EARNINGS INSIGHT

FACTSET

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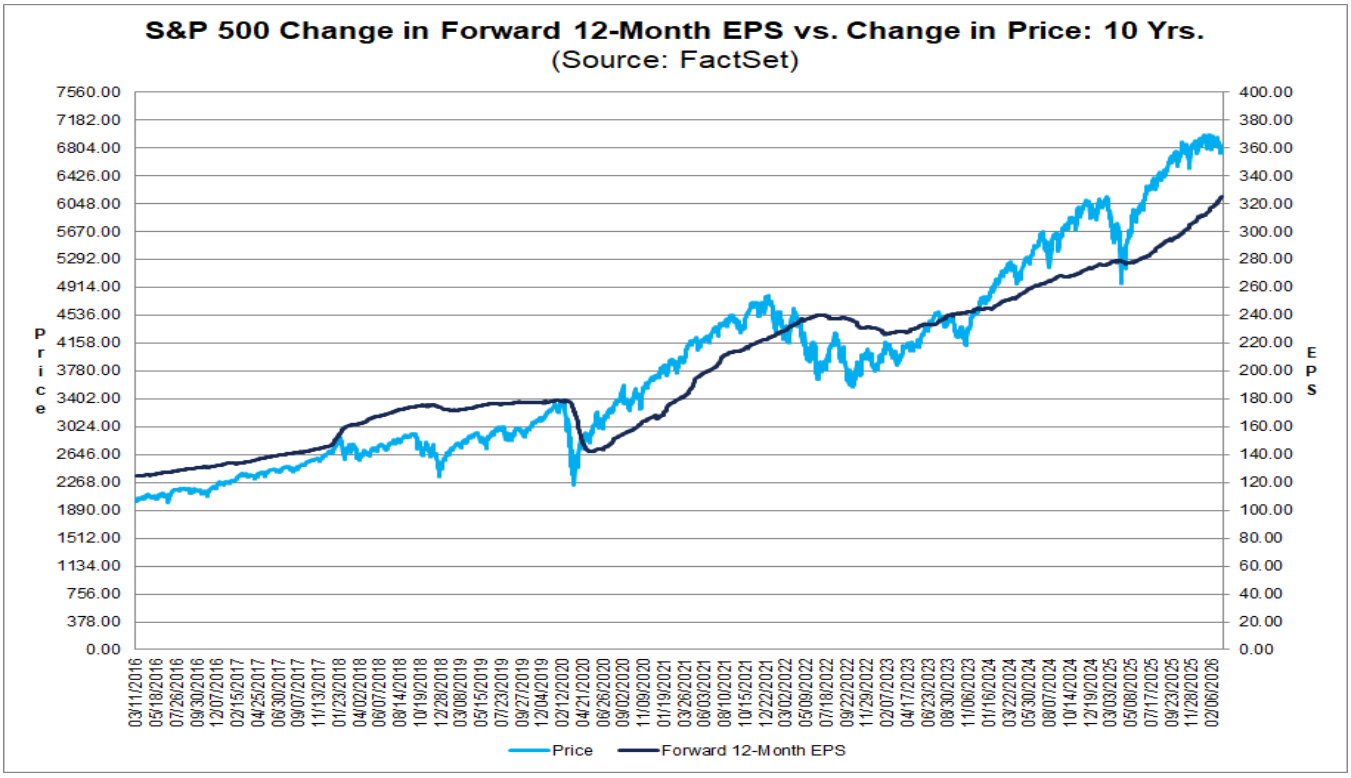
Author's Note: ***The FactSet Earnings Insight report is being published one day early this week on March 12. The next edition of the report will also be published one day early on March 19.***

Key Metrics

- **Earnings Growth:** For Q1 2026, the estimated (year-over-year) earnings growth rate for the S&P 500 is 11.6%. If 11.6% is the actual growth rate for the quarter, it will mark the sixth-straight quarter of double-digit (year-over-year) earnings growth reported by the index.
- **Earnings Revisions:** On December 31, the estimated (year-over-year) earnings growth rate for the S&P 500 for Q1 2026 was 12.7%. Nine sectors are expected to report lower earnings today (compared to December 31) due to downward revisions to EPS estimates.
- **Earnings Guidance:** For Q1 2026, 46 S&P 500 companies have issued negative EPS guidance and 57 S&P 500 companies have issued positive EPS guidance.
- **Valuation:** The forward 12-month P/E ratio for the S&P 500 is 20.9. This P/E ratio is above the 5-year average (20.0) and above the 10-year average (18.9).



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Topic of the Week:

More Than 65% of S&P 500 Earnings Calls for Q4 Cited “AI”

Artificial intelligence has been a focus topic for the market for the past few years. Given the heightened interest, did more S&P 500 companies than normal comment on “AI” during their earnings conference calls for the fourth quarter?

The answer is yes. FactSet searched for the term “AI” in the conference call transcripts of all the S&P 500 companies that conducted earnings conference calls from December 15 through March 11.

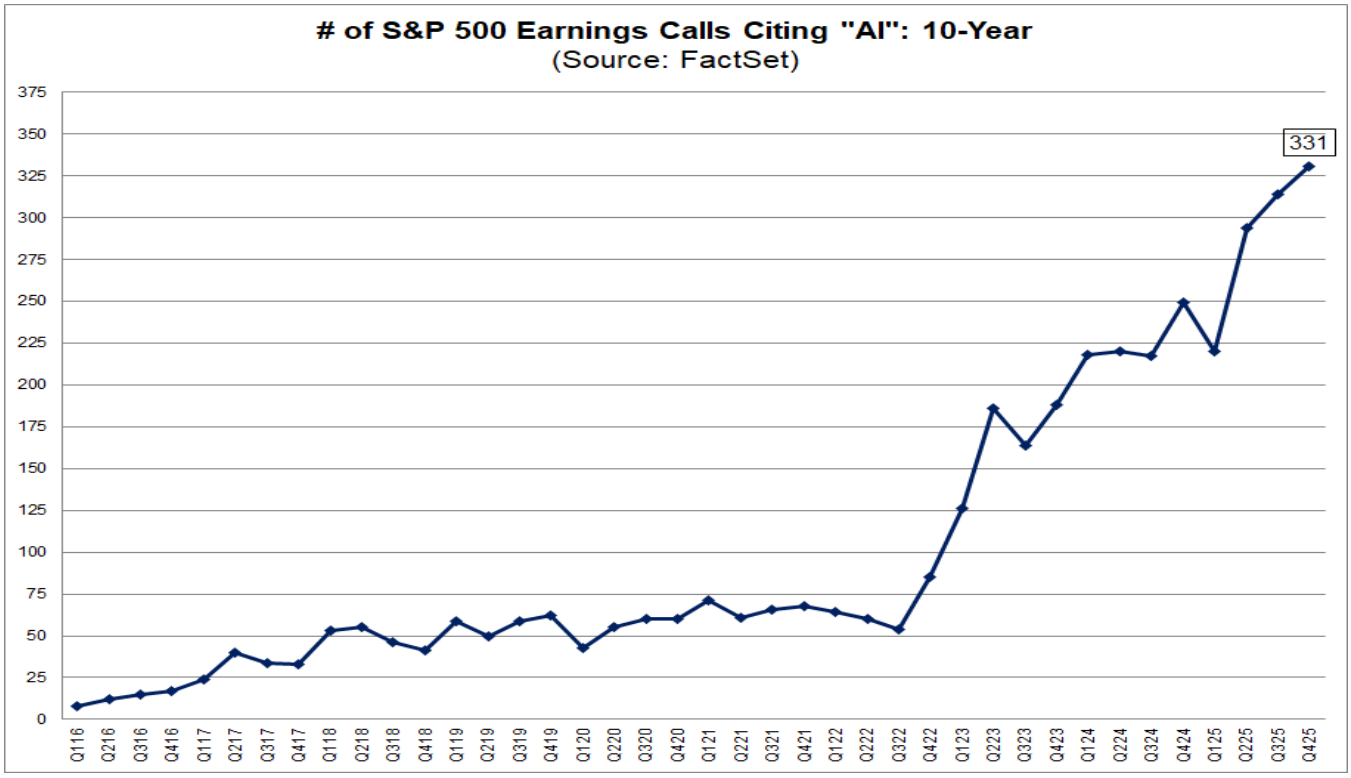
Overall, the term “AI” was cited on 331 earnings calls conducted by S&P 500 companies during this period. This number is well above the 5-year average of 149 and the 10-year average of 94.

In fact, this is the highest number of S&P 500 earnings calls on which “AI” has been cited over the past 10 years (using current index constituents going back in time). The previous record over the past 10 years was 314, which occurred in Q3 2025. This number also reflects 68% (331 out of 485) of the earnings calls conducted by S&P 500 companies during this period.

At the sector level, the Financials (67) and Information Technology (67) sectors have the highest number of earnings calls citing “AI” for Q4, while the Information Technology (94%), Financials (91%), and Communication Services (89%) sectors have the highest percentages of earnings calls citing “AI” for Q4.

On a quarter-over-quarter basis, the Financials (+13) and Health Care (+8) sectors recorded the largest increases in the number of earnings calls citing “AI” for Q4 2025 compared to Q3 2025.

It is interesting to note that S&P 500 companies that have cited “AI” on Q4 earnings calls have seen a lower average price increase compared to S&P 500 companies that have not cited “AI” on Q4 earnings calls from December 31, 2025, through March 10, 2026 (1.5% vs. 5.6%) and from September 30, 2025, through March 10, 2026 (4.4% vs. 4.9%).



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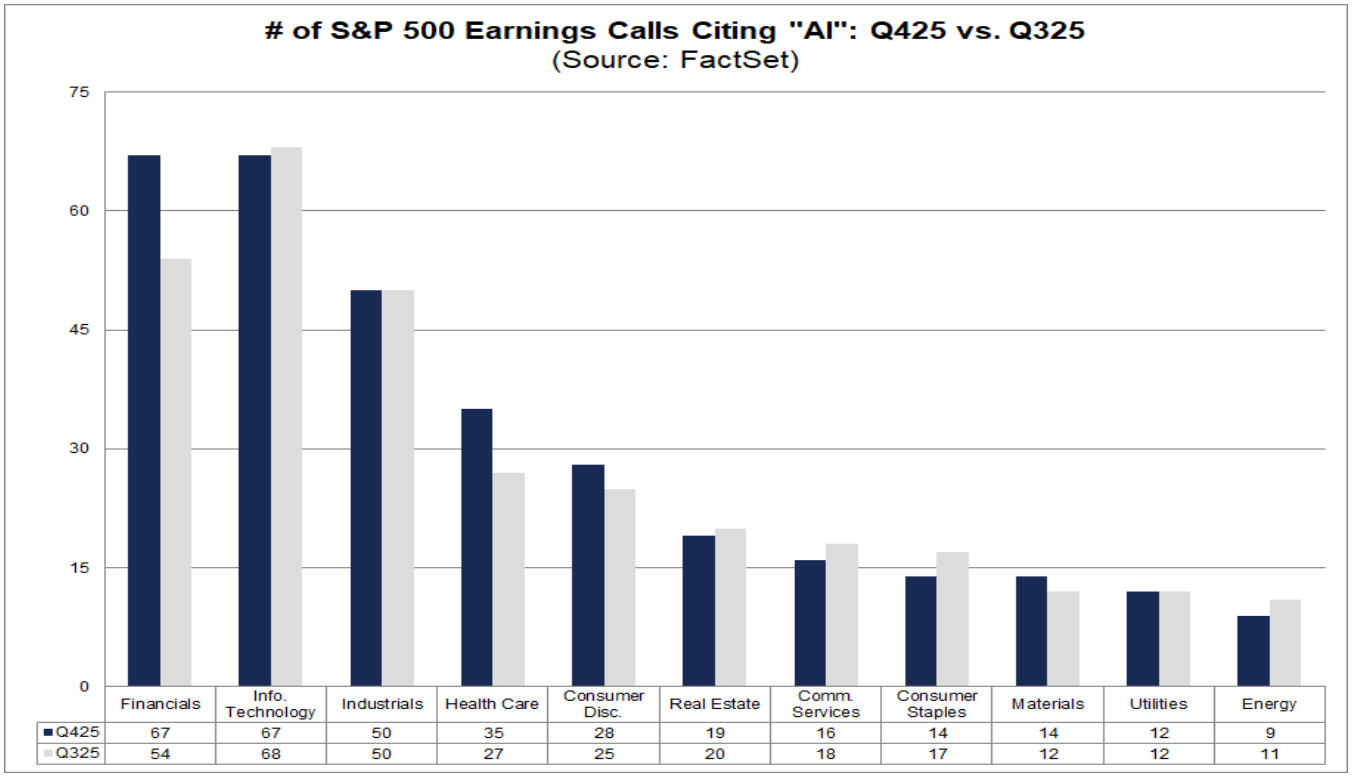

