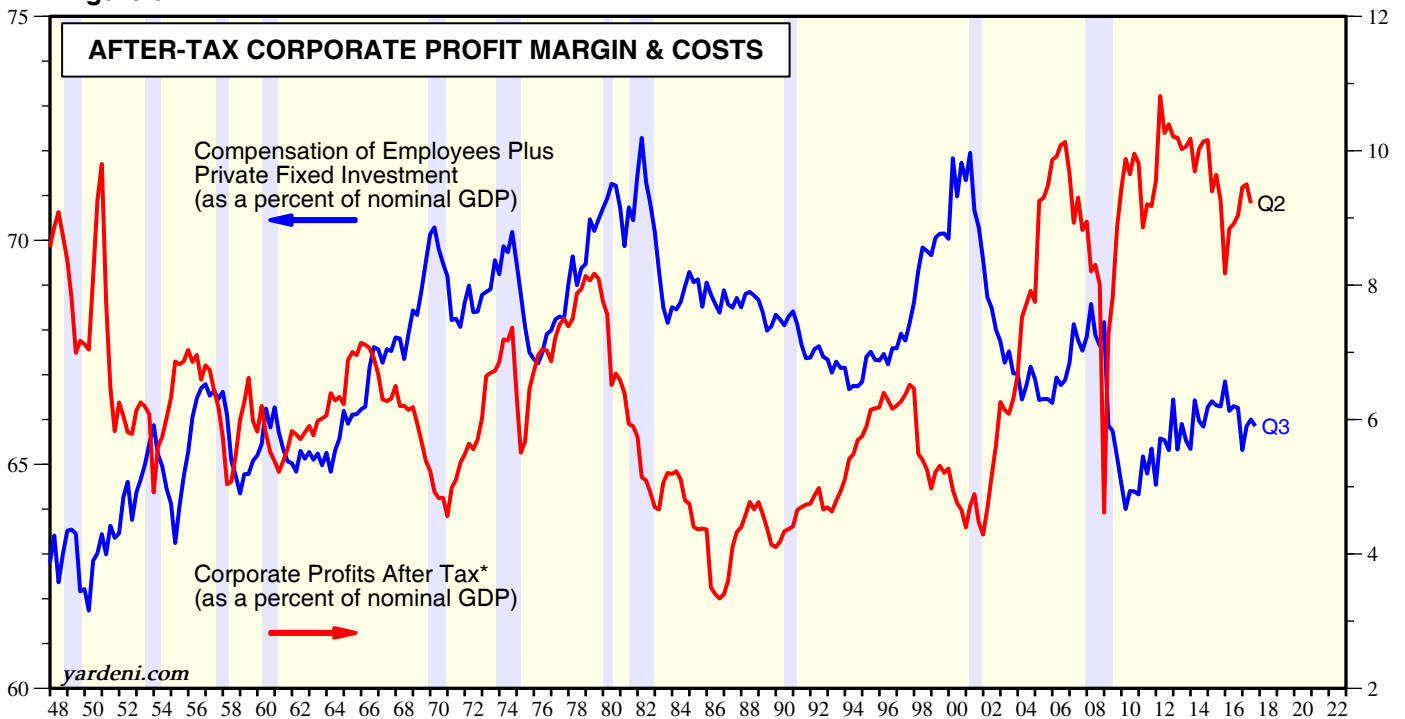
# Stocks As Recession Indicator

Figure 5.



\* Using after-tax corporate profits reported to IRS. Excluding IVA & CCadj.  
 Note: Shaded areas denote recessions according to the National Bureau of Economic Research.  
 Source: Bureau of Economic Analysis.

Figure 6.



\* After-tax profits as reported to IRS (without IVA and CCAdj).  
 Note: Shaded areas denote recessions according to the National Bureau of Economic Research.  
 Source: Bureau of Economic Analysis.

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