

Stock Market Briefing: Selected P/E Ratios

Yardeni Research, Inc.

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Dr. Edward Yardeni

516-972-7683
eyardeni@yardeni.com

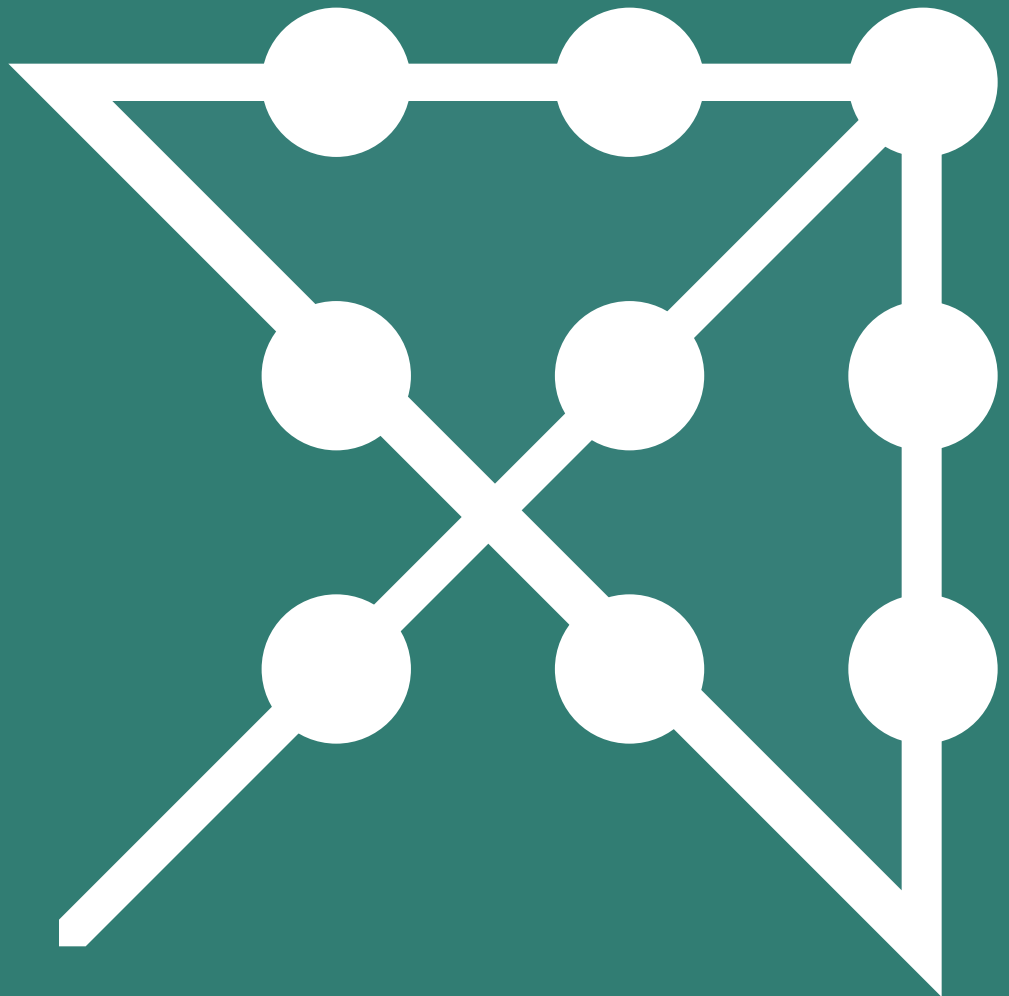
Joe Abbott

732-497-5306
jabbott@yardeni.com

Mali Quintana

480-664-1333
aquintana@yardeni.com

Please visit our sites at
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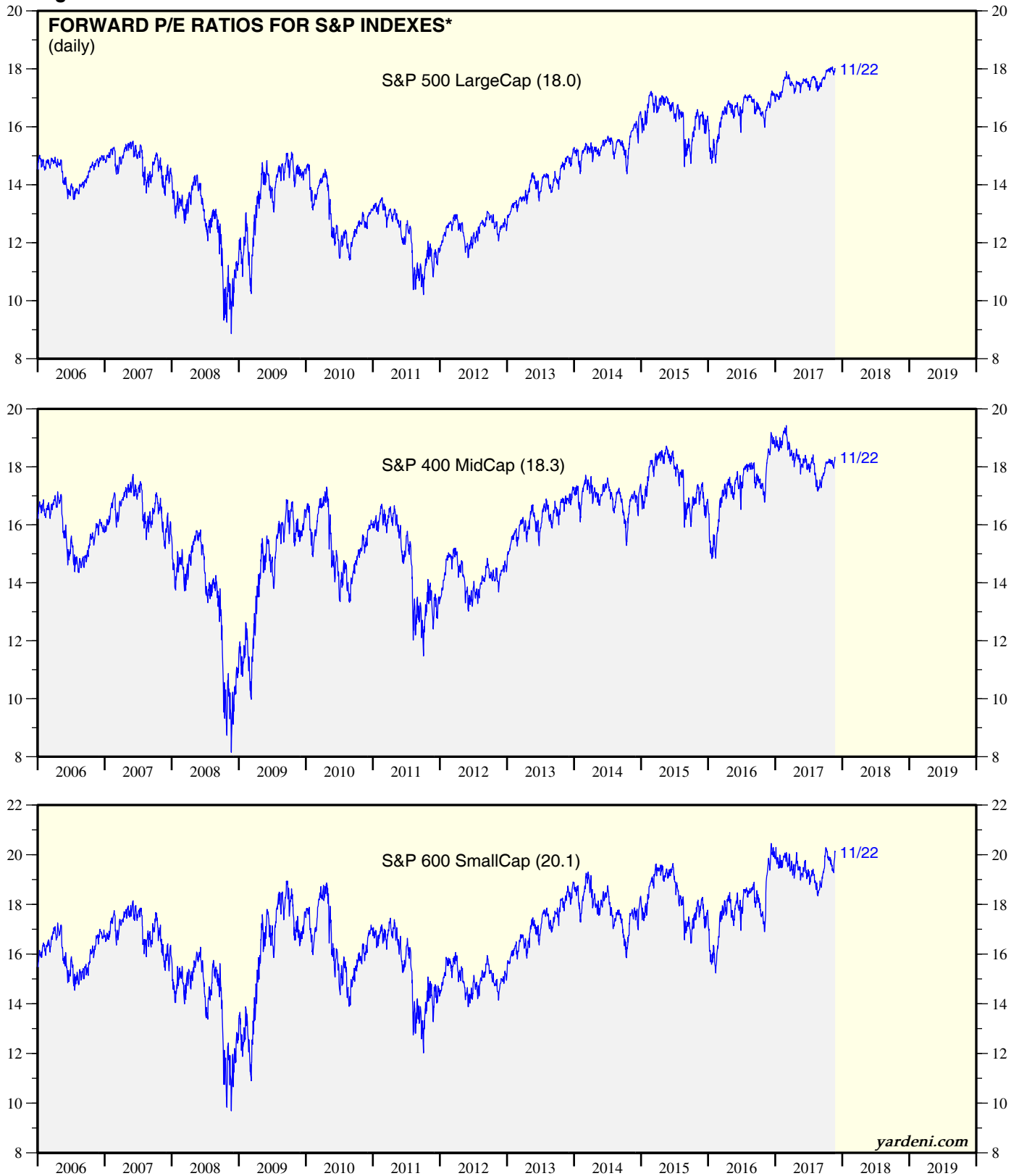
thinking outside the box

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Forward P/E: S&P 500/400/600