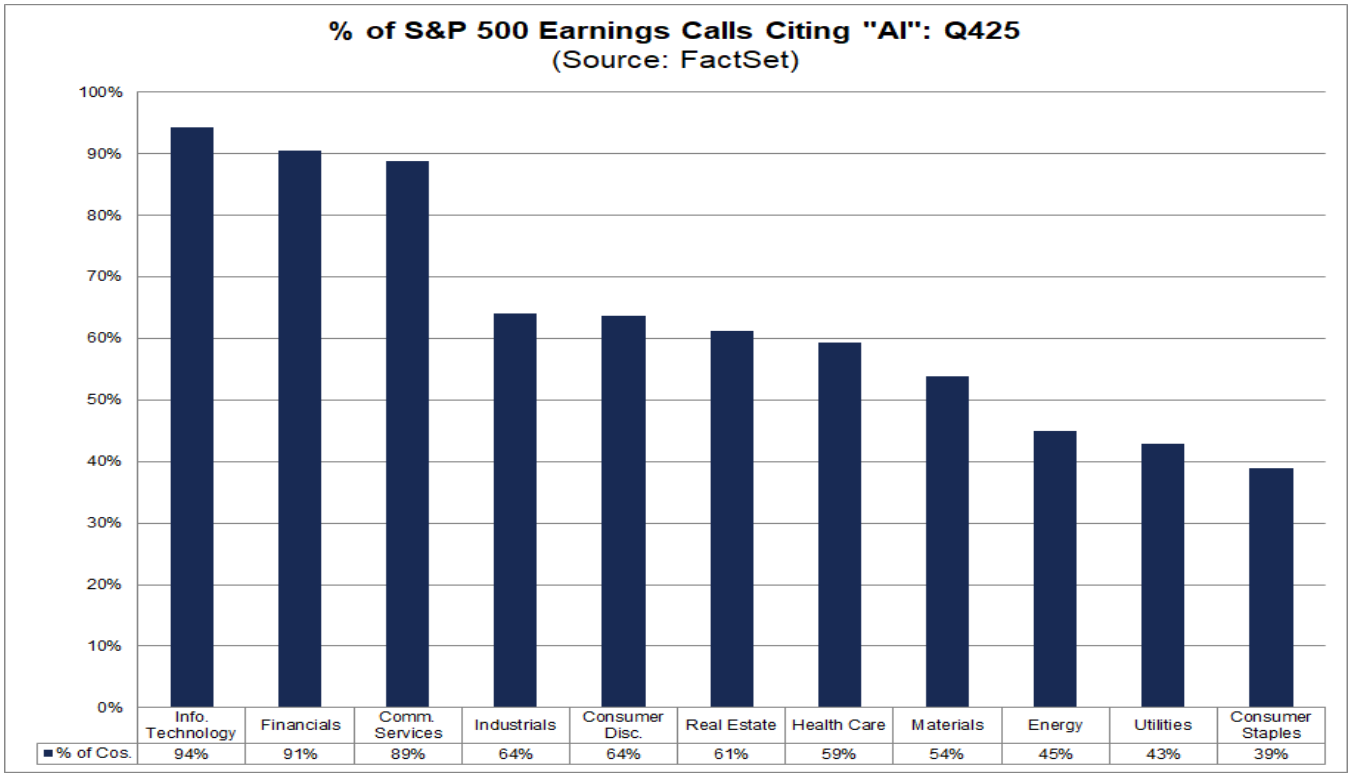

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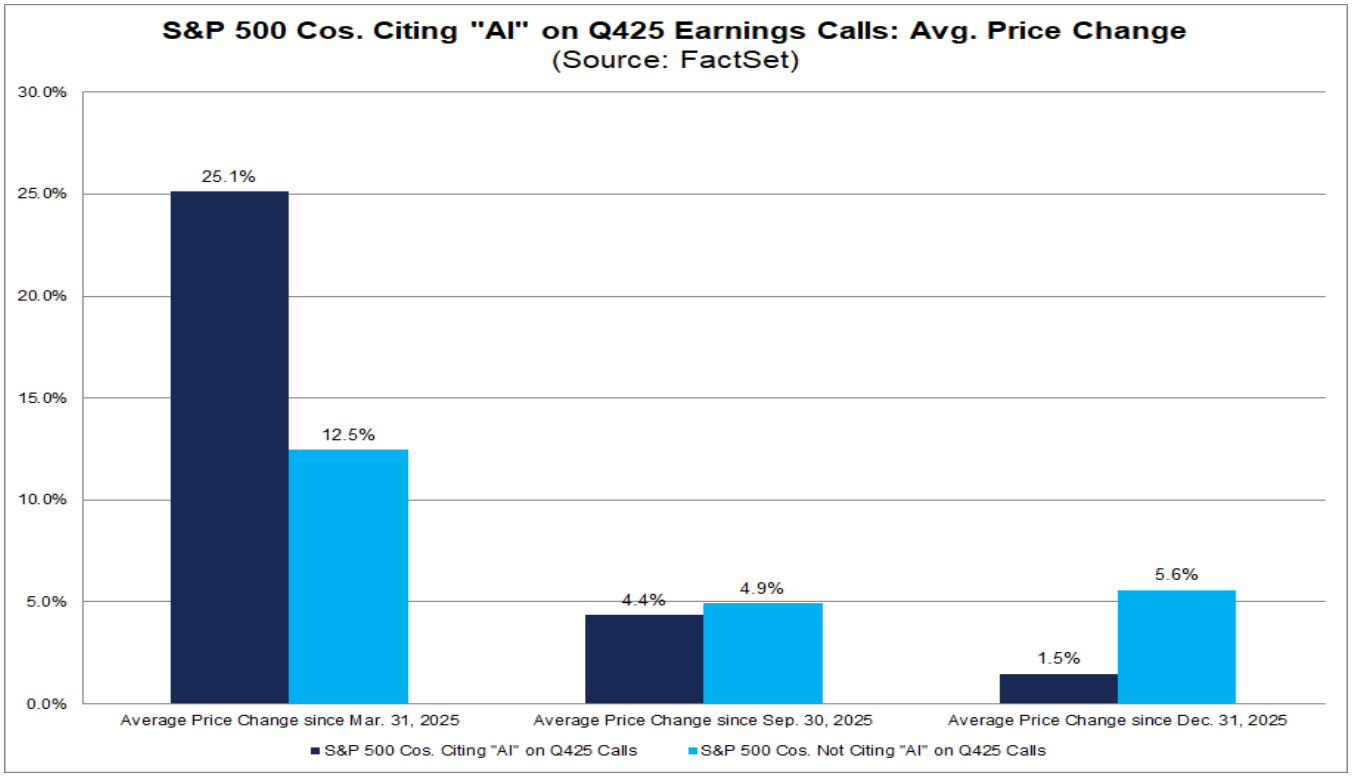

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Q1 Earnings Season: By The Numbers

FactSet has introduced resources to track global market impacts related to the ongoing conflict in Iran, with particular support for energy, economics, and geopolitics analysis. Real-time dashboards and exposure screens offer clear data and context related to oil prices, supply disruptions, and the broader market implications as events unfold in the Gulf region and beyond. Subscribers to the FactSet Workstation can now access the Middle East Risk Monitor tool. Please also keep an eye out for upcoming webinars related to geopolitical developments, and consider our recent analysis: Gulf Crisis Upends Energy Transit and Global Prices.

Overview

Heading into the final weeks of the quarter, analysts and companies have been less pessimistic than normal in their earnings outlook for the first quarter. However, estimated earnings for the S&P 500 for the first quarter are still lower today compared to expectations at the start of the quarter. Despite the decline in estimated earnings, the index is expected to report double-digit earnings growth for the sixth-straight quarter.

In terms of estimate revisions for companies in the S&P 500, analysts have lowered earnings estimates for Q1 2026 by a smaller margin than average. On a per-share basis, estimated earnings for the first quarter have decreased by 1.2% to date. This decline is smaller than the 5-year average (-1.6%) and the 10-year average (-2.9%) for a quarter.

In terms of guidance for the first quarter, the number of S&P 500 companies issuing negative EPS guidance for Q1 2026 is below average. At this point in time, 103 companies in the index have issued EPS guidance for Q1 2026. Of these companies, 46 have issued negative EPS guidance and 57 have issued positive EPS guidance. The number of S&P 500 companies issuing negative EPS guidance for Q1 2026 is below the 5-year average of 60 and below the 10-year average of 60.

Due to the downward revisions to earnings estimates by analysts and the negative EPS guidance issued by companies, the estimated (year-over-year) earnings growth rate for Q1 2026 is lower today relative to the start of the first quarter. As of today, the S&P 500 is expected to report (year-over-year) earnings growth of 11.6%, compared to the estimated (year-over-year) earnings growth rate of 12.7% on December 31.

If 11.6% is the actual growth rate for the quarter, it will mark the sixth consecutive quarter of double-digit (year-over-year) earnings growth for the index.

Eight of the eleven sectors are projected to report year-over-year growth, led by the Information Technology, Materials, and Financials sectors. On the other hand, three sectors are predicted to report a year-over-year decline in earnings, led by the Health Care and Energy sectors.

In terms of revenues, analysts have increased their estimates during the quarter. As of today, the S&P 500 is expected to report (year-over-year) revenue growth of 9.4%, compared to the expectations for revenue growth of 8.2% on December 31.

If 9.4% is the actual revenue growth rate for the quarter, it will mark the second-straight quarter the index has reported revenue growth above 9.0%.

Ten sectors are projected to report year-over-year growth in revenues, led by the Information Technology and Communication Services sectors. On the other hand, the Energy sector is the only sector predicted to report a year-over-year decline in revenues.

For Q2 2026 through Q4 2026, analysts are calling for earnings growth rates of 16.0%, 16.9%, and 15.9%, respectively. For CY 2026, analysts are predicting (year-over-year) earnings growth of 15.3%.

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The forward 12-month P/E ratio is 20.9, which is above the 5-year average (20.0) and above the 10-year average (18.9). However, this P/E ratio is below the forward P/E ratio of 22.0 recorded at the end of the fourth quarter (December 31).

During the upcoming week, 3 S&P 500 companies are scheduled to report results for the fourth quarter and 7 S&P 500 companies are scheduled to report results for the first quarter.

Earnings Revisions: Health Care Sector Has Seen Largest Decrease in EPS Estimates

Increase In Estimated Earnings Growth Rate for Q1 This Week

During the past week, the estimated earnings growth rate for the S&P 500 for Q1 2026 increased slightly to 11.6% from 11.5%. Upward revisions to EPS estimates for companies in the Energy sector and the positive EPS surprise reported by Oracle ($1.79 vs. $1.70) were mainly responsible for the small increase in the overall earnings growth rate for the index during the week.

The estimated earnings growth rate for the S&P 500 for Q1 2026 of 11.6% today is below the estimate of 12.7% at the start of the quarter (December 31), as estimated earnings for the index of $621.0 billion today are 1.0% below the estimate of $627.0 billion at the start of the quarter. Nine sectors have recorded a decrease in dollar-level earnings due to downward revisions to earnings estimates, led by the Health Care, Energy, and Consumer Discretionary sectors. On the other hand, two sectors have recorded an increase in their dollar-level earnings due to upward revisions to earnings estimates, led by the Information Technology sector.

Health Care: Merck Leads Decline In Earnings Since December 31

The Health Care sector has recorded the largest percentage decrease in estimated (dollar-level) earnings of all eleven sectors since the start of the quarter at -11.5% (to $68.2 billion from $77.1 billion). As a result, the estimated (year-over-year) earnings decline for the sector is -8.8% today compared to expected earnings growth of 3.1% on December 31. This sector has also recorded a decrease in price of -1.5% since December 31. Overall, 38 of the 60 companies (63%) in the Health Care sector have seen a decrease in their mean EPS estimate during this time. Of these 38 companies, 7 have recorded a decrease in their mean EPS estimate of more than 10%, led by Merck & Company (to -$1.55 from $1.50), Molina Healthcare (to $2.38 from $4.47), Baxter International (to $0.32 from $0.48), and Charles River Laboratories (to $1.93 from $2.57). Merck & Company has also been the largest contributor to the decrease in expected (dollar-level) earnings for this sector since December 31.

Energy: Marathon Petroleum and Chevron Lead Decreases In Earnings Since December 31

The Energy sector has recorded the second-largest percentage decrease in estimated (dollar-level) earnings of all eleven sectors since the start of the quarter at -5.7% (to $23.7 billion from $25.2 billion). As a result, the estimated (year-over-year) earnings decline for the sector is -5.4% today compared to expected earnings growth of 0.3% on December 31. Despite the decline in expected earnings, this sector has recorded the largest increase in price of all 11 sectors since December 31 at 26.5%. Overall, 17 of the 22 companies (77%) in the Energy sector have seen a decrease in their mean EPS estimate during this time. Of these 17 companies, 7 have recorded a decline in their mean EPS estimate of more than 10%, led by Marathon Petroleum (to $1.86 from $2.87), Devon Energy (to $0.77 from $0.97), and Phillips 66 (to $1.97 from $2.40). Marathon Petroleum, Chevron (to $1.59 from $1.74), ConocoPhillips (to $1.23 from $1.43), and Exxon Mobil (to $1.61 from $1.67) have been the largest contributors to the decrease in expected (dollar-level) earnings for this sector since December 31.

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Consumer Discretionary: Amazon.com Leads Earnings Decrease Since December 31

The Consumer Discretionary sector has recorded the third-largest percentage decrease in estimated (dollar-level) earnings of all eleven sectors since the start of the quarter at -4.9% (to $43.3 billion from $45.5 billion). As a result, the estimated (year-over-year) earnings growth rate for this sector has decreased to 1.7% today from 6.9% on December 31. This sector has also recorded the second-largest decrease in price of all 11 sectors since December 31 at -5.4%. Overall, 34 of the 48 companies (71%) in the Consumer Discretionary sector have seen a decrease in their mean EPS estimate during this time. Of these 34 companies, 8 have recorded a decline in their mean EPS estimate of more than 10%, led by DoorDash (to $0.37 from $0.68) and Ford Motor (to $0.19 from $0.30). However, Amazon.com (to $1.62 from $1.73) and Ford Motor have been the largest contributors to the decrease in expected (dollar-level) earnings for this sector since December 31.

Information Technology: NVIDIA Leads Earnings Increase Since December 31

The Information Technology sector has recorded the largest percentage increase in estimated (dollar-level) earnings of all eleven sectors since the start of the quarter at +5.5% (to $181.3 billion from $171.8 billion). As a result, the estimated (year-over-year) earnings growth rate for this sector has increased to 41.7% today from 34.3% on December 31. Despite the increase in expected earnings, this sector has recorded the third-largest decrease in price of all 11 sectors since December 31 at -3.8%. Overall, 49 of the 71 companies (69%) in the Information Technology sector have seen an increase in their mean EPS estimate during this time. Of these 49 companies, 17 have recorded an increase in their mean EPS estimate of more than 10%, led by Sandisk Corporation (to $13.31 from $3.67), Teradyne (to $2.08 from $1.22), Qnity Electronics (to $0.93 from $0.62), and Palantir Technologies (to $0.28 from $0.21). However, NVIDIA (to $1.77 from $1.66), Apple (to $1.95 from $1.83), Sandisk, and Broadcom (to $2.37 from $2.14) have been the largest contributors to the increase in expected (dollar-level) earnings for this sector since December 31.

Index-Level EPS Estimate: 1.2% Decrease Since December 31

The Q1 bottom-up EPS estimate (which is an aggregation of the median Q1 earnings estimates for all 500 companies in the index and can be used as a proxy for the earnings of the index) has decreased by 1.2% (to $70.73 from $71.57) since December 31. In a typical quarter, analysts usually reduce earnings estimates. Over the past five years (20 quarters), earnings expectations have fallen by 1.6% on average during a quarter. Over the past ten years, (40 quarters), earnings expectations have fallen by 2.9% on average during a quarter. Over the past fifteen years (60 quarters), earnings expectations have fallen by 3.2% on average during a quarter. Over the past twenty years (60 quarters), earnings expectations have fallen by 4.2% on average during a quarter.

Guidance: # of Cos. Issuing Negative EPS Guidance for Q1 is Below Average

Quarterly Guidance: # of Cos. Issuing Negative EPS Guidance for Q1 is Below Average

At this point in time, 103 companies in the index have issued EPS guidance for Q1 2026. Of these 103 companies, 46 have issued negative EPS guidance and 57 have issued positive EPS guidance. The number of S&P 500 companies issuing negative EPS guidance for Q1 2026 is below the 5-year average of 60 and below the 10-year average of 60. On the other hand, the number of S&P 500 companies issuing positive EPS guidance for Q1 2026 is above the 5-year average of 44 and above the 10-year average of 39.

The percentage of companies issuing negative EPS guidance for Q1 2026 is 45% (46 out of 103), which is below the 5-year average of 58% and below the 10-year average of 60%.

Annual Guidance: 50% of S&P 500 Companies Issuing Negative Guidance for Current Year

At this point in time, 259 companies in the index have issued EPS guidance for the current fiscal year (FY 2026 or FY 2027). Of these 259 companies, 129 have issued negative EPS guidance and 130 have issued positive EPS guidance. The percentage of companies issuing negative EPS guidance is 50% (129 out of 259).

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The term “guidance” (or “preannouncement”) is defined as a projection or estimate for EPS provided by a company in advance of the company reporting actual results. Guidance is classified as negative if the estimate (or mid-point of a range estimates) provided by a company is lower than the mean EPS estimate the day before the guidance was issued. Guidance is classified as positive if the estimate (or mid-point of a range of estimates) provided by the company is higher than the mean EPS estimate the day before the guidance was issued.

Earnings Growth: 11.6%

The estimated (year-over-year) earnings growth rate for Q1 2026 is 11.6%, which is below the 5-year average earnings growth rate of 15.9% but above the 10-year average earnings growth rate of 9.9%. If 11.6% is the actual growth rate for the quarter, it will mark the 11th consecutive quarter of year-over-year earnings growth and the 6th consecutive quarter of double-digit growth for the index.

Eight of the eleven sectors are expected to report year-over-year earnings growth, led by the Information Technology, Materials, and Financials sectors. On the other hand, three sectors are projected to report year-over-year decline in earnings, led by the Health Care and Energy sectors.

Information Technology: Semiconductors Industry Is Largest Contributor to Year-Over-Year Growth

The Information Technology sector is expected to report the highest (year-over-year) earnings growth rate of all eleven sectors at 41.7%. At the industry level, all 6 industries in the sector are projected to report year-over-year earnings growth: Semiconductors & Semiconductor Equipment (86%), Electronic Equipment, Instruments, & Components (28%), Technology Hardware, Storage, & Peripherals (26%), Software (18%), Communication Services (11%), and IT Services (4%).

The Semiconductors & Semiconductor Equipment industry is also expected to be the largest contributor to earnings growth for the sector. If this industry were excluded, the estimated earnings growth rate for the Information Technology sector would fall to 19.8% from 41.7%.

