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S&P 500 Profit Margin

Figure 1.

S&P 500 PROFIT MARGIN
(percent, quarterly)

Source: Standard & Poor’s Corporation (revenues and reported EPS) and I/B/E/S data by Refinitiv (operating EPS).

Figure 2.

S&P 500 PROFIT MARGIN
(percent, trailing four-quarter average)

Source: Standard & Poor’s Corporation (revenues and reported EPS) and I/B/E/S data by Refinitiv (operating EPS).
S&P 500 Profit Margin

Source: Standard & Poor’s Corporation (revenues) and I/B/E/S data by Refinitiv (operating EPS).

Figure 3.

S&P 500 OPERATING PROFIT MARGIN (percent)

Quarterly (11.6)
Trailing four-quarter average (12.1)

Source: Standard & Poor’s Corporation.

Figure 4.

S&P 500 REPORTED PROFIT MARGIN (percent)

Quarterly (10.5)
Trailing four-quarter average (9.9)

Source: Standard & Poor’s Corporation.
**Figure 5.**

**S&P 500 Profit Margin**

(percent, using analysts’ average earnings and revenues forecasts)

* Time-weighted average of the consensus estimates for current year and next year. Monthly through December 2005, then weekly.

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

**Figure 6.**

**S&P 500 Profit Margin Measures**

(percent)

* Forward earnings divided by forward revenues.

Source: I/B/E/S data by Refinitiv and Standard & Poor’s.
S&P 500 Profit Margin

Figure 7.

S&P 500 & PROFIT MARGIN

S&P 500 index (2783.0)

Operating trailing
4-quarter profit margin (12.1)

Source: Standard & Poor’s Corporation and I/B/E/S data by Refinitiv.

Figure 8.

S&P 500 & FORWARD PROFIT MARGIN

S&P 500 index (2783.0)

Forward profit margin (12.1)


Source: Standard & Poor’s Corporation and I/B/E/S data by Refinitiv.
Figure 9. S&P 500 Sectors Operating Profit Margins

- **S&P 500 Operating Profit Margin** (trailing 4-quarter, %)
  - Q1: S&P 500 (11.3)

- **INDUSTRIALS**
  - Q1: (9.8)

- **CONSUMER DISCRETIONARY**
  - Q1: (7.4)

- **INFORMATION TECHNOLOGY**
  - Q1: (21.0)

- **CONSUMER STAPLES**
  - Q1: (7.5)

- **MATERIALS**
  - Q1: (9.7)

- **ENERGY**
  - Q1: (6.9)

- **REAL ESTATE**
  - Q1: (19.1)

- **FINANCIALS**
  - Q1: Includes Real Estate through Q2-2016, (15.8)

- **COMMUNICATION SERVICES**
  - Q1: (15.6)

- **HEALTH CARE**
  - Q1: (8.6)

- **UTILITIES**
  - Q1: (11.9)

* Operating margin in percent and based on trailing 4-quarter EPS and sales.
Source: Standard & Poor’s.
Figure 10.

S&P 500 Sectors Forecasted & Actual Profit Margins

* Actual from S&P based on trailing 4-quarter EPS and sales. Forecast implied from I/B/E/S consensus forward EPS and sales, and pushed one year ahead.

Source: Standard & Poor’s Corporation (trailing 4-quarter margin) and I/B/E/S data by Refinitiv (forward margin).
Figure 11.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER DISCRETIONARY
(trailing 4-quarter EPS, percent)

- Consumer Discretionary Sector (7.4)
- Automobile Manufacturers (4.7)
- Auto Parts & Equipment (8.7)
- Motorcycle Manufacturers (9.7)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 12.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER DISCRETIONARY
(trailing 4-quarter EPS, percent)

- Consumer Discretionary Sector (7.4)
- Casinos & Gaming (4.8)
- Hotels, Resorts & Cruise Lines (12.1)
- Restaurants (17.5)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Figure 13.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER DISCRETIONARY
(trailing 4-quarter EPS, percent)

- Consumer Discretionary Sector (7.4)
- Apparel Retail (7.5)
- Department Stores (4.4)
- Specialty Stores (9.0)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 14.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER DISCRETIONARY
(trailing 4-quarter EPS, percent)

- Consumer Discretionary Sector (7.4)
- Computer & Electronics Retail (3.4)
- Household Appliances (4.3)
- Home Improvement Retail (8.5)

Margins capped at -2% due to extreme values.

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Figure 15.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER STAPLES
(trailing 4-quarter EPS, percent)

- Consumer Staples Sector (7.5)
- Household Products (15.5)
- Packaged Foods & Meats (10.4)
- Personal Products (9.2)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 16.