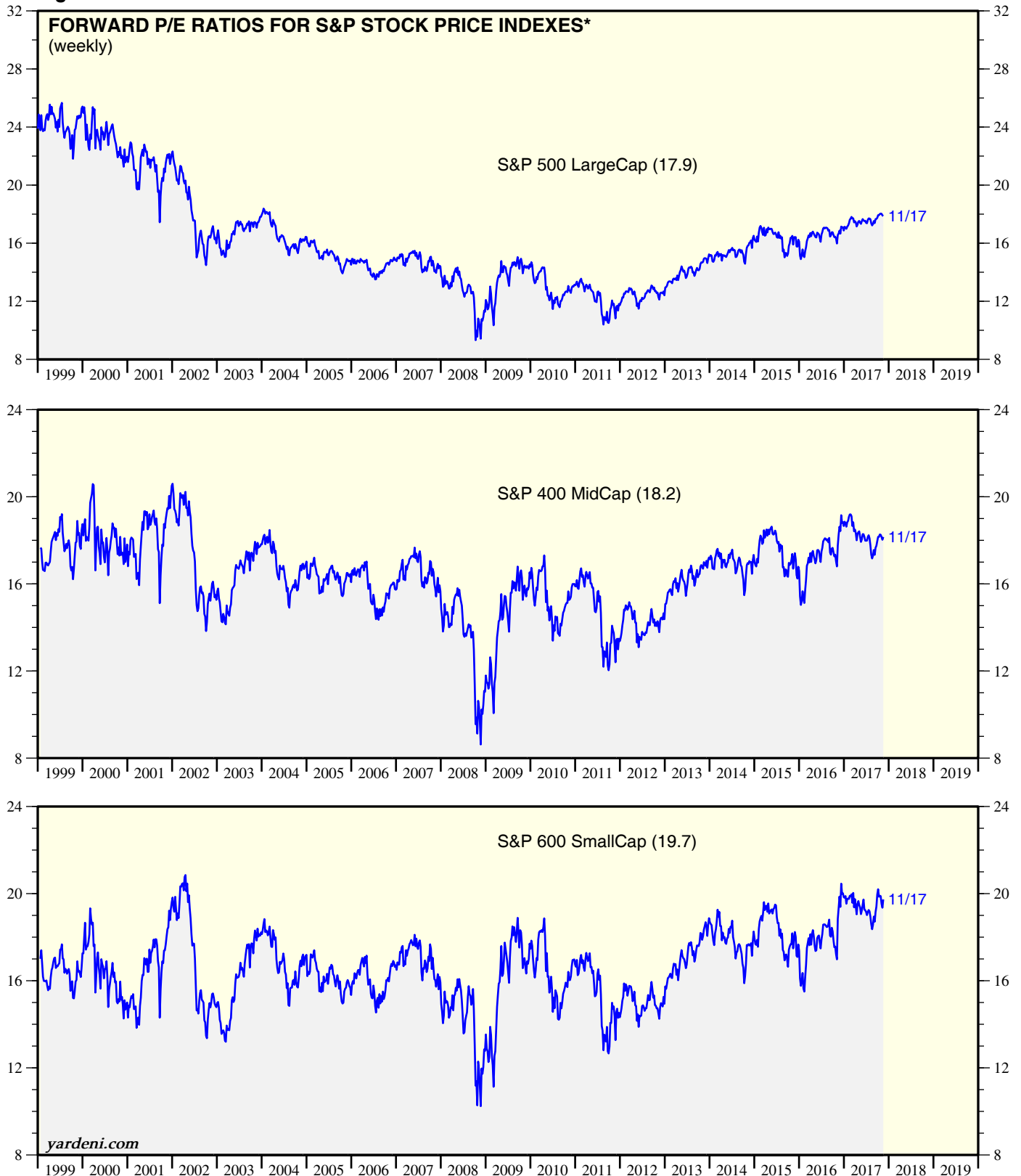
Figure 1.



* Price divided by 52-week forward consensus expected operating earnings per share.
Source: Thomson Reuters I/B/E/S.

Forward P/E: S&P 500/400/600

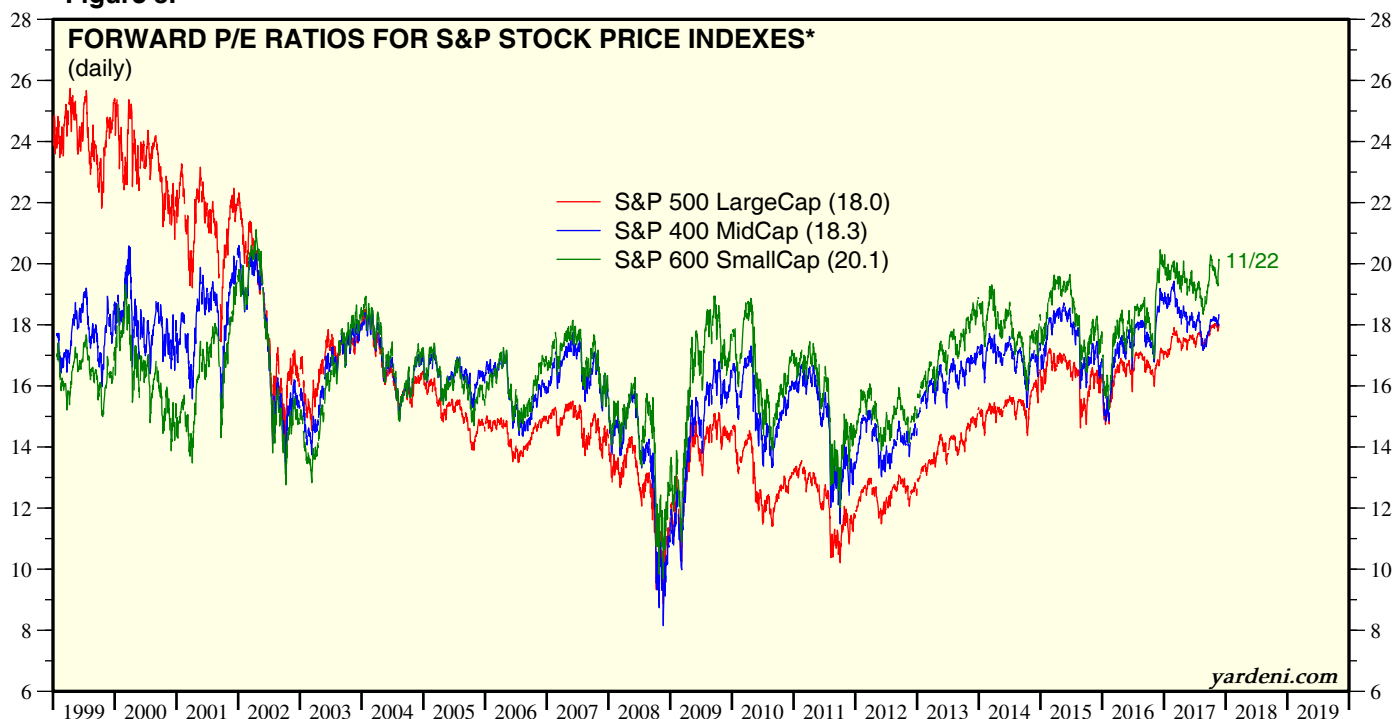
Figure 2.



* Weekly stock price index divided by 52-week forward consensus expected operating earnings per share
Source: Thomson Reuters I/B/E/S and Standard & Poor's.