Materials: Metals & Mining Industry Is Largest Contributor to Year-Over-Year Growth

The Materials sector is expected to report the second-largest (year-over-year) earnings growth of all eleven sectors at 24.6%. At the industry level, all 4 industries in the sector are projected to report (year-over-year) earnings growth: Metals & Mining (103%), Construction Materials (7%), Containers & Packaging (2%), and Chemicals (1%).

The Metals & Mining industry is also expected to be the largest contributor to earnings growth for the sector. If this industry were excluded, the estimated earnings growth rate for the Materials sector would fall to 1.4% from 24.6%.

Financials: All 5 Industries Projected to Report Year-Over-Year Growth

The Financials sector is expected to report the third-highest (year-over-year) earnings growth rate of all eleven sectors at 14.4%. At the industry level, all 5 industries in the sector are projected to report year-over-year earnings growth: Insurance (33%), Consumer Finance (31%), Capital Markets (14%), Financial Services (11%), and Banks (6%).

Health Care: Merck & Company is Largest Contributor to Year-Over-Year Decline

On the other hand, the Health Care sector is expected to report the largest (year-over-year) decline in earnings at -8.8%. At the industry level, 2 of the 5 industries in the sector are projected to report a year-over-year decline in earnings: Pharmaceuticals (-30%) and Health Care Providers & Services (-4%). On the other hand, 3 of the 5 industries are predicted to report a year-over-year growth in earnings: Biotechnology (13%), Health Care Equipment & Supplies (5%), and Life Sciences, Tools, & Services (3%).

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At the company level, Merck & Company (-$1.55 vs. $2.22) is expected to be the largest contributor to the earnings decline for the sector. On February 3, Merck & Company issued (non-GAAP) EPS for 2026 between $5.00 and $5.15, which includes a one-time charge for the acquisition of Cidara. If this company were excluded, the Health Care sector would be expected to report earnings growth of 4.1% rather than an earnings decline of -8.8%.

Energy: 3 of 5 Sub-Industries Expected to Report Year-Over-Year Decline

The Energy sector is expected to report the second-largest (year-over-year) earnings decline of all eleven sectors at -5.4%. Lower year-over-year oil prices are contributing to the year-over-year decrease in earnings for this sector. Despite the recent increase in price, the average price of oil to date in Q1 2026 ($65.72) is 8% below the average price for oil in Q1 2025 ($71.38). At the sub-industry level, 3 of the 5 sub-industries in the sector are predicted to report a year-over-year decline in earnings: Oil & Gas Exploration & Production (-22%), Integrated Oil & Gas (-17%), and Oil & Gas Equipment & Services (-9%). On the other hand, two sub-industries are predicted to report year-over-year growth in earnings: Oil & Gas Refining & Marketing ($2.06 billion vs. -$125 million) and Oil & Gas Storage & Transportation (25%).

Revenue Growth: 9.4%

The blended (year-over-year) revenue growth rate for Q1 2026 is 9.4%, which is above the 5-year average revenue growth rate of 8.4% and above the 10-year average revenue growth rate of 6.0%. If 9.4% is the actual growth rate for the quarter, it will mark the second-straight quarter that the index has reported revenue growth above 9.0%.

At the sector level, ten sectors are expected to report year-over-year growth in revenues, led by the Information Technology and Communication Services sectors. On the other hand, the Energy sector is the only sector that is expected to report a year-over-year decline in revenues.

Information Technology: All 6 Industries Expected to Report Year-Over-Year Growth

The Information Technology sector is expected to report the highest (year-over-year) revenue growth rate of all eleven sectors at 26.1%. At the industry level, all 6 industries in the sector are predicted to report year-over-year revenue growth: Semiconductors & Semiconductor Equipment (46%), Technology Hardware, Storage, & Peripherals (26%), Electronic Equipment, Instruments, & Components (19%), Software (17%), Communication Equipment (13%), and IT Services (7%).

Communication Services: All 5 Industries Expected to Report Year-Over-Year Growth

The Communication Services sector is expected to report the second-highest (year-over-year) earnings growth rate of all eleven sectors at 12.8%. At the industry level, all 5 industries in the sector are projected to report year-over-year revenue growth: Interactive Media & Services (20%), Wireless Telecommunication Services (10%), Entertainment (7%), Diversified Telecommunication Services (3%), and Media (2%).

Energy: 2 of 5 Sub-Industries Expected to Report Year-Over-Year Decline

The Energy sector is expected to report the largest (year-over-year) revenue decline of all eleven sectors at -0.6%. Lower year-over-year oil prices are contributing to the year-over-year decrease in revenues for this sector. Despite the recent increase, the average price of oil to date in Q1 2026 ($65.72) is 8% below the average price for oil in Q1 2025 ($71.38). At the sub-industry level, 2 of the 5 sub-industries in the sector are predicted to report a year-over-year decline in revenues: Oil & Gas Exploration & Production (-6%) and Integrated Oil & Gas (-3%). On the other hand, three sub-industries are predicted to report year-over-year growth in revenues: Oil & Gas Storage & Transportation (8%), Oil & Gas Refining & Marketing (3%), and Oil & Gas Equipment & Services (1%), Oil & Gas Refining & Marketing (1%).

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Net Profit Margin: 13.1%

The estimated net profit margin for the S&P 500 for Q1 2026 is 13.1%, which is below the previous quarter's net profit margin of 13.3%, but above the year-ago net profit margin of 12.8% and above the 5-year average of 12.2%.

At the sector level, three sectors are expected to report a year-over-year increase in their net profit margins in Q1 2026 compared to Q1 2025, led by the Information Technology (28.6% vs. 25.5%) sector. On the other hand, eight sectors are expected to report a year-over-year decrease in their net profit margins in Q1 2026 compared to Q1 2025, led by the Communication Services (13.9% vs. 16.2%) sector.

Six sectors are expected to report net profit margins in Q1 2026 that are above their 5-year averages, led by the Information Technology (28.6% vs. 25.0%) sector. On the other hand, five sectors are expected to report net profit margins in Q1 2026 that are below their 5-year averages, led by the Real Estate (33.7% vs. 35.8%) and Energy (7.7% vs. 9.7%) sectors.

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Forward Estimates & Valuation

Earnings: S&P 500 Expected to Report Earnings Growth of 15% for CY 2026

For the first quarter, S&P 500 companies are expected to report year-over-year growth in earnings of 11.6% and year-over-year growth in revenues of 9.4%.

For Q2 2026, analysts are projecting earnings growth of 16.0% and revenue growth of 8.7%.

For Q3 2026, analysts are projecting earnings growth of 16.9% and revenue growth of 7.9%.

For Q4 2026, analysts are projecting earnings growth of 15.9% and revenue growth of 7.7%.

For CY 2026, analysts are projecting earnings growth of 15.3% and revenue growth of 8.0%.

Valuation: Forward P/E Ratio is 20.9, Above the 10-Year Average (18.9)

The forward 12-month P/E ratio for the S&P 500 is 20.9. This P/E ratio is above the 5-year average of 20.0 and above the 10-year average of 18.9. However, it is below the forward 12-month P/E ratio of 22.0 recorded at the end of the fourth quarter (December 31). Since the end of the fourth quarter (December 31), the price of the index has decreased by 1.0%, while the forward 12-month EPS estimate has increased by 4.3%. At the sector level, the Consumer Discretionary (26.8) sector has the highest forward 12-month P/E ratio, while the Financials (14.4) sector has the lowest forward 12-month P/E ratio.

The trailing 12-month P/E ratio is 27.2, which is above the 5-year average of 24.8 and above the 10-year average of 23.2.

Targets & Ratings: Analysts Project 23% Increase in Price Over Next 12 Months

The bottom-up target price for the S&P 500 is 8328.21, which is 22.9% above the closing price of 6775.80. At the sector level, the Information Technology (+32.0%) sector is expected to see the largest price increase, as this sector has the largest upside difference between the bottom-up target price and the closing price. On the other hand, the Energy (-0.6%) sector is expected to see the largest price decrease, as this sector has the largest downside difference between the bottom-up target price and the closing price.

Overall, there are 12,753 ratings on stocks in the S&P 500. Of these 12,753 ratings, 58.0% are Buy ratings, 36.6% are Hold ratings, and 5.4% are Sell ratings. At the sector level, the Information Technology (68%), Communication Services (64%), and Energy (61%) sectors have the highest percentages of Buy ratings, while the Consumer Staples (43%) sector has the lowest percentage of Buy ratings.

Companies Reporting Next Week: 10

During the upcoming week, 3 S&P 500 companies are scheduled to report results for the fourth quarter and 7 S&P 500 companies are scheduled to report results for the first quarter.

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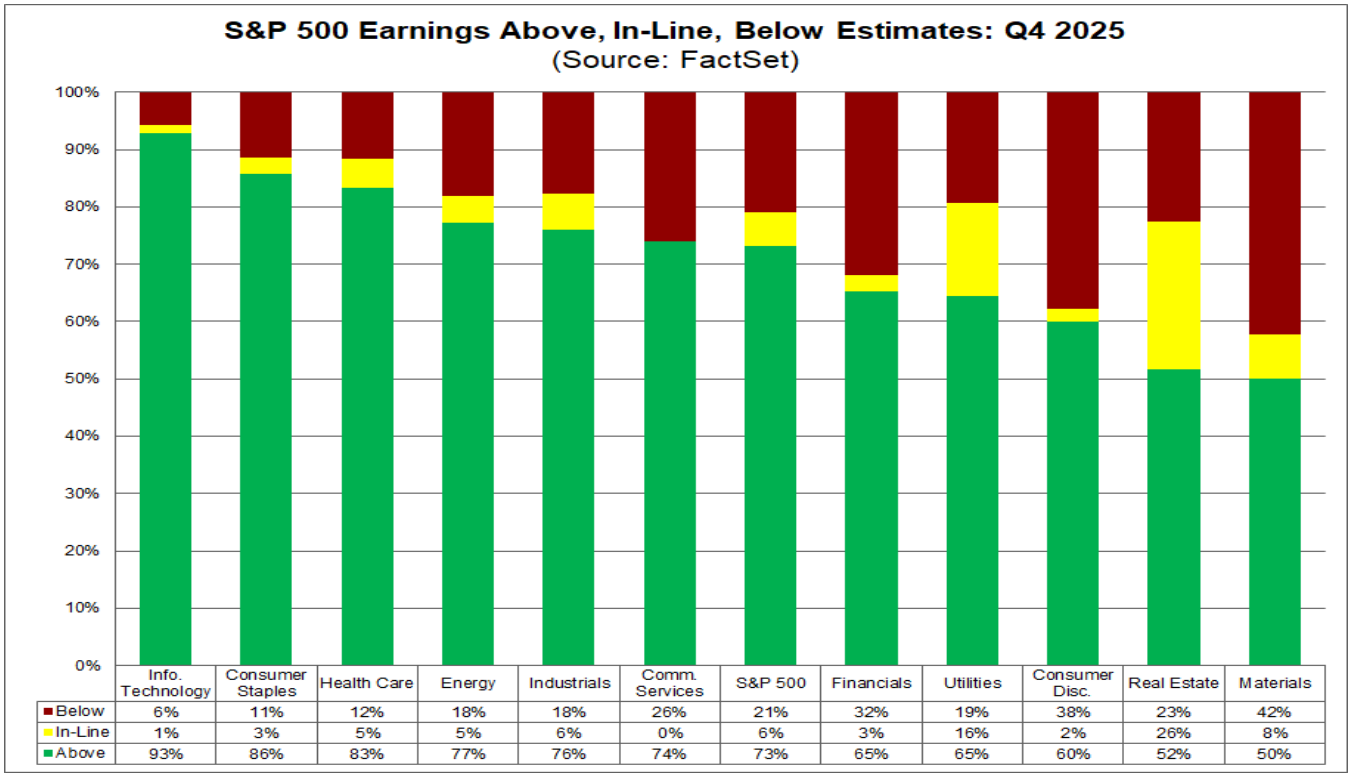
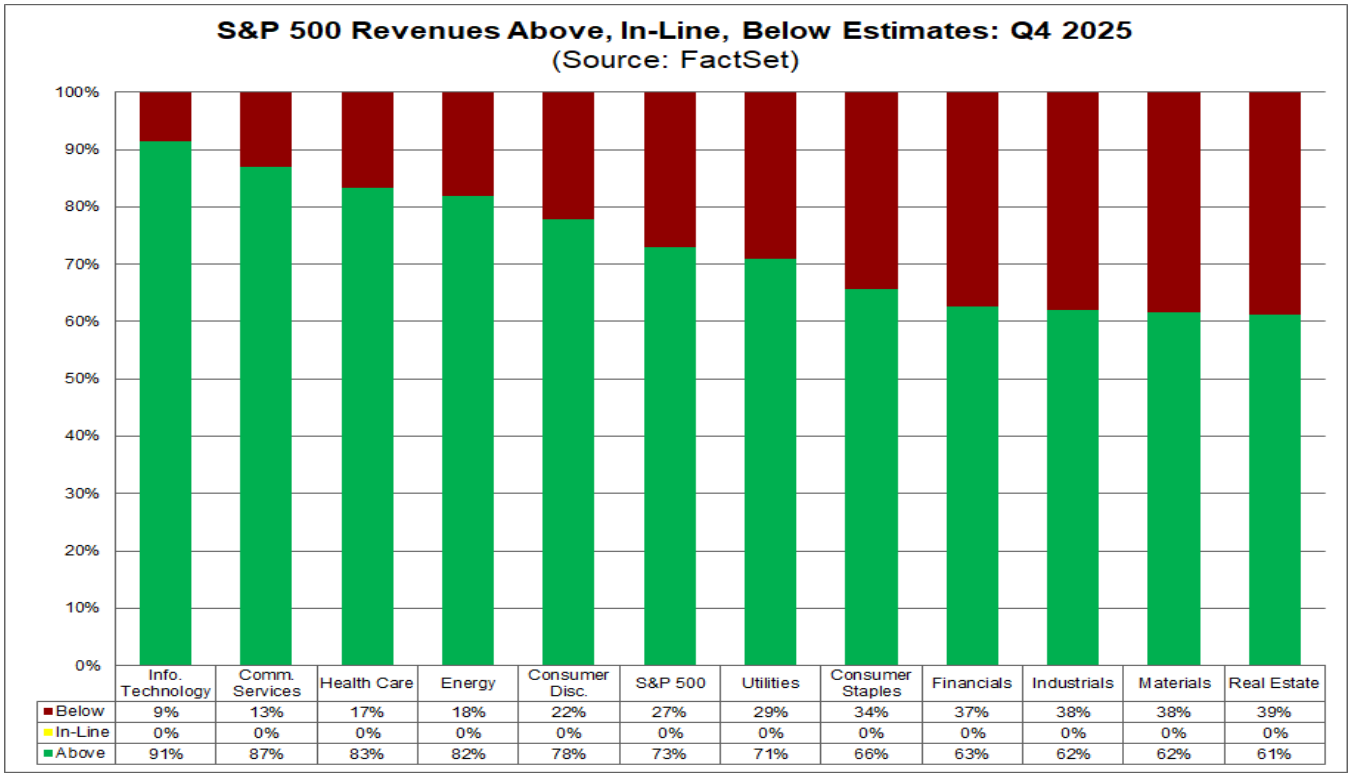
Q4 2025: Scorecard



	Info. Technology	Consumer Staples	Health Care	Energy	Industrials	Comm. Services	S&P 500	Financials	Utilities	Consumer Disc.	Real Estate	Materials
Below	6%	11%	12%	18%	18%	26%	21%	32%	19%	38%	23%	42%
In-Line	1%	3%	5%	5%	6%	0%	6%	3%	16%	2%	26%	8%
Above	93%	86%	83%	77%	76%	74%	73%	65%	65%	60%	52%	50%