S&P 500 OPERATING PROFIT MARGINS: CONSUMER STAPLES
(trailing 4-quarter EPS, percent)

- Consumer Staples Sector (7.5)
- Brewers (9.6)
- Drug Retail (3.8)
- Soft Drinks (16.6)
- Tobacco (30.4)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Figure 17.

S&P 500 OPERATING PROFIT MARGINS: ENERGY
(trailing 4-quarter EPS, percent)

- Energy Sector (6.9)
- Integrated Oil & Gas (7.9)
- Oil & Gas Refining & Marketing (3.6)
- Oil & Gas Storage & Transportation (10.8)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 18.

S&P 500 OPERATING PROFIT MARGINS: ENERGY
(trailing 4-quarter EPS, percent)

- Energy Sector (6.9)
- Oil & Gas Drilling (2.7)
- Oil & Gas Equipment & Services (4.3)
- Oil & Gas Exploration & Production (13.8)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Figure 19.

S&P 500 OPERATING PROFIT MARGINS: HEALTH CARE
(trailing 4-quarter EPS, percent)

- Health Care Sector (8.6)
- Biotechnology (32.3)
- Health Care Equipment (10.5)
- Managed Health Care (4.6)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 20.

S&P 500 OPERATING PROFIT MARGINS: HEALTH CARE
(trailing 4-quarter EPS, percent)

- Health Care Sector (8.6)
- Pharmaceuticals (21.7)
- Health Care Facilities (7.5)
- Health Care Distributors (0.9)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Industrials

Figure 21.
S&P 500 OPERATING PROFIT MARGINS: INDUSTRIALS
(trailing 4-quarter EPS, percent)

Industrials Sector (9.8)
Construction Machinery & Heavy Trucks (10.7)
Industrial Conglomerates (9.1)
Industrial Machinery (11.3)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 22.
S&P 500 OPERATING PROFIT MARGINS: INDUSTRIALS
(trailing 4-quarter EPS, percent)

Industrials Sector (9.8)
Aerospace & Defense (9.6)
Electrical Components & Equipment (12.7)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Figure 23.

*S&P 500 OPERATING PROFIT MARGINS: INFORMATION TECHNOLOGY*
(trailing 4-quarter EPS, percent)

- Information Technology Sector (21.0)
- Application Software (16.8)
- Data Processing & Outsourcing (25.7)
- IT Consulting & Other Services (12.2)
- Systems Software (26.9)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.

Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 24.

*S&P 500 OPERATING PROFIT MARGINS: INFORMATION TECHNOLOGY*
(trailing 4-quarter EPS, percent)

- Information Technology Sector (21.0)
- Communications Equipment (22.6)
- Semiconductors (27.7)
- Semiconductor Equipment (23.7)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.

Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Materials

Figure 25.

S&P 500 OPERATING PROFIT MARGINS: MATERIALS
(trailing 4-quarter EPS, percent)

- Materials Sector (9.7)
- Diversified Chemicals (9.6)
- Fertilizers & Agricultural Chemicals (9.1)
- Industrial Gases (12.6)
- Specialty Chemicals (10.7)


Figure 26.

S&P 500 OPERATING PROFIT MARGINS: MATERIALS
(trailing 4-quarter EPS, percent)

- Materials Sector (9.7)
- Copper (9.5)
- Gold (1.3)
- Metal & Glass Containers (5.1)
- Paper Packaging (8.0)
- Steel (9.5)

Communication Services

Figure 27.

S&P 500 OPERATING PROFIT MARGINS: COMMUNICATION SERVICES
(trailing 4-quarter EPS, percent)

- Communication Services Sector (15.6)
- Alternative Carriers (5.6)
- Integrated Telecommunication (13.5)

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.

Figure 28.

S&P 500 OPERATING PROFIT MARGINS: COMMUNICATION SERVICES
(trailing 4-quarter EPS, percent)

- Communication Services Sector (15.6)
- Cable & Satellite (9.5)
- Advertising (7.4)
- Publishing (-2.2)
- Broadcasting (11.5)

Sub-industries awaiting S&P’s database update.

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.
Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
Communication Services

**S&P 500 OPERATING PROFIT MARGINS: COMMUNICATION SERVICES**

(Trailing 4-quarter EPS, percent)

- **Communication Services Sector (15.6)**
- **Interactive Home Entertainment (17.2)**
- **Movies & Entertainment (15.8)**

Sub-industries awaiting S&P’s database update.

Note: Sector data from S&P. Industry-level data uses I/B/E/S data from Refinitiv for EPS through Q4-2007, and S&P’s EPS thereafter.

Source: Standard & Poor’s, I/B/E/S data by Refinitiv, and Haver Analytics.
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