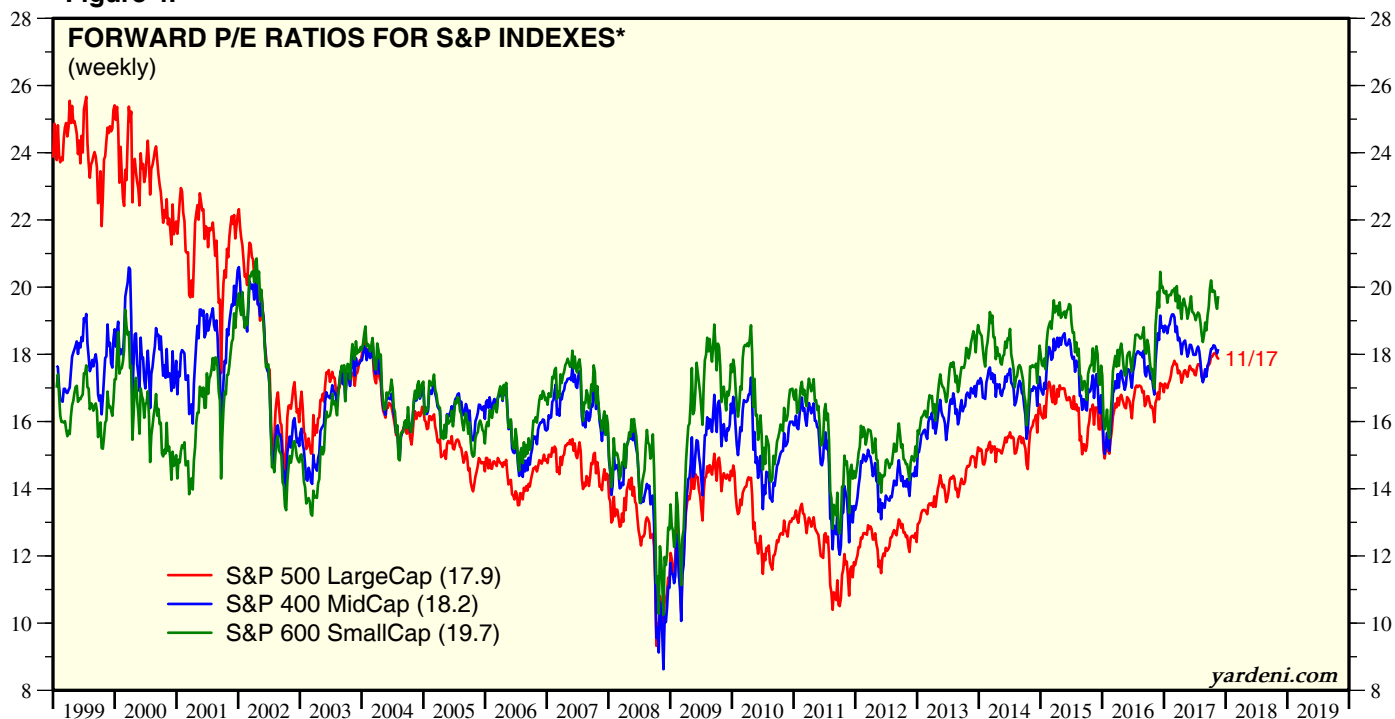
Forward P/E: S&P 500/400/600

Figure 3.



* Daily stock price index divided by 52-week forward consensus expected operating earnings per share.
Source: Thomson Reuters I/B/E/S and Standard & Poor's.

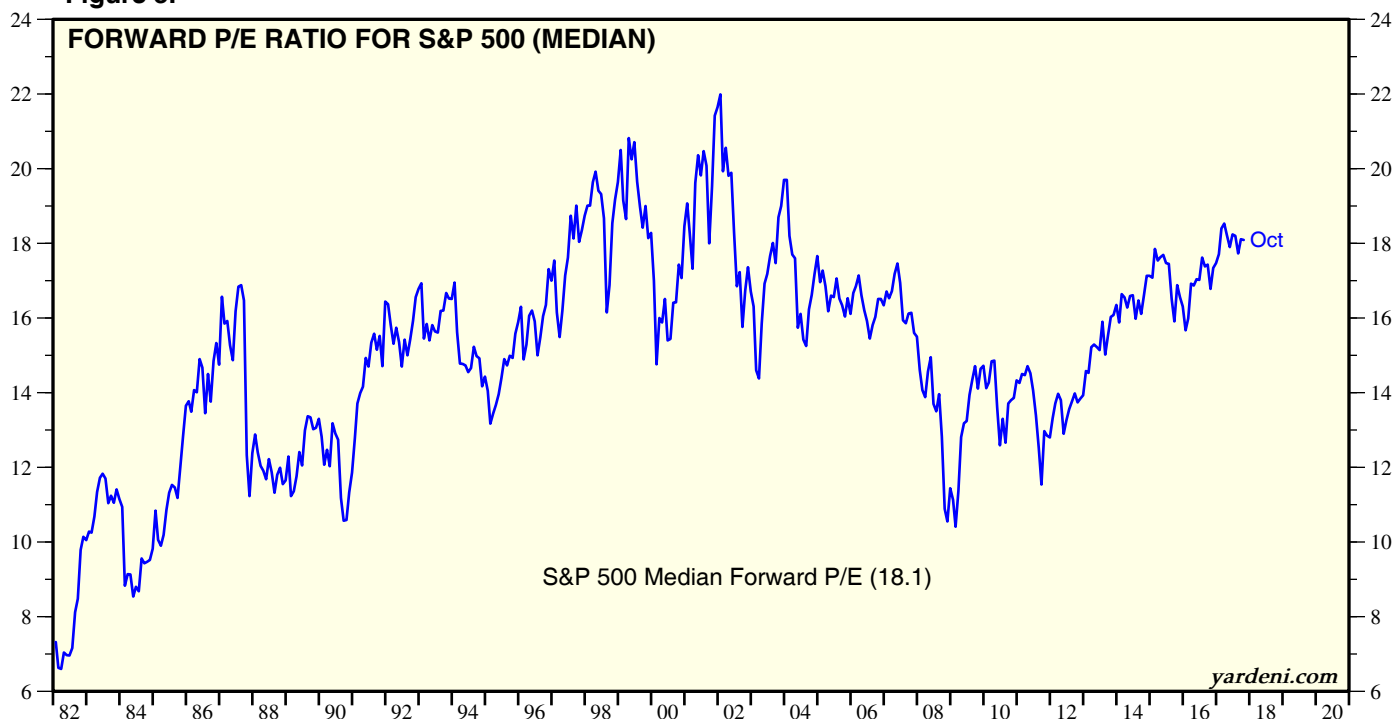
Figure 4.



* Price divided by 52-week forward consensus expected operating earnings per share.
Source: Thomson Reuters I/B/E/S.

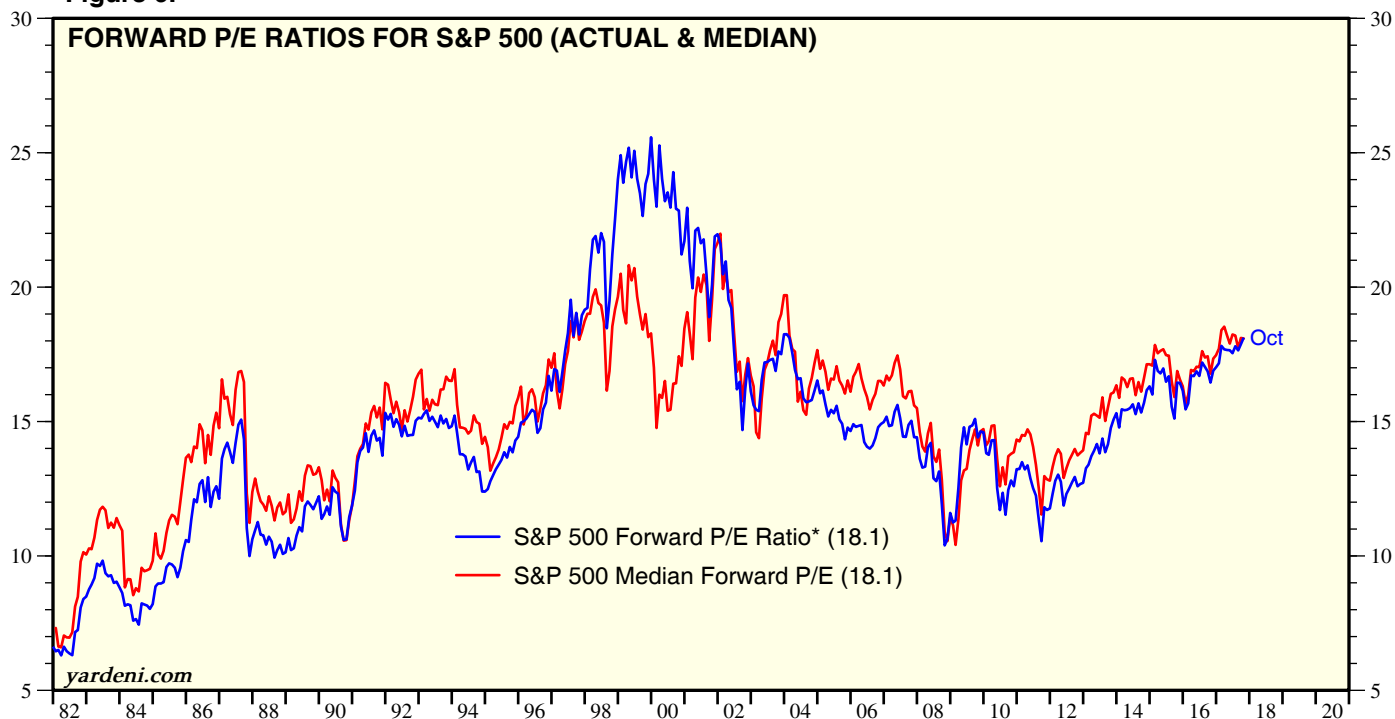
Median Forward P/E: S&P 500

Figure 5.