	Info. Technology	Comm. Services	Health Care	Energy	Consumer Disc.	S&P 500	Utilities	Consumer Staples	Financials	Industrials	Materials	Real Estate
Below	9%	13%	17%	18%	22%	27%	29%	34%	37%	38%	38%	39%
In-Line	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Above	91%	87%	83%	82%	78%	73%	71%	66%	63%	62%	62%	61%

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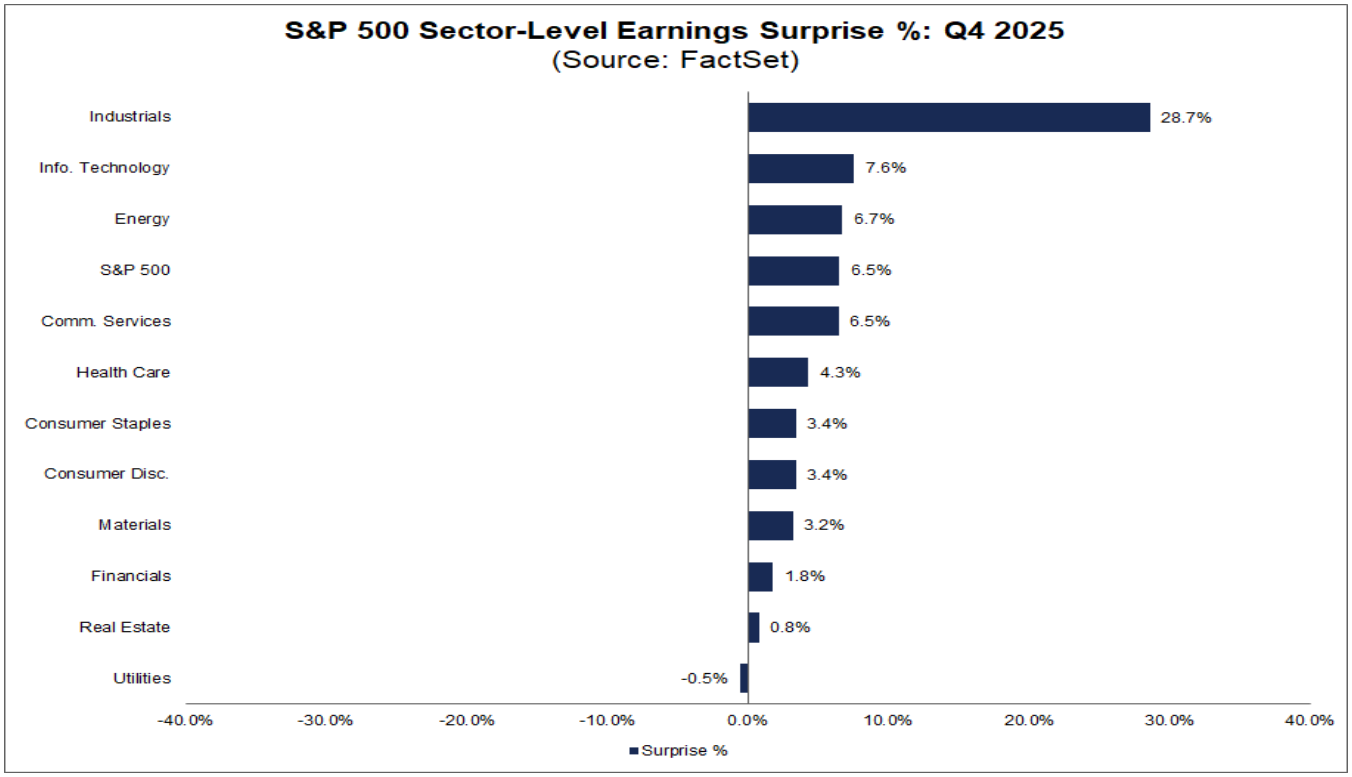
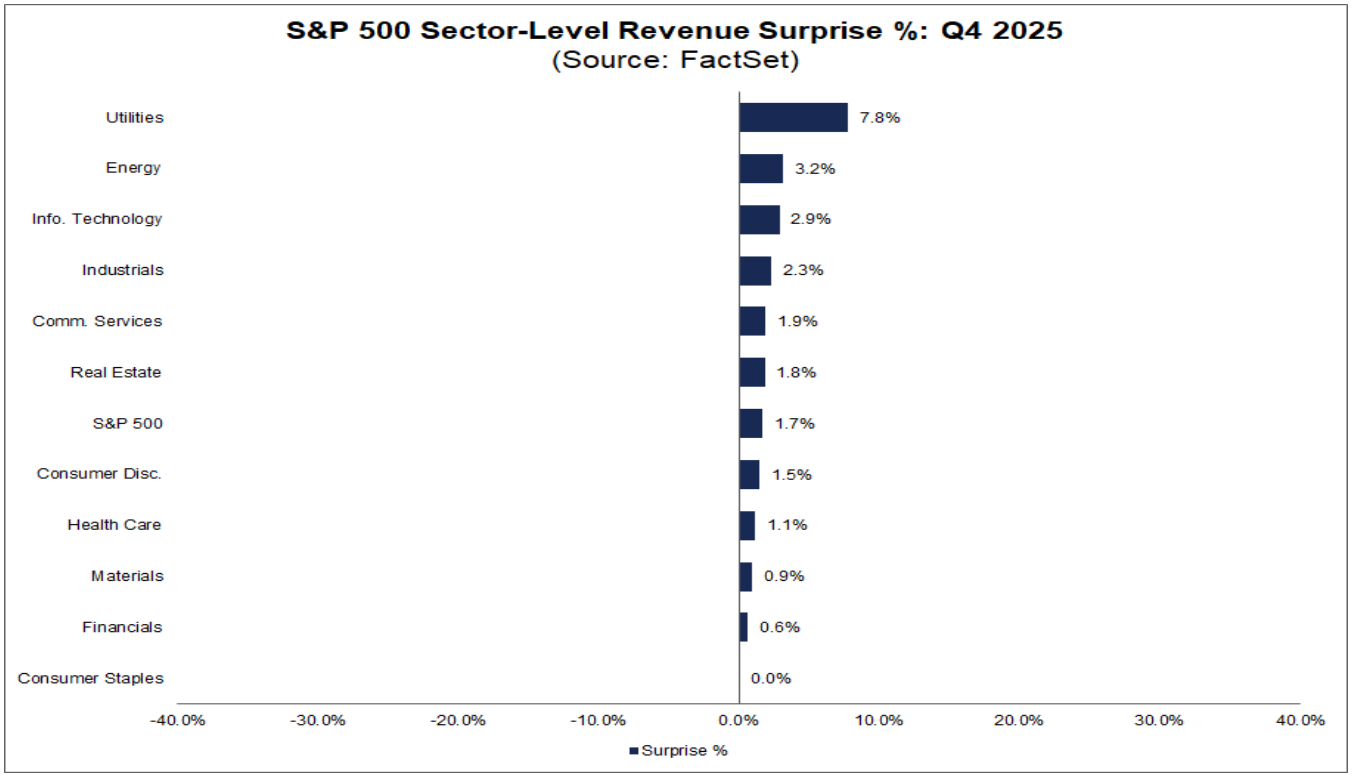
Q4 2025: Surprise





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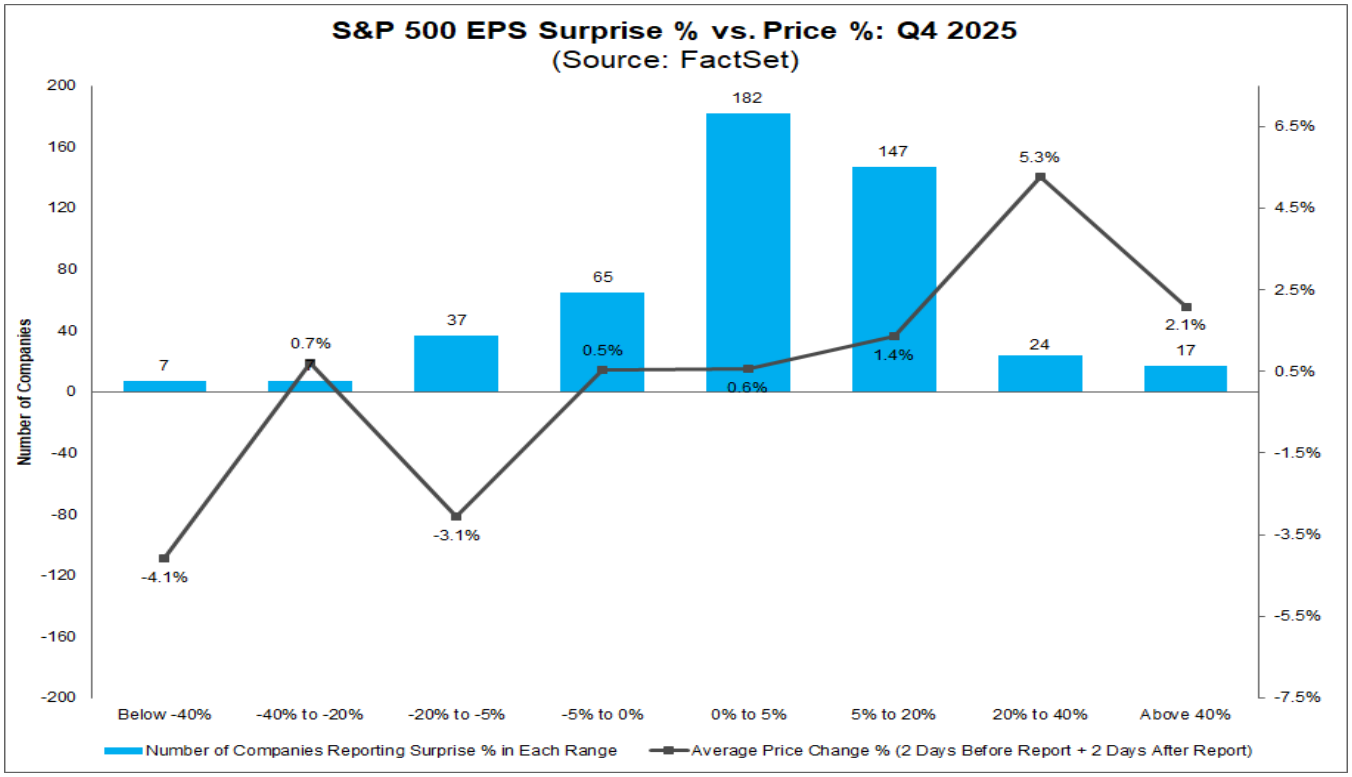
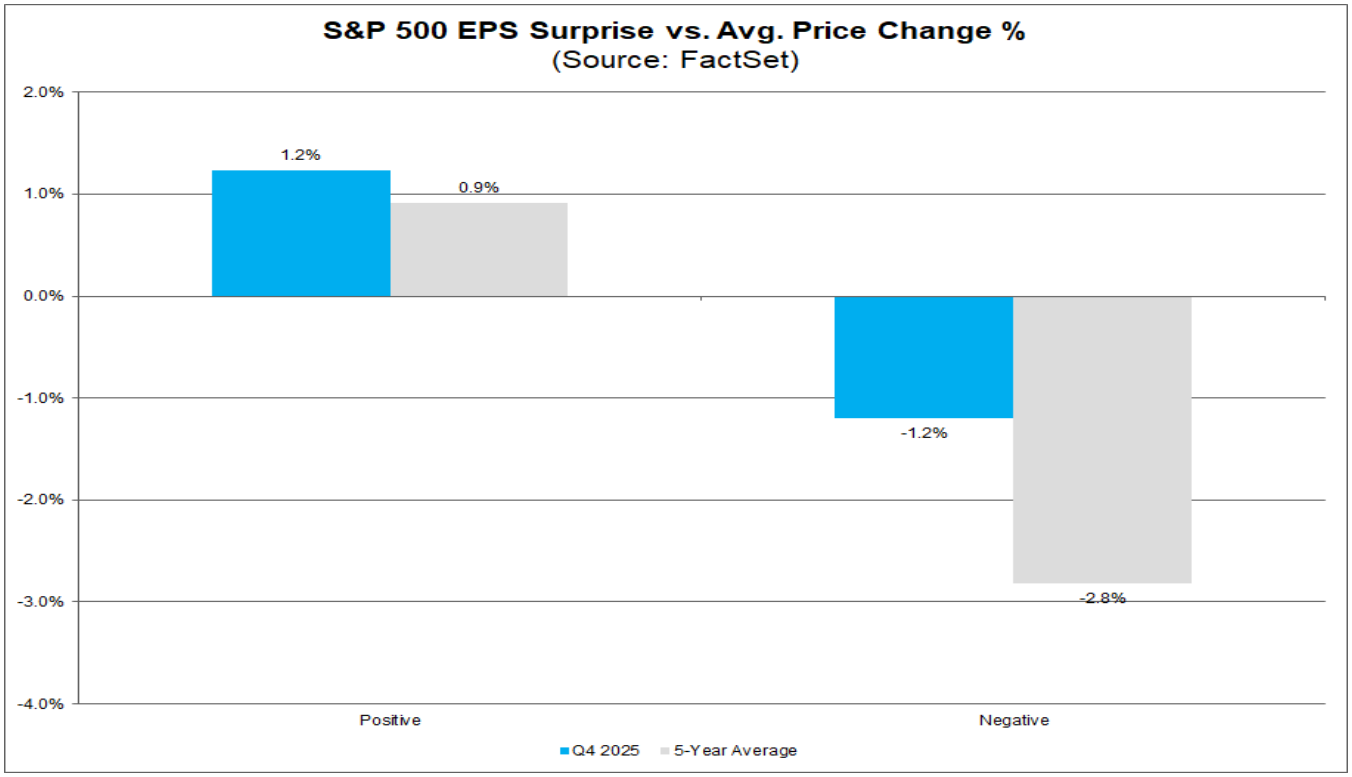
Q4 2025: Surprise





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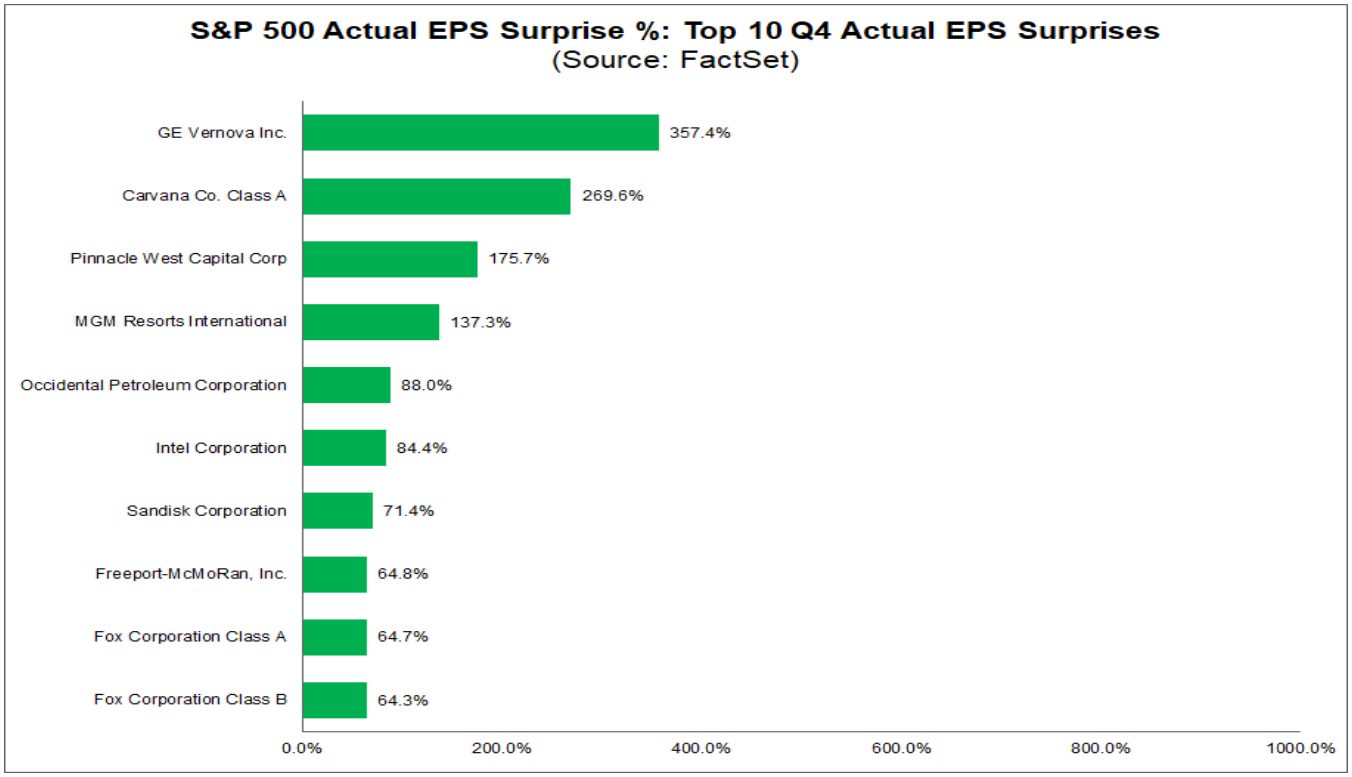
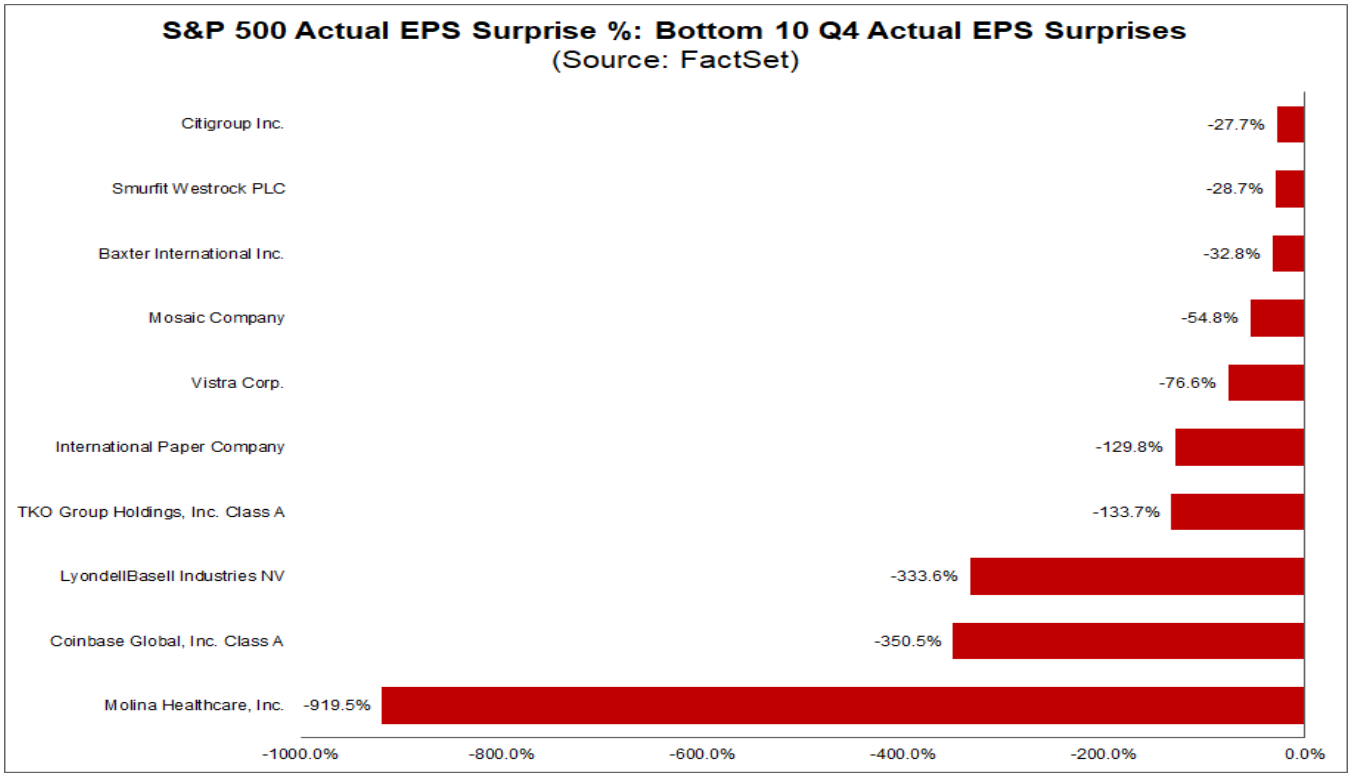
Q4 2025: Surprise





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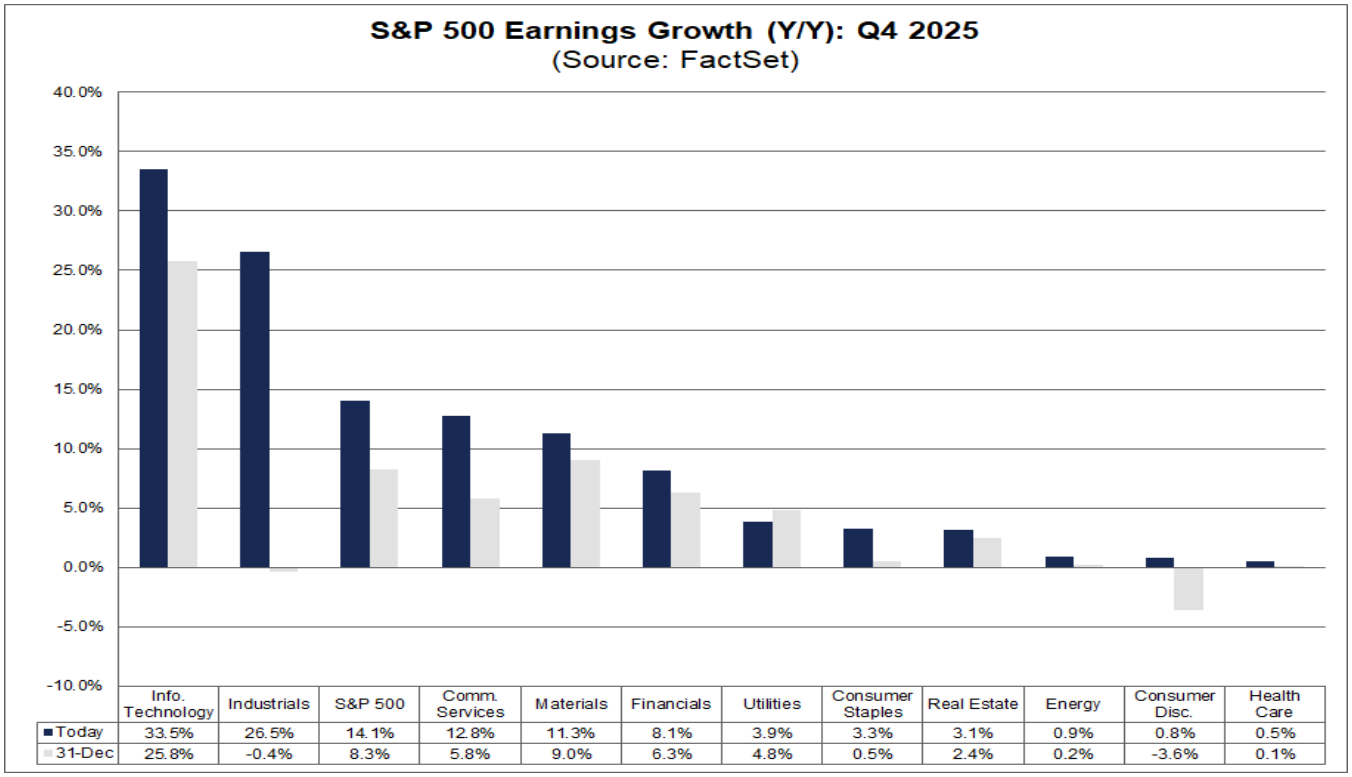
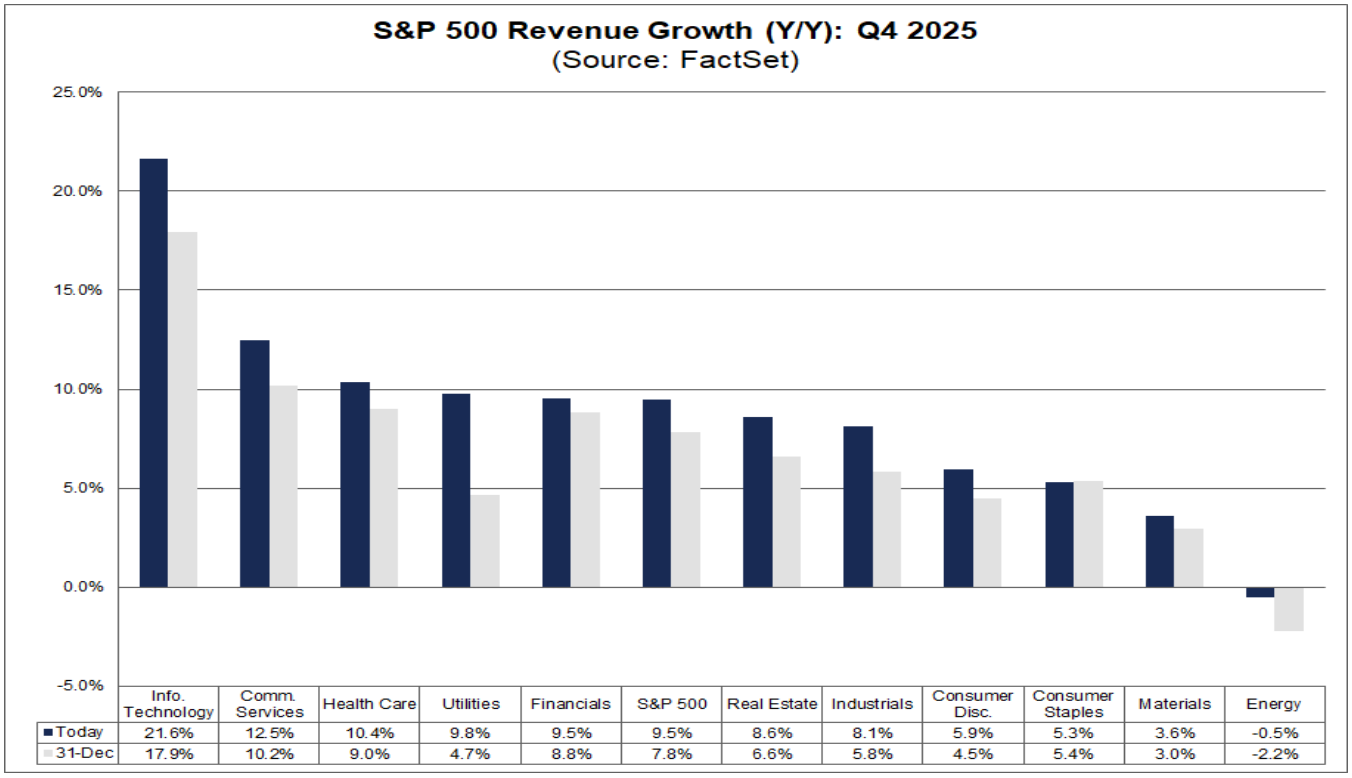
Q4 2025: Growth



	Info. Technology	Industrials	S&P 500	Comm. Services	Materials	Financials	Utilities	Consumer Staples	Real Estate	Energy	Consumer Disc.	Health Care
Today	33.5%	26.5%	14.1%	12.8%	11.3%	8.1%	3.9%	3.3%	3.1%	0.9%	0.8%	0.5%
31-Dec	25.8%	-0.4%	8.3%	5.8%	9.0%	6.3%	4.8%	0.5%	2.4%	0.2%	-3.6%	0.1%



	Info. Technology	Comm. Services	Health Care	Utilities	Financials	S&P 500	Real Estate	Industrials	Consumer Disc.	Consumer Staples	Materials	Energy
Today	21.6%	12.5%	10.4%	9.8%	9.5%	9.5%	8.6%	8.1%	5.9%	5.3%	3.6%	-0.5%
31-Dec	17.9%	10.2%	9.0%	4.7%	8.8%	7.8%	6.6%	5.8%	4.5%	5.4%	3.0%	-2.2%