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

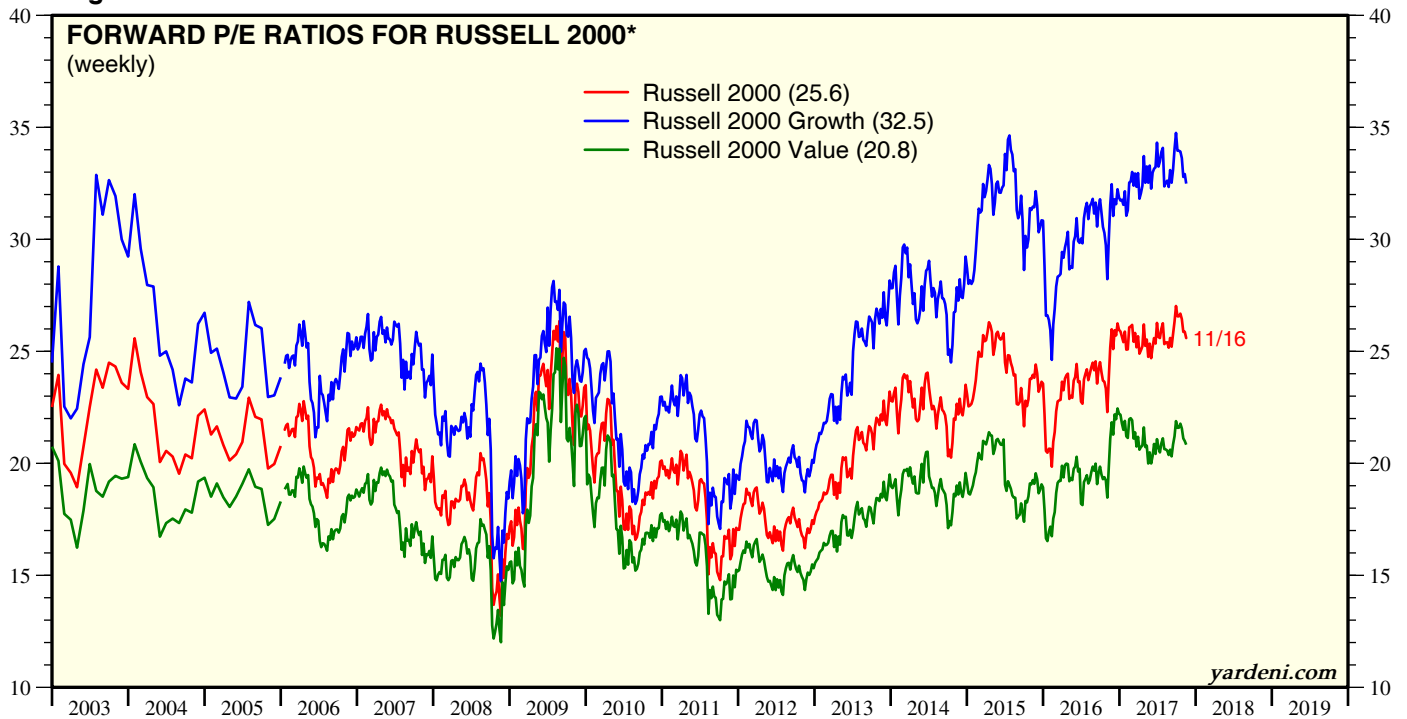
Figure 6.



* Average weekly price divided by 52-week forward consensus expected operating earnings per share.
Source: Thomson Reuters I/B/E/S.

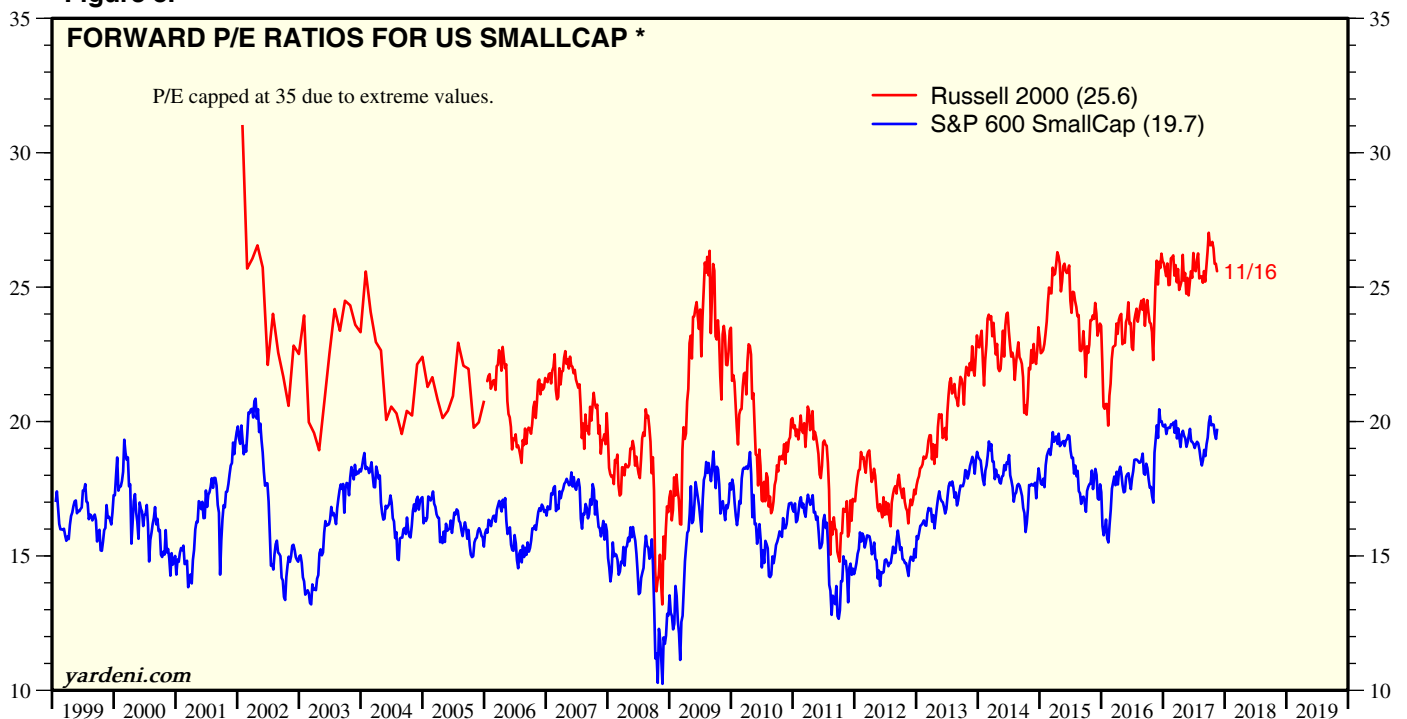
Forward P/E: Russell 2000

Figure 7.



* Price divided by 12-month (52-week) forward consensus expected operating earnings per share. Monthly data through December 2005, weekly thereafter.
Source: Thomson Reuters I/B/E/S.