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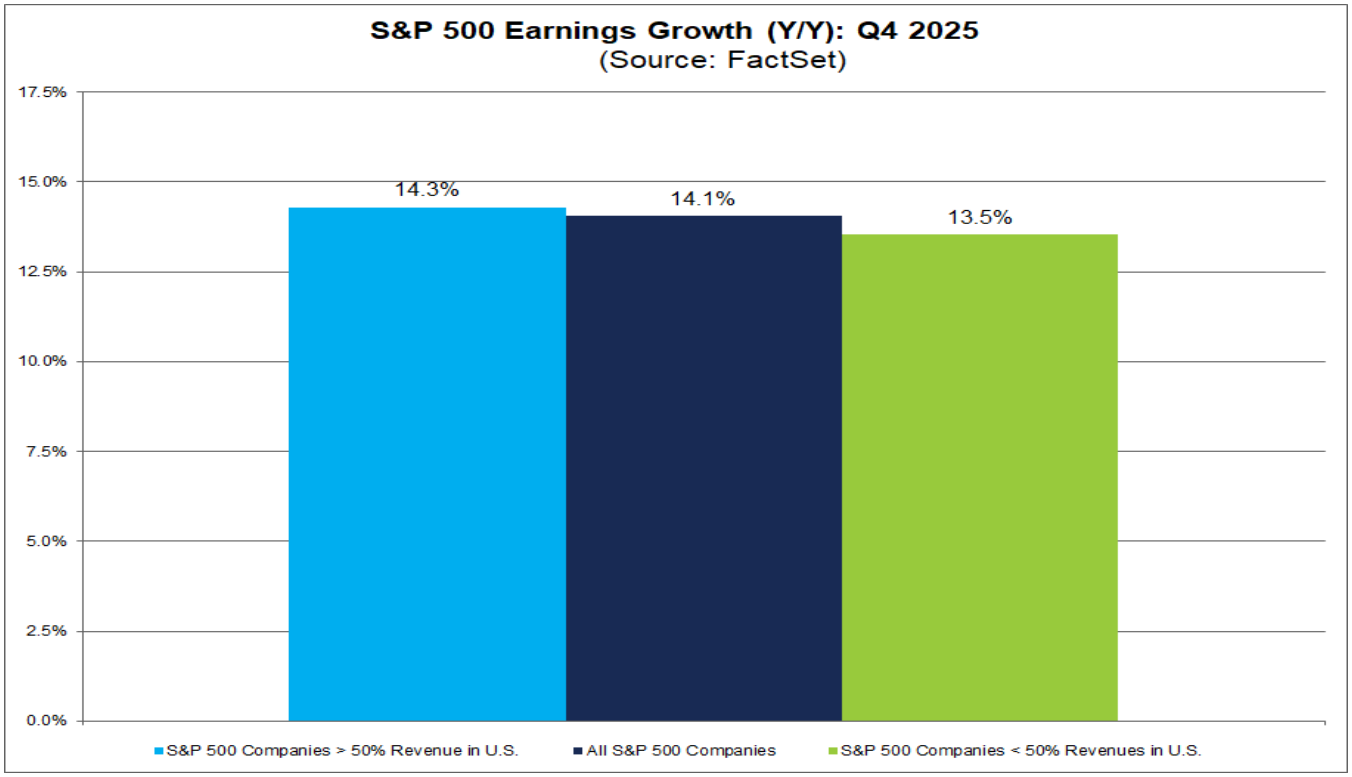
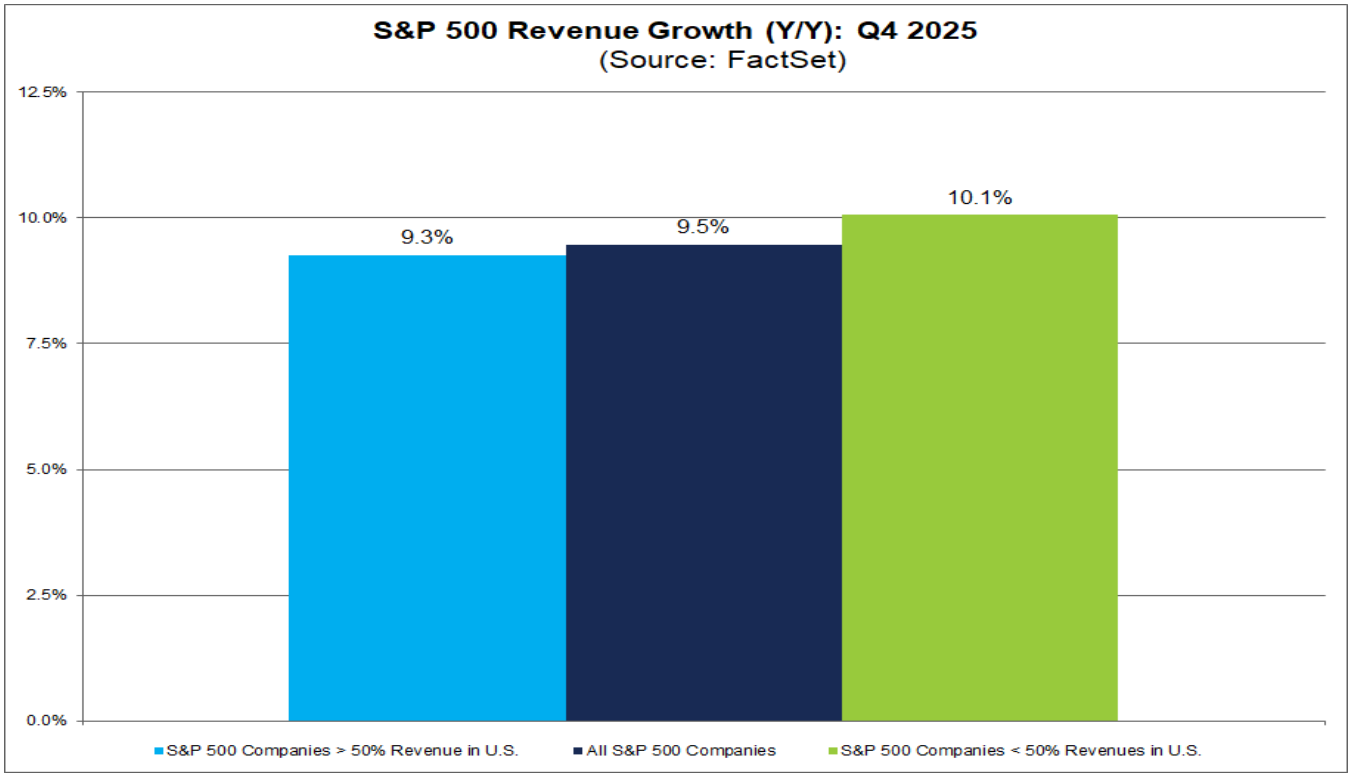
Q4 2025: Growth





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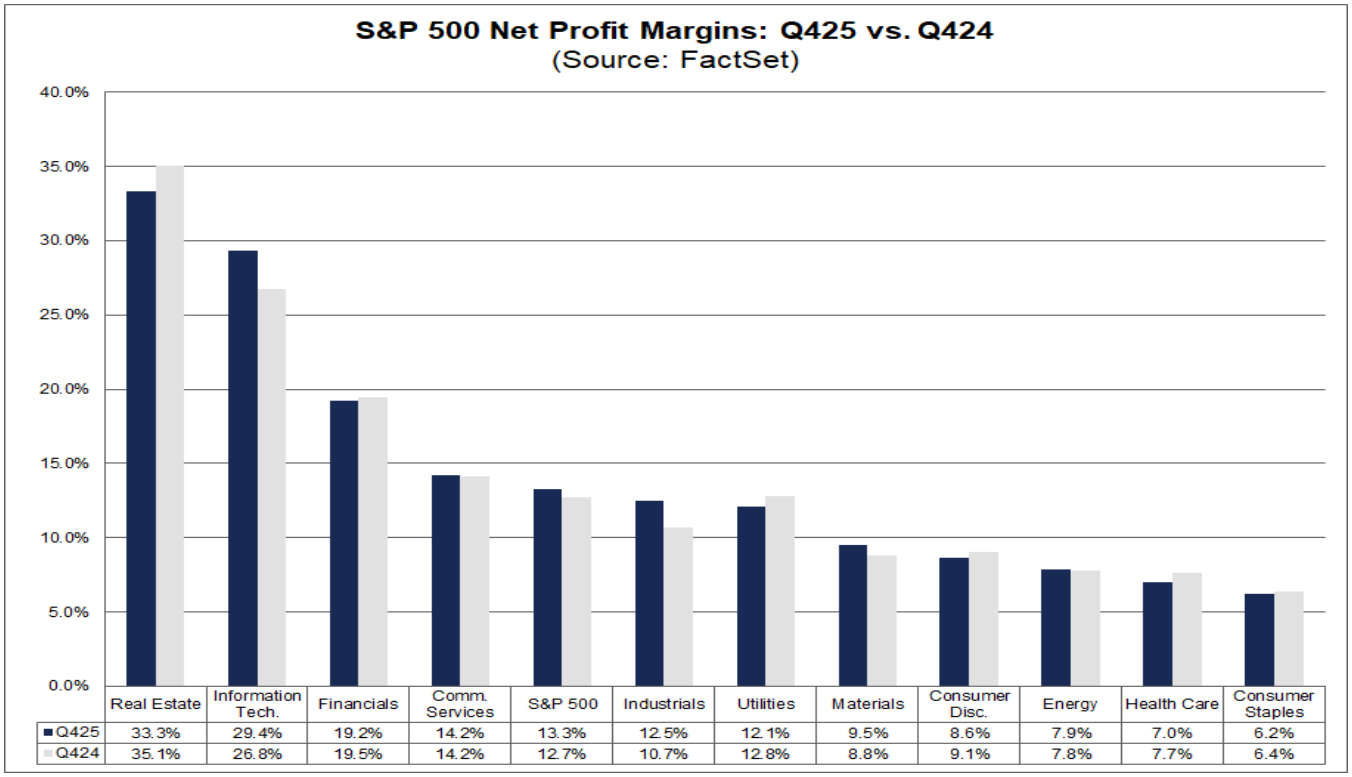
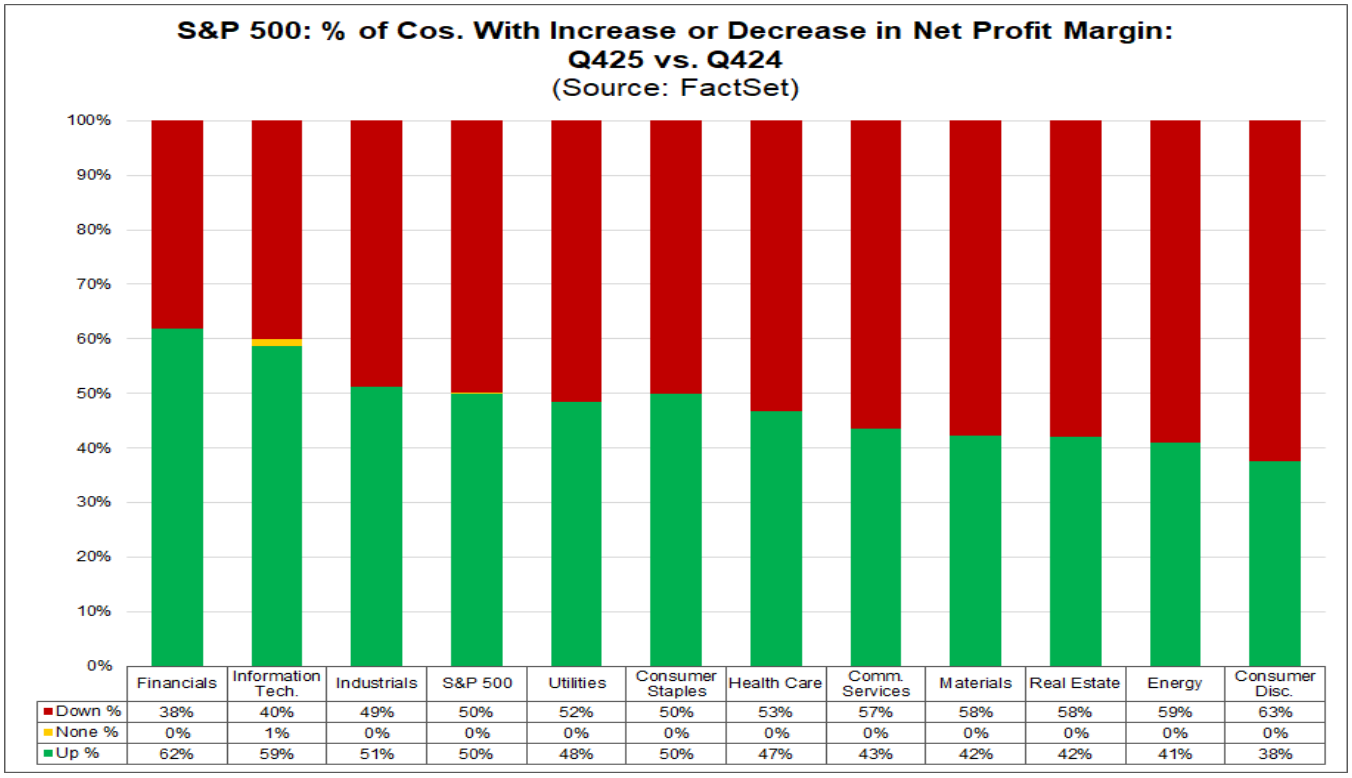
Q4 2025: Net Profit Margin



	Real Estate	Information Tech.	Financials	Comm. Services	S&P 500	Industrials	Utilities	Materials	Consumer Disc.	Energy	Health Care	Consumer Staples
Q425	33.3%	29.4%	19.2%	14.2%	13.3%	12.5%	12.1%	9.5%	8.6%	7.9%	7.0%	6.2%
Q424	35.1%	26.8%	19.5%	14.2%	12.7%	10.7%	12.8%	8.8%	9.1%	7.8%	7.7%	6.4%



	Financials	Information Tech.	Industrials	S&P 500	Utilities	Consumer Staples	Health Care	Comm. Services	Materials	Real Estate	Energy	Consumer Disc.
Down %	38%	40%	49%	50%	52%	50%	53%	57%	58%	58%	59%	63%
None %	0%	1%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Up %	62%	59%	51%	50%	48%	50%	47%	43%	42%	42%	41%	38%

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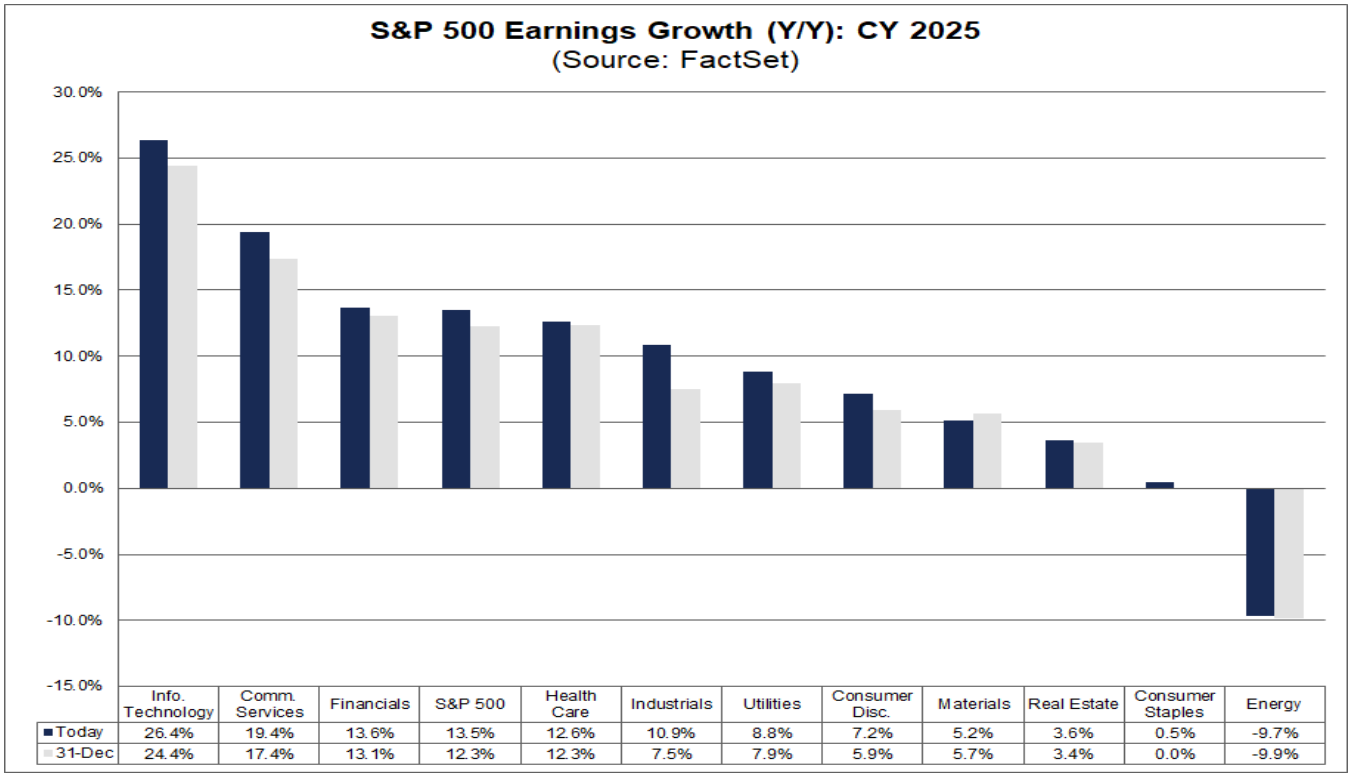
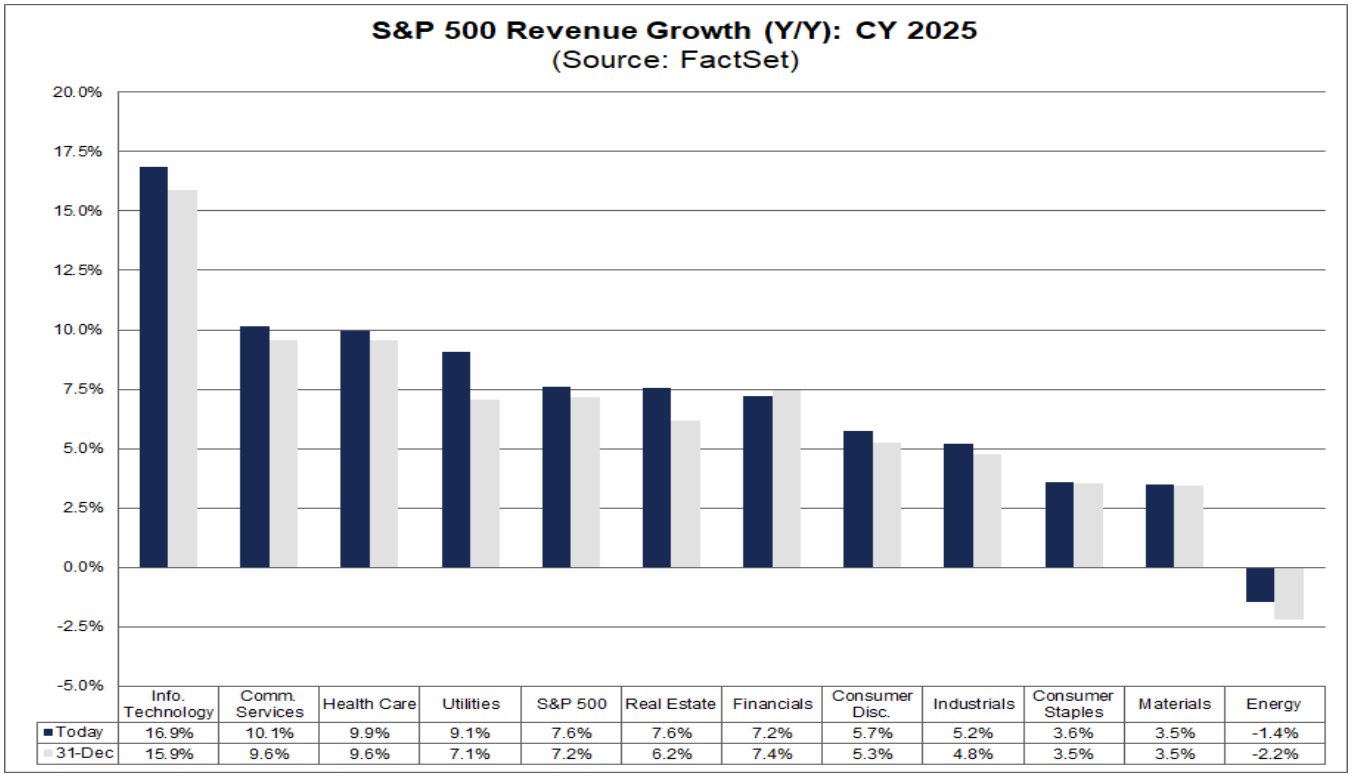
CY 2025: Growth