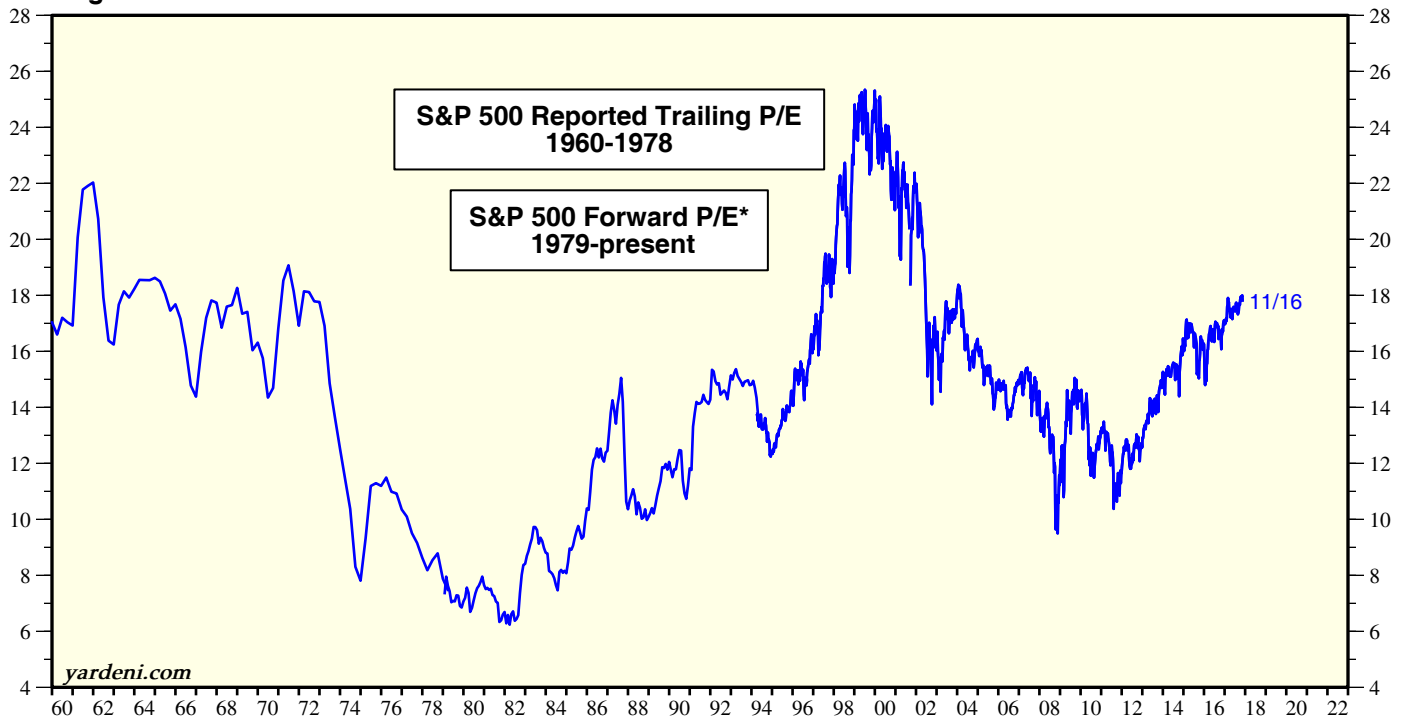
Figure 8.



* Price divided by 12-month (52-week) forward consensus expected operating earnings per share. Monthly data through December 2005, weekly thereafter.
Source: Thomson Reuters I/B/E/S.

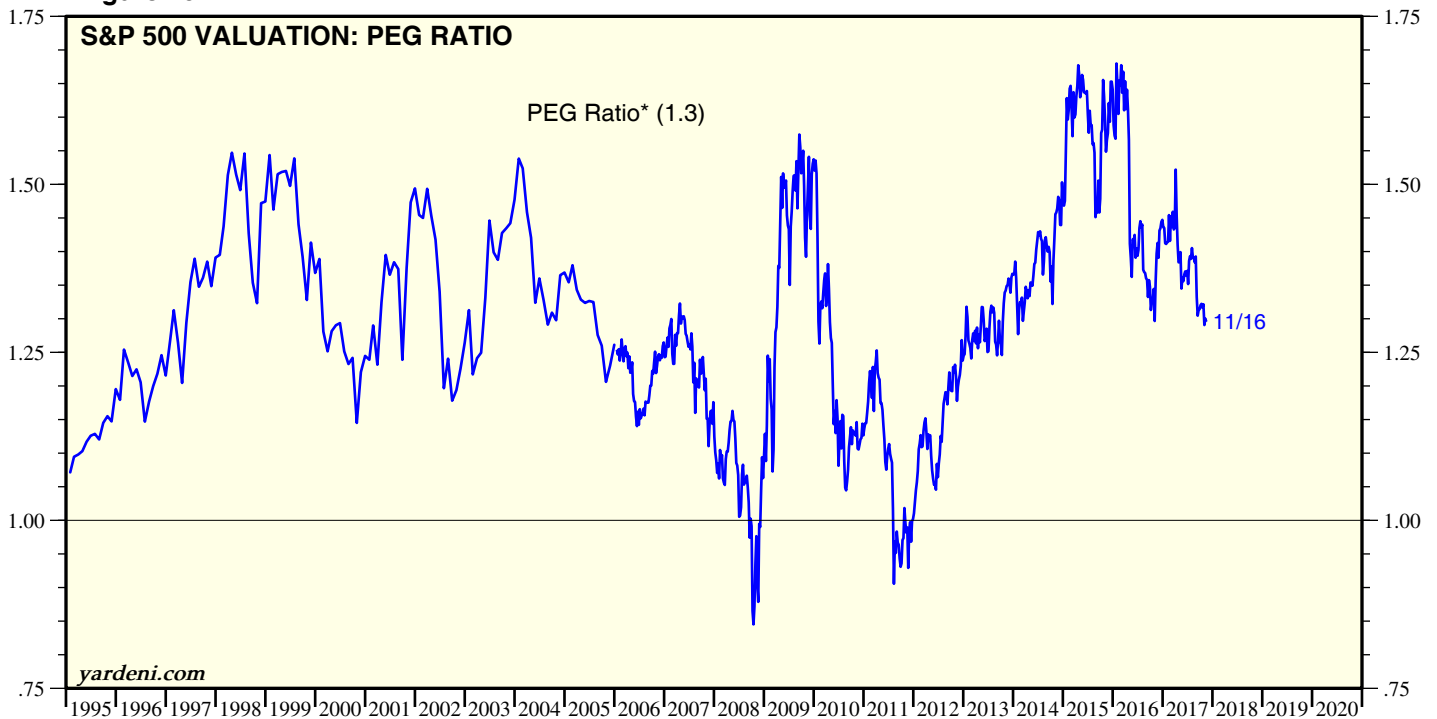
P/E & PEG: S&P 500

Figure 9.



* 52-week forward consensus expected S&P 500 operating earnings per share. Monthly from January 1979 through April 1994, then weekly.
 Note: Shaded areas denote recessions according to the National Bureau of Economic Research.
 Source: Thomson Reuters I/B/E/S and Standard & Poor's.

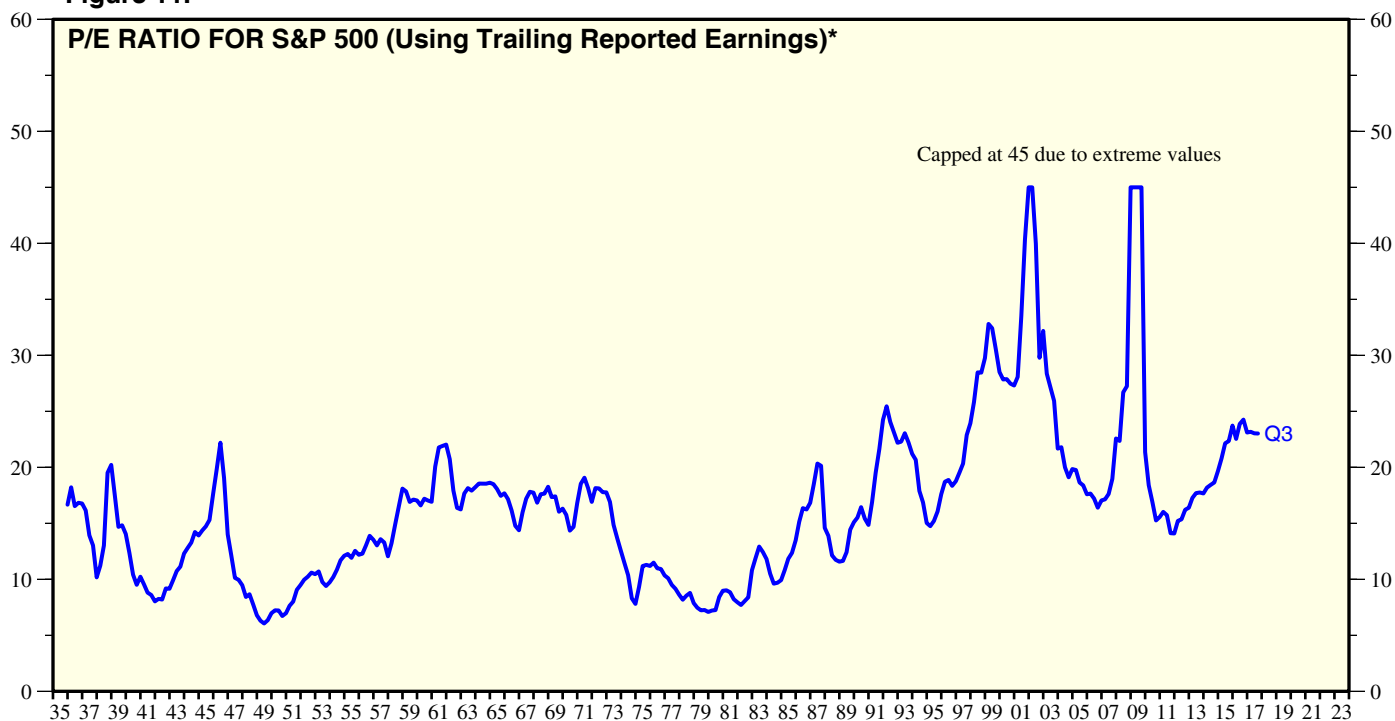
Figure 10.