	Info. Technology	Comm. Services	Financials	S&P 500	Health Care	Industrials	Utilities	Consumer Disc.	Materials	Real Estate	Consumer Staples	Energy
Today	26.4%	19.4%	13.6%	13.5%	12.6%	10.9%	8.8%	7.2%	5.2%	3.6%	0.5%	-9.7%
31-Dec	24.4%	17.4%	13.1%	12.3%	12.3%	7.5%	7.9%	5.9%	5.7%	3.4%	0.0%	-9.9%



	Info. Technology	Comm. Services	Health Care	Utilities	S&P 500	Real Estate	Financials	Consumer Disc.	Industrials	Consumer Staples	Materials	Energy
Today	16.9%	10.1%	9.9%	9.1%	7.6%	7.6%	7.2%	5.7%	5.2%	3.6%	3.5%	-1.4%
31-Dec	15.9%	9.6%	9.6%	7.1%	7.2%	6.2%	7.4%	5.3%	4.8%	3.5%	3.5%	-2.2%

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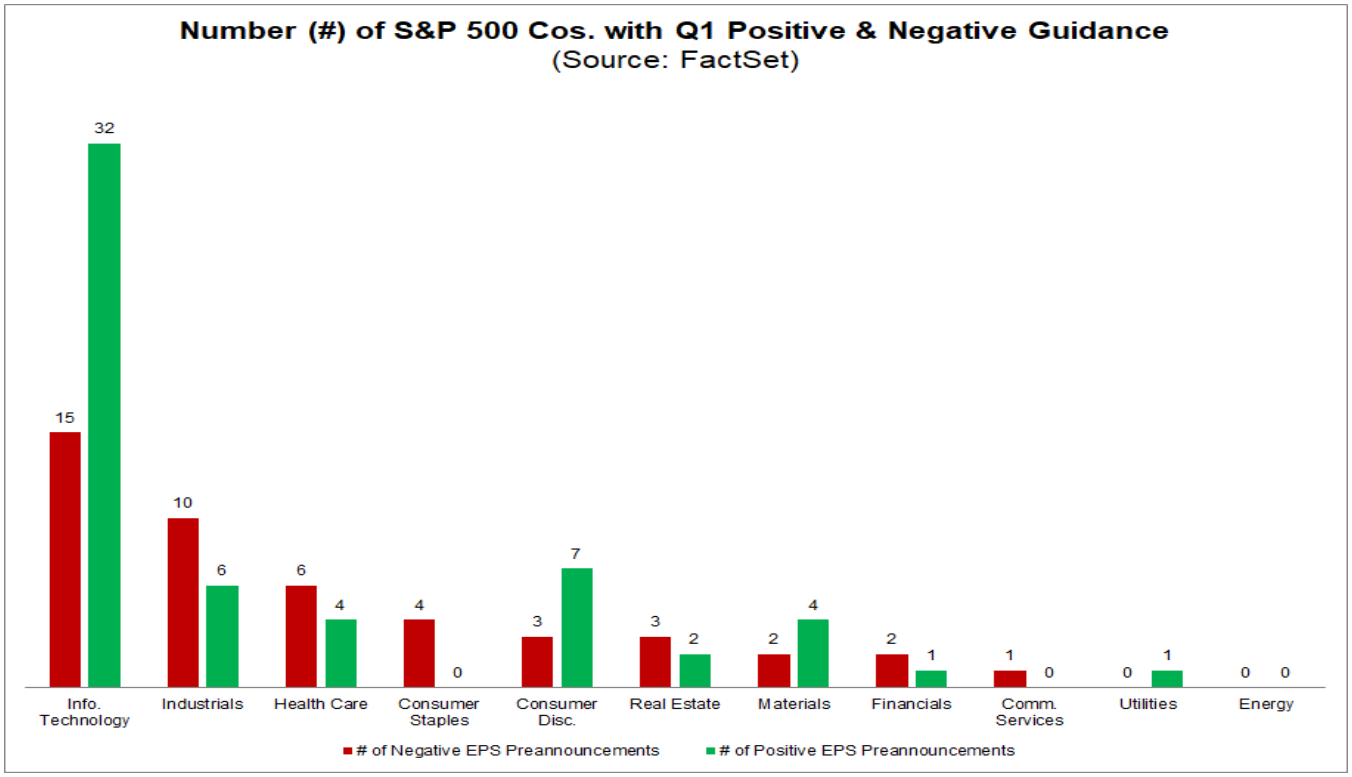
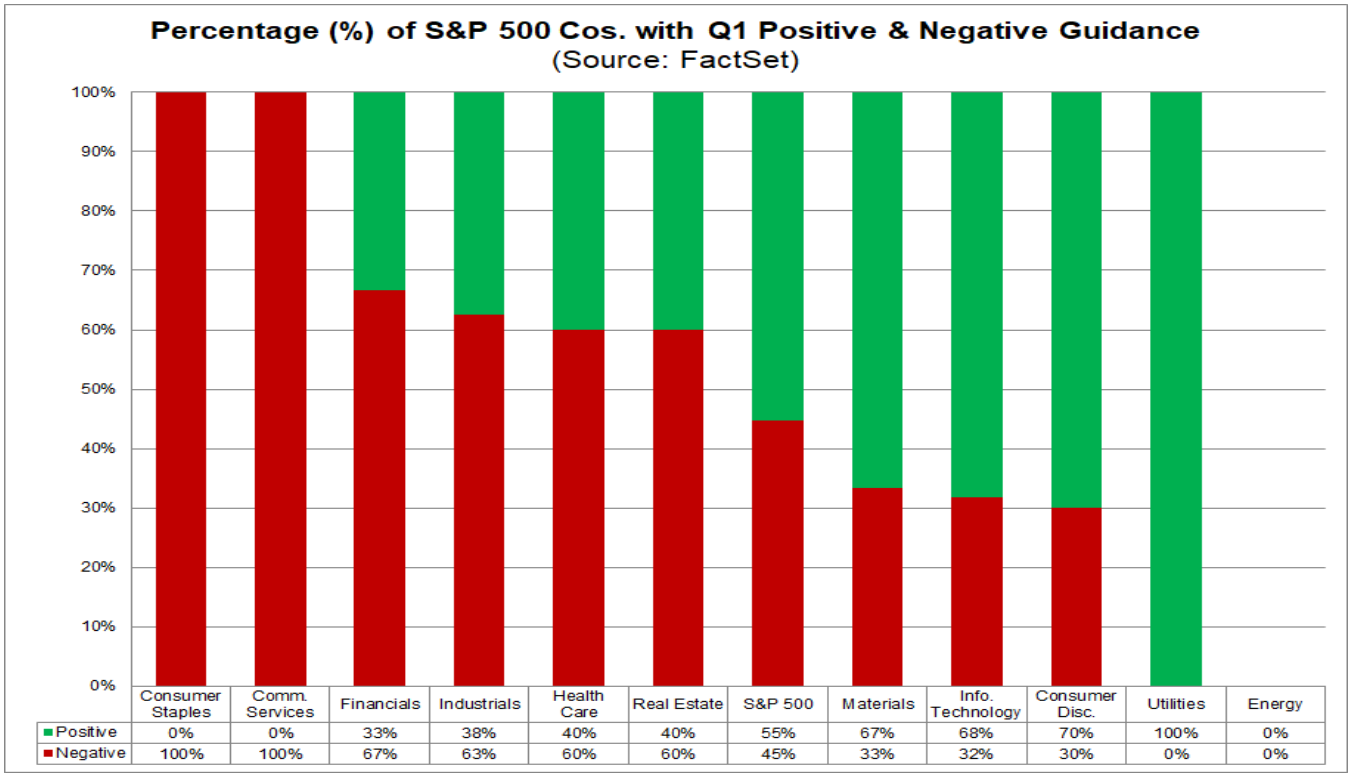
Q1 2026: Guidance





	Consumer Staples	Comm. Services	Financials	Industrials	Health Care	Real Estate	S&P 500	Materials	Info. Technology	Consumer Disc.	Utilities	Energy
Positive	0%	0%	33%	38%	40%	40%	55%	67%	68%	70%	100%	0%
Negative	100%	100%	67%	63%	60%	60%	45%	33%	32%	30%	0%	0%

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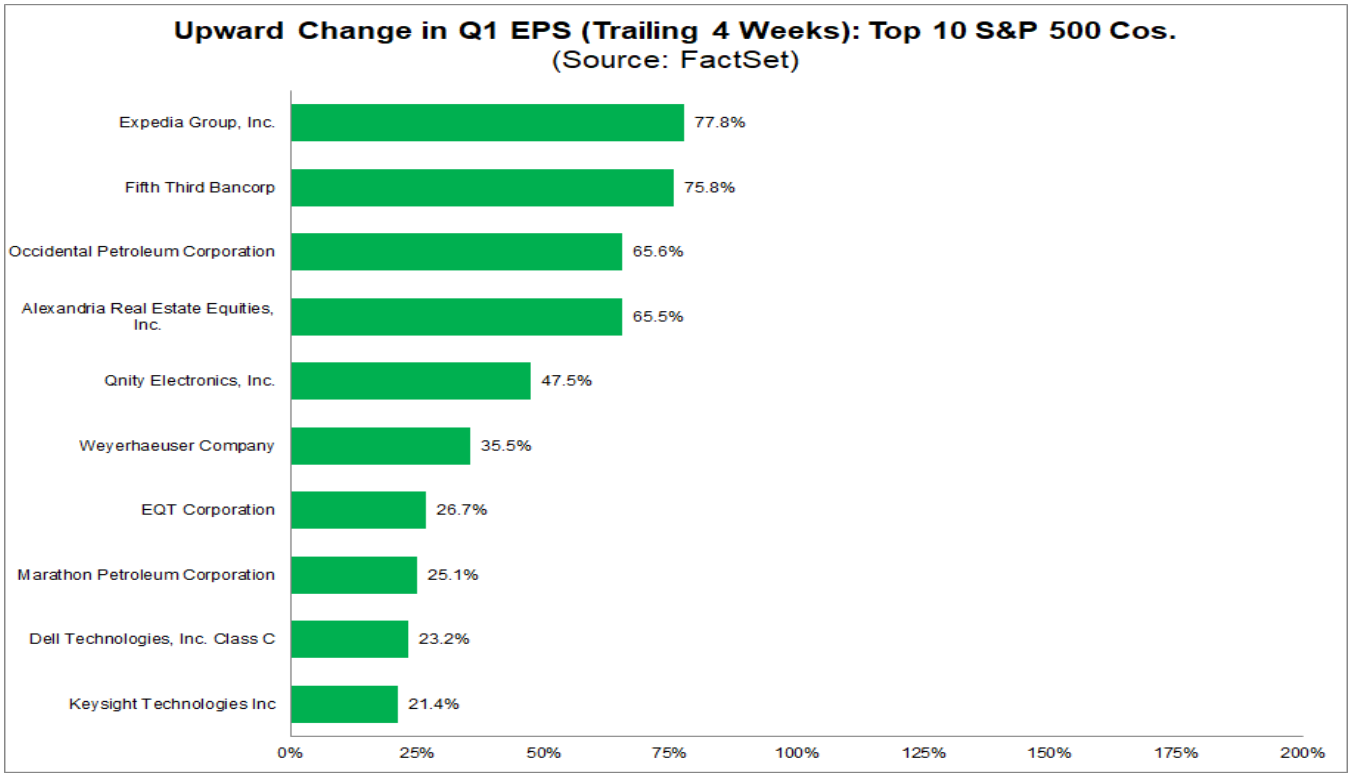
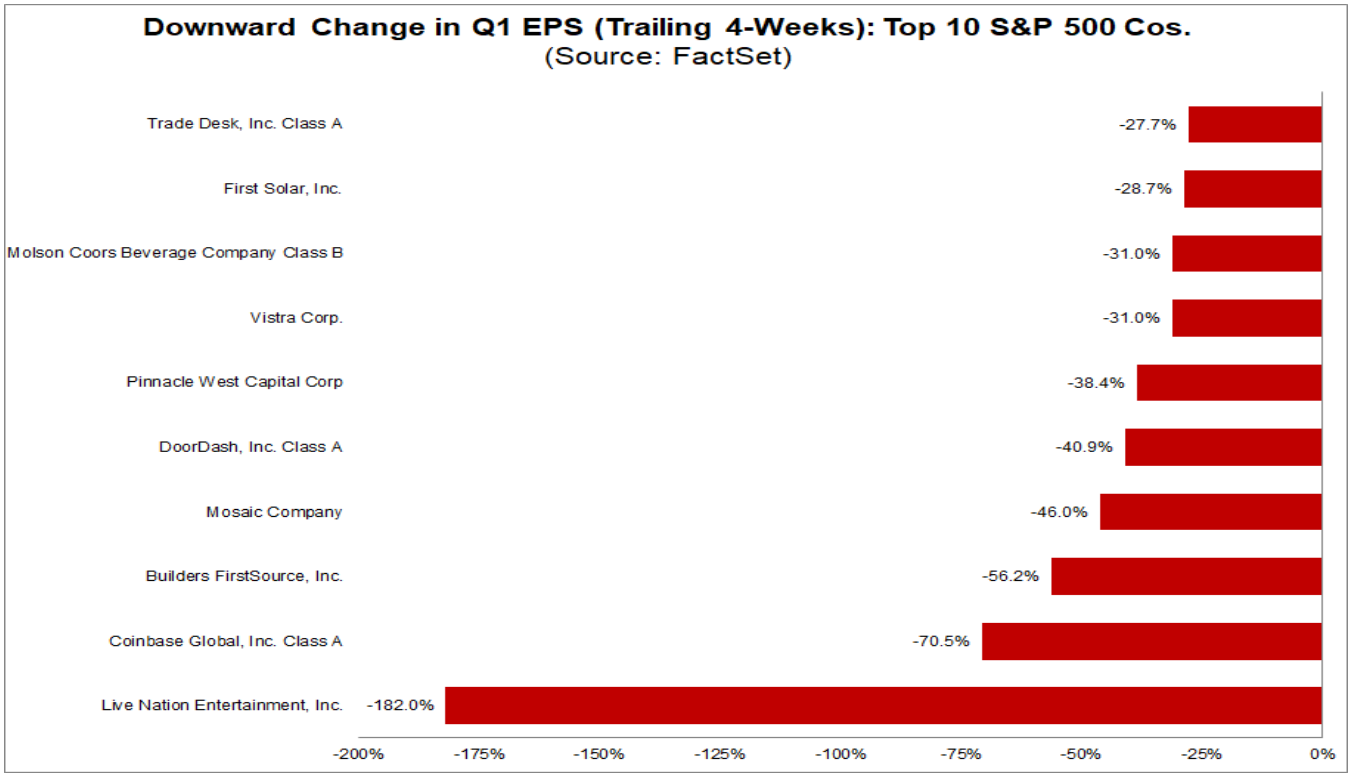
Q1 2026: EPS Revisions