* Forward P/E divided by LTEG, which is 5-year forward consensus expected annual earnings growth. Monthly through 2005, then weekly.
 Source: Thomson Reuters I/B/E/S.

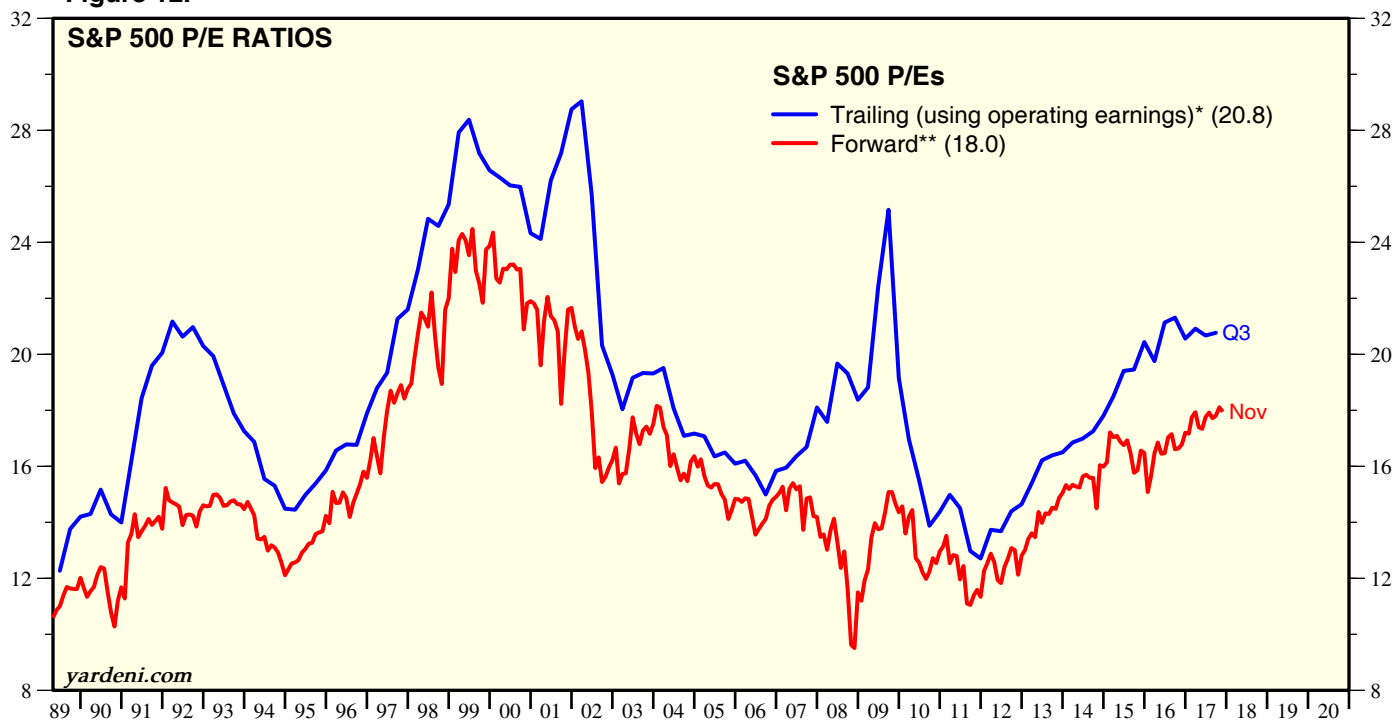
Trailing P/E

Figure 11.



* Using 4-quarter trailing reported earnings.
Source: Standard & Poor's.

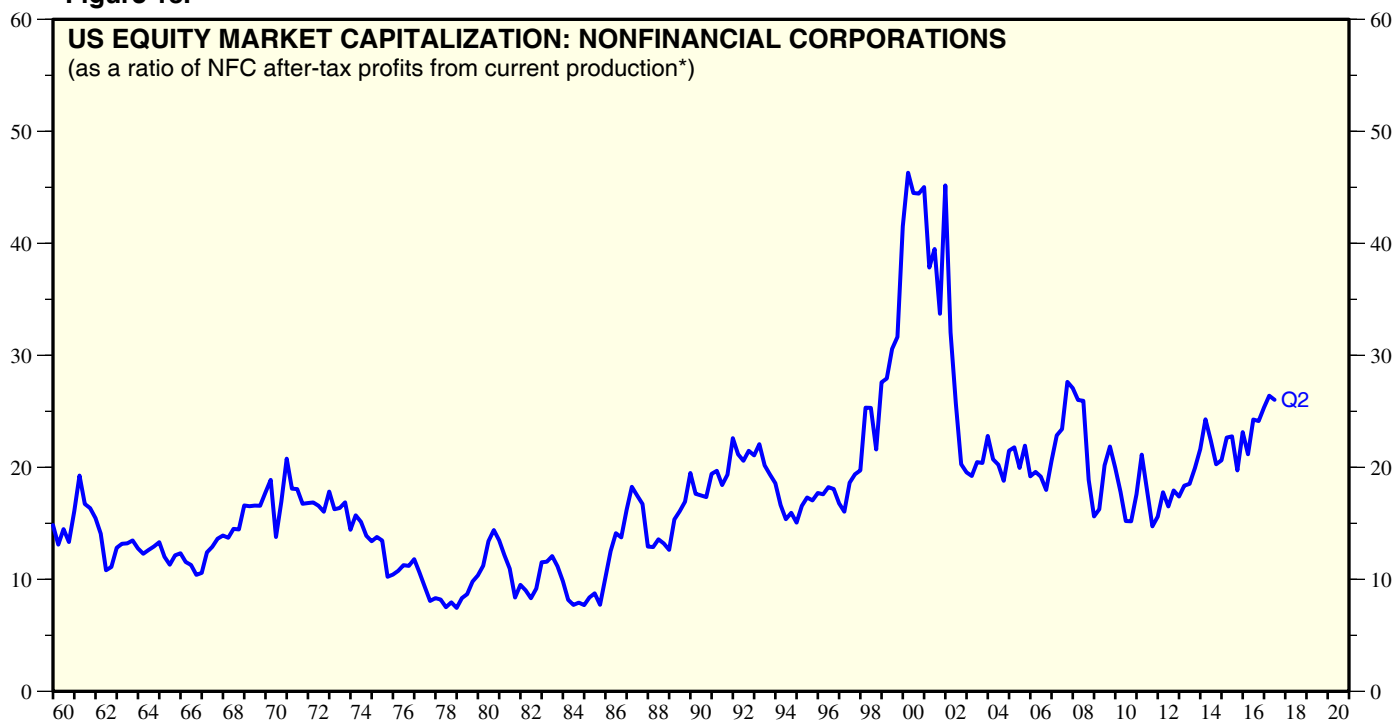
Figure 12.



* Using quarterly average of daily data for S&P 500 price index, and 4-quarter trailing operating earnings.
** S&P 500 stock price index divided by S&P 500 12-month forward consensus expected operating earnings.
Source: Thomson Reuters I/B/E/S and Standard & Poor's.

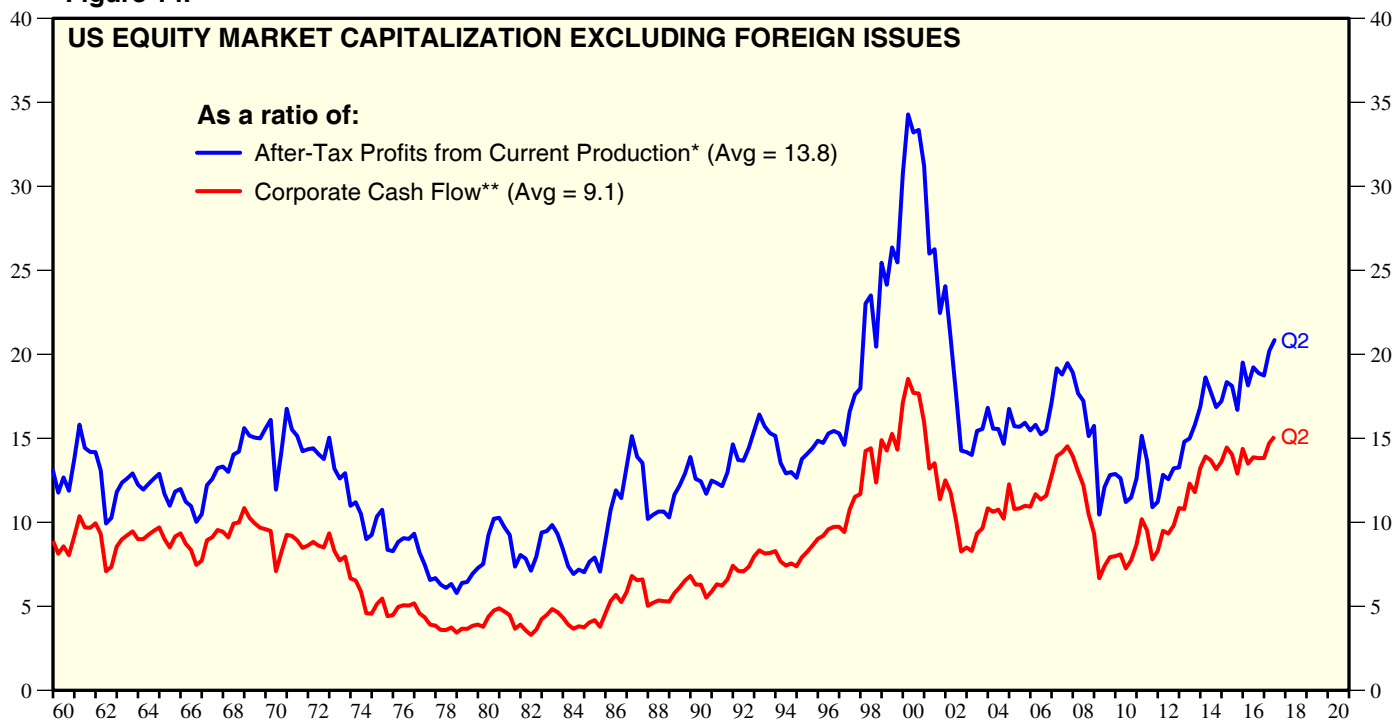
P/E

Figure 13.



* Including IVA and CCadj. These two adjustments restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Source: Haver Analytics.

Figure 14.



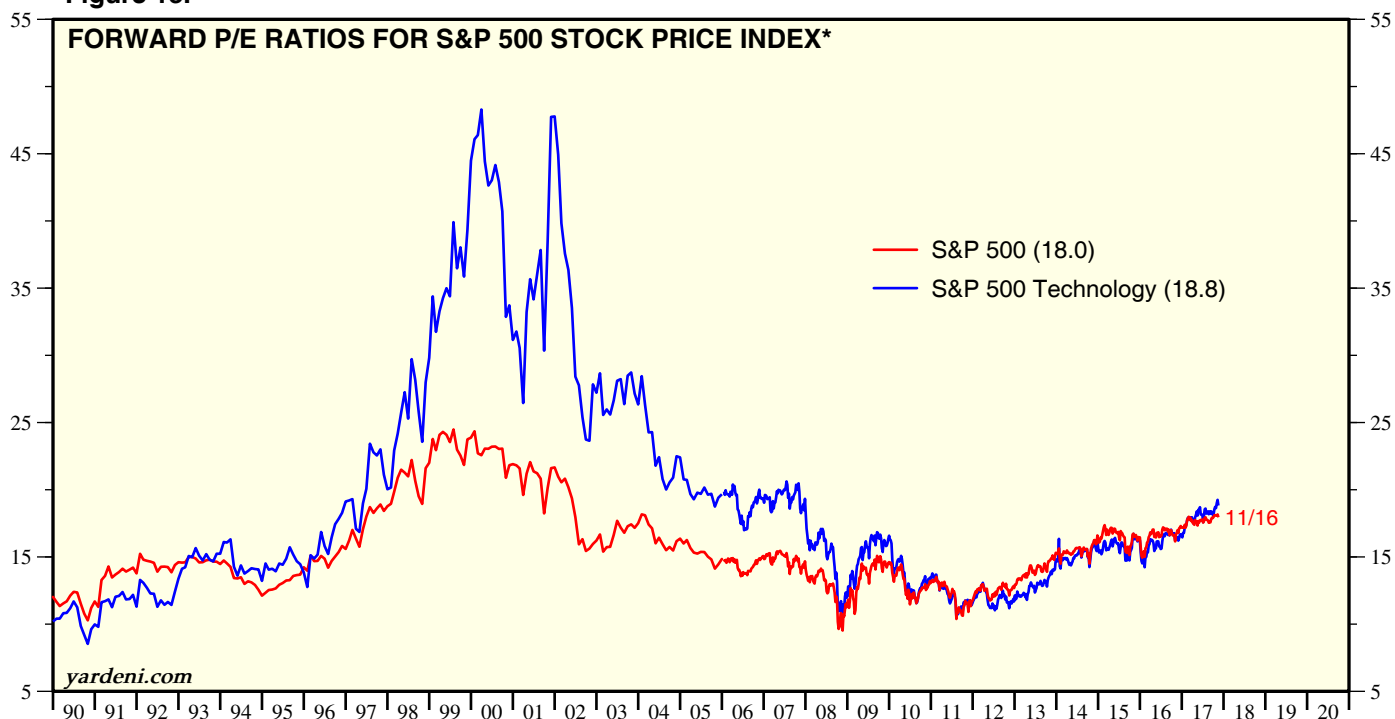
* Including IVA and CCadj. These two adjustments restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.

** After-tax operating retained earnings plus tax-return-based depreciation.

Source: Thomson Reuters I/B/E/S, US Department of Commerce, Bureau of Economic Analysis, Federal Reserve Board Flow of Funds Accounts, and Standard & Poor's Corporation.

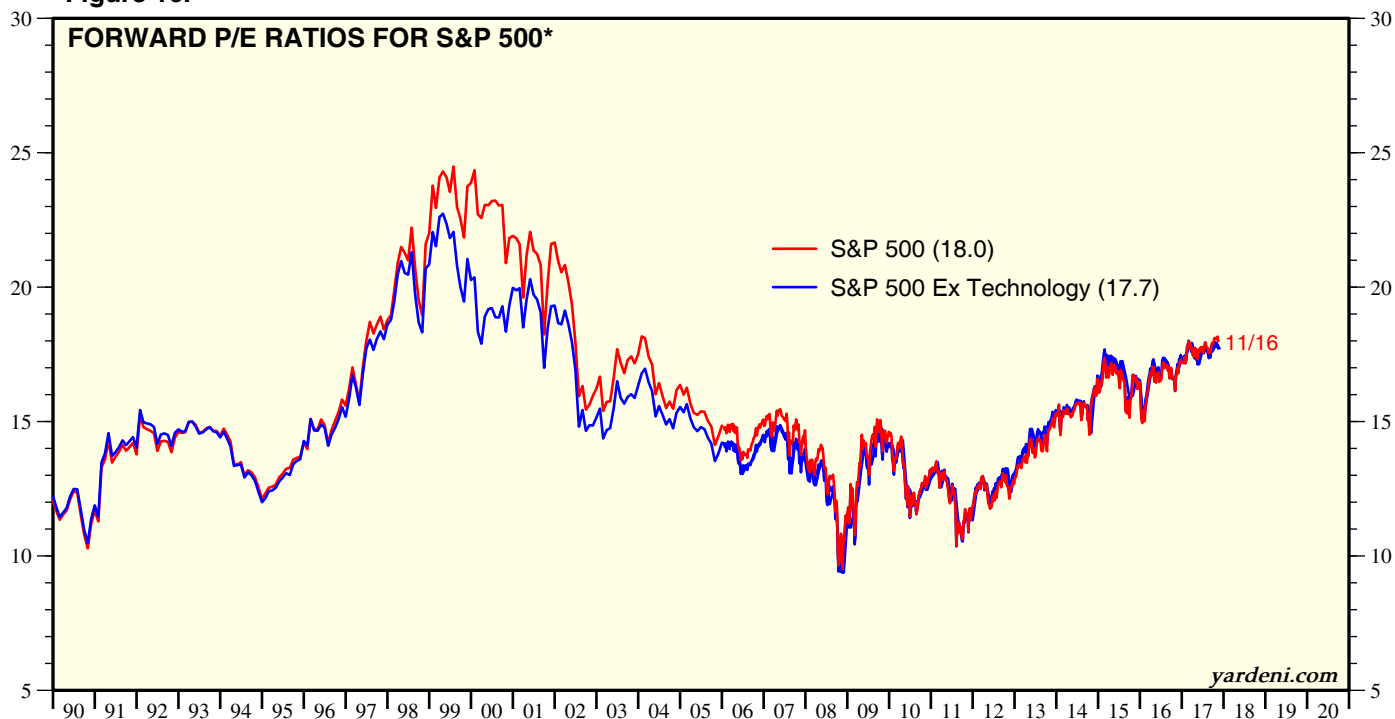
P/E

Figure 15.



* Stock price index divided by forward consensus expected operating earnings per share. Monthly through December 2005, then weekly.
Source: Thomson Reuters I/B/E/S.

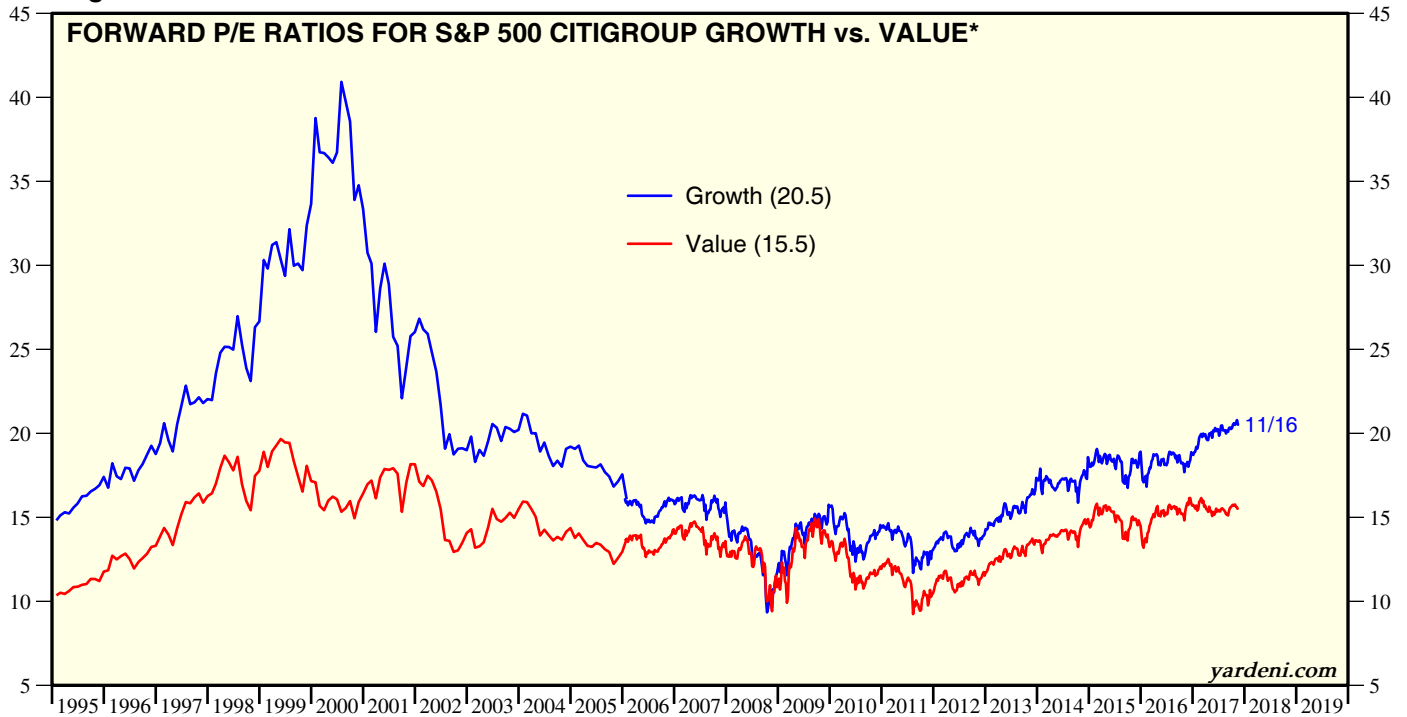
Figure 16.



* Stock price index divided by forward consensus expected operating earnings per share. Monthly through December 2005, then weekly.
Source: Thomson Reuters I/B/E/S.

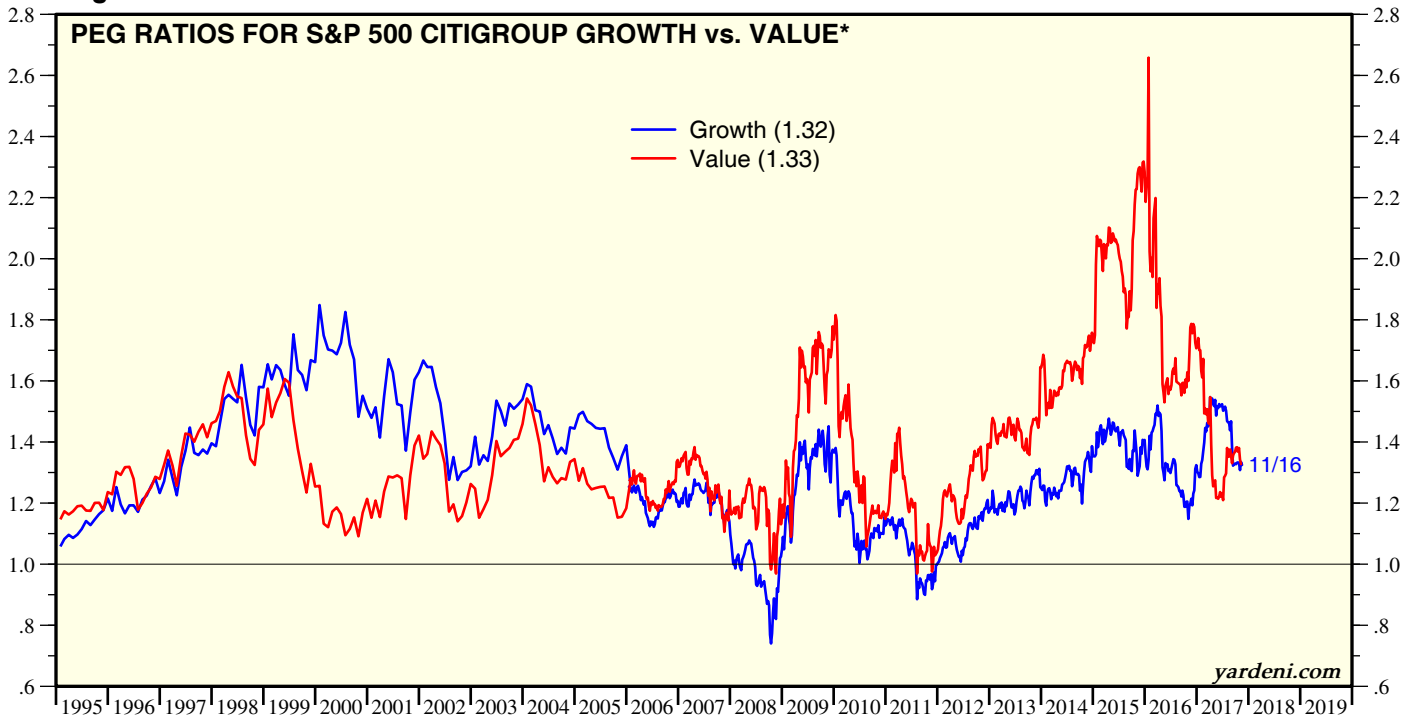
Forward P/E: Growth vs Value

Figure 17.



* Price divided by 12-month (52-week) forward consensus expected operating earnings per share. Monthly data through December 2005, weekly thereafter. Source: Thomson Reuters I/B/E/S.

Figure 18.



* Using 5-year forward consensus expected earnings growth and price divided by 12-month (52-week) forward consensus expected operating earnings per share. Monthly data through December 2005, weekly thereafter. Source: Thomson Reuters I/B/E/S.

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