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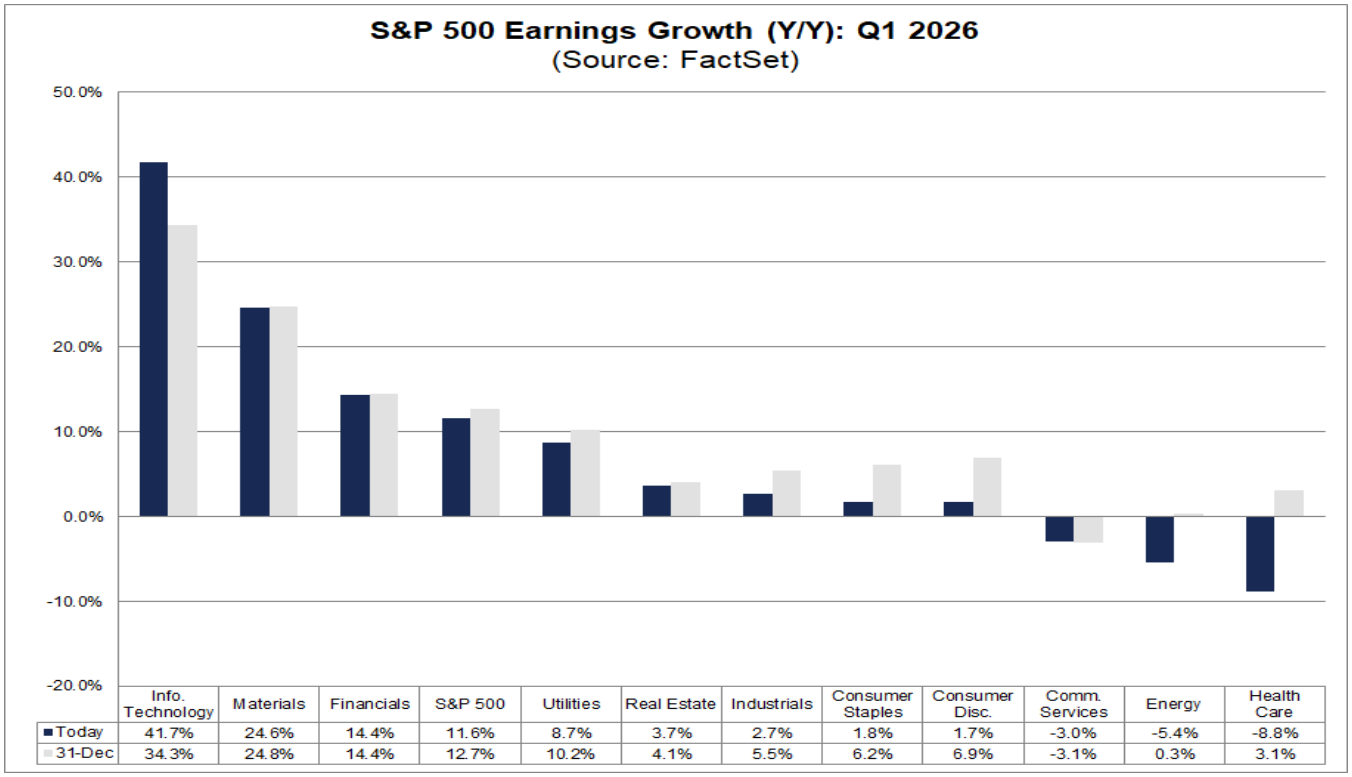
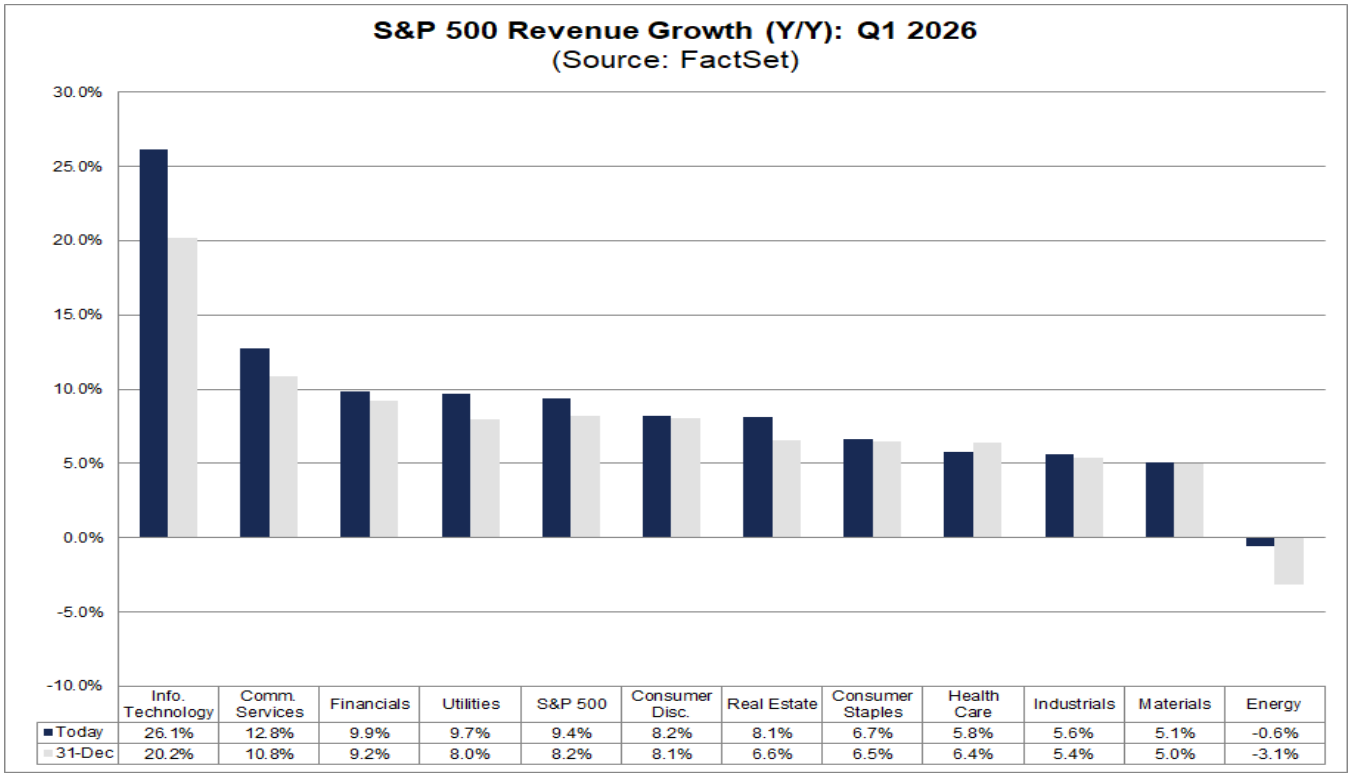
Q1 2026: Growth



	Info. Technology	Materials	Financials	S&P 500	Utilities	Real Estate	Industrials	Consumer Staples	Consumer Disc.	Comm. Services	Energy	Health Care
Today	41.7%	24.6%	14.4%	11.6%	8.7%	3.7%	2.7%	1.8%	1.7%	-3.0%	-5.4%	-8.8%
31-Dec	34.3%	24.8%	14.4%	12.7%	10.2%	4.1%	5.5%	6.2%	6.9%	-3.1%	0.3%	3.1%



	Info. Technology	Comm. Services	Financials	Utilities	S&P 500	Consumer Disc.	Real Estate	Consumer Staples	Health Care	Industrials	Materials	Energy
Today	26.1%	12.8%	9.9%	9.7%	9.4%	8.2%	8.1%	6.7%	5.8%	5.6%	5.1%	-0.6%
31-Dec	20.2%	10.8%	9.2%	8.0%	8.2%	8.1%	6.6%	6.5%	6.4%	5.4%	5.0%	-3.1%

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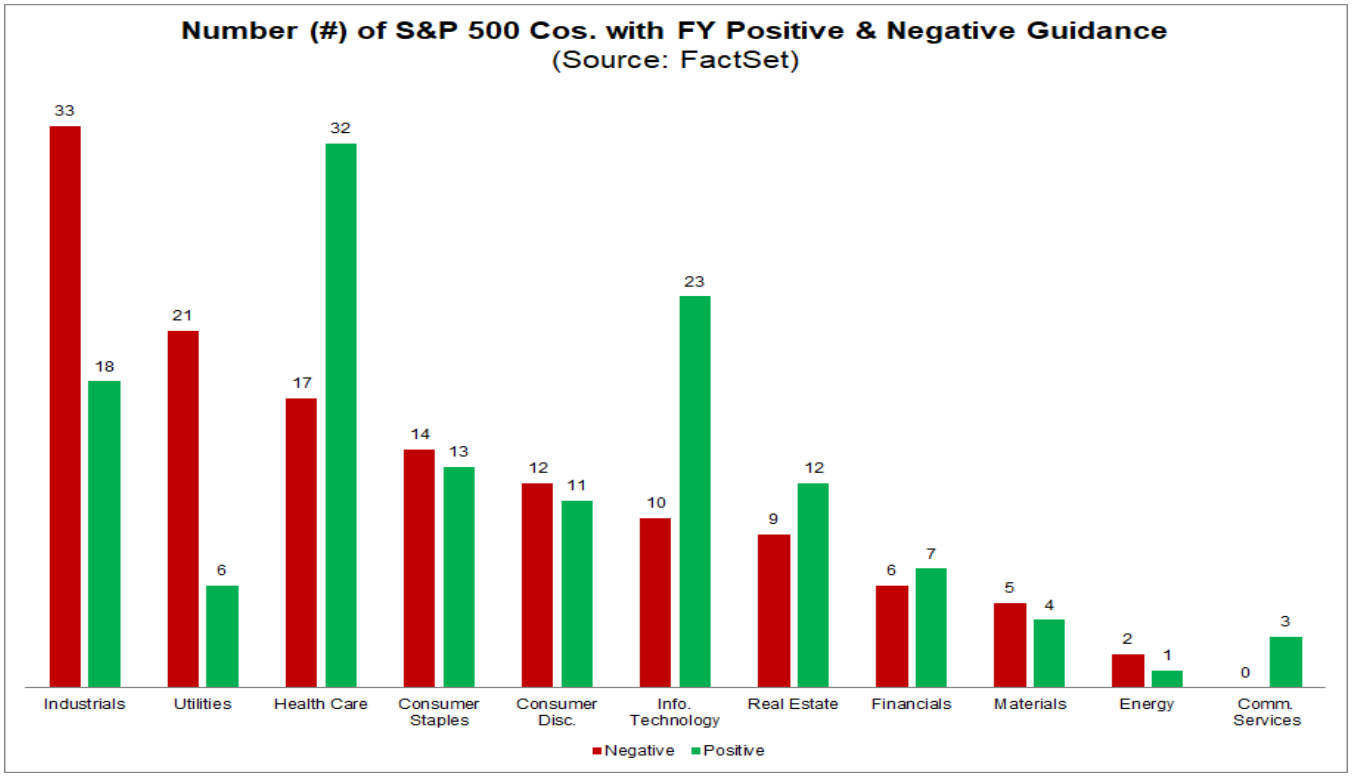
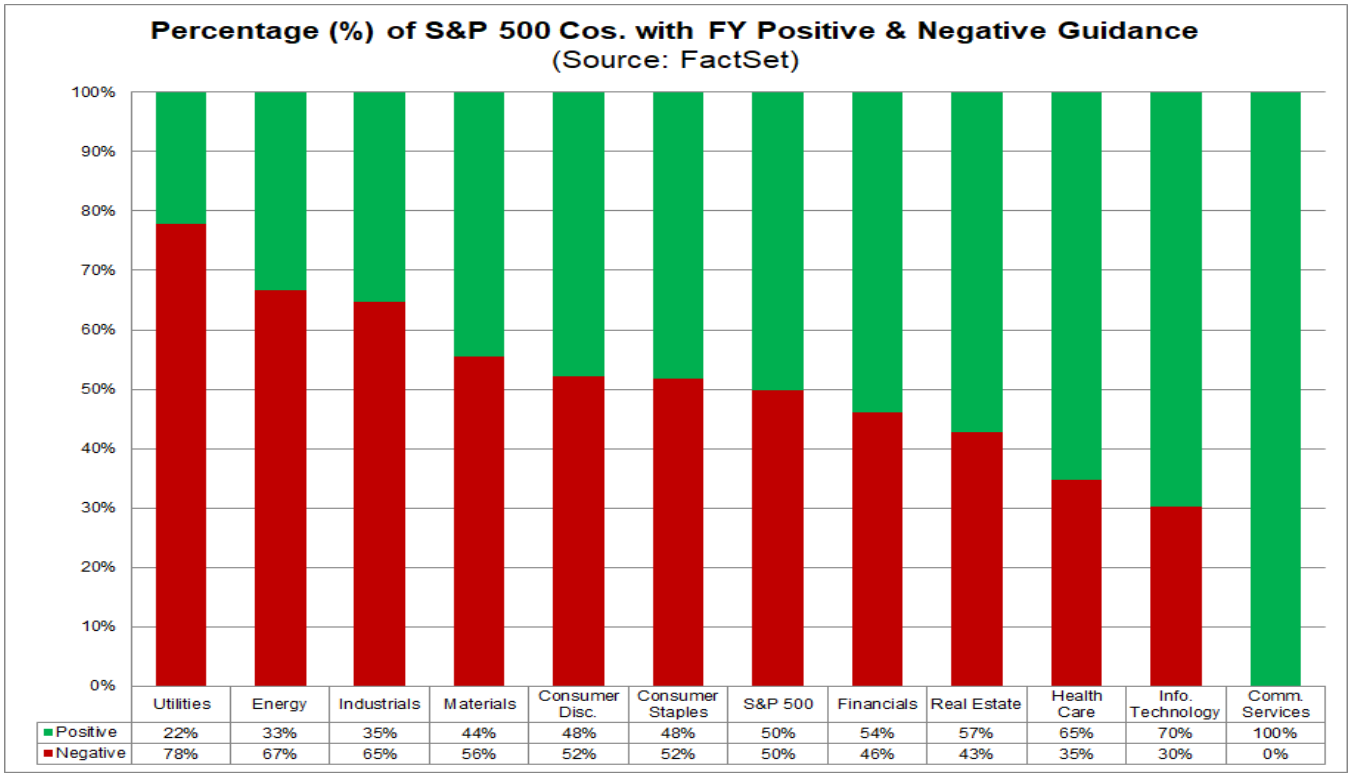
FY 2026 / 2027: EPS Guidance





	Utilities	Energy	Industrials	Materials	Consumer Disc.	Consumer Staples	S&P 500	Financials	Real Estate	Health Care	Info. Technology	Comm. Services
Positive	22%	33%	35%	44%	48%	48%	50%	54%	57%	65%	70%	100%
Negative	78%	67%	65%	56%	52%	52%	50%	46%	43%	35%	30%	0%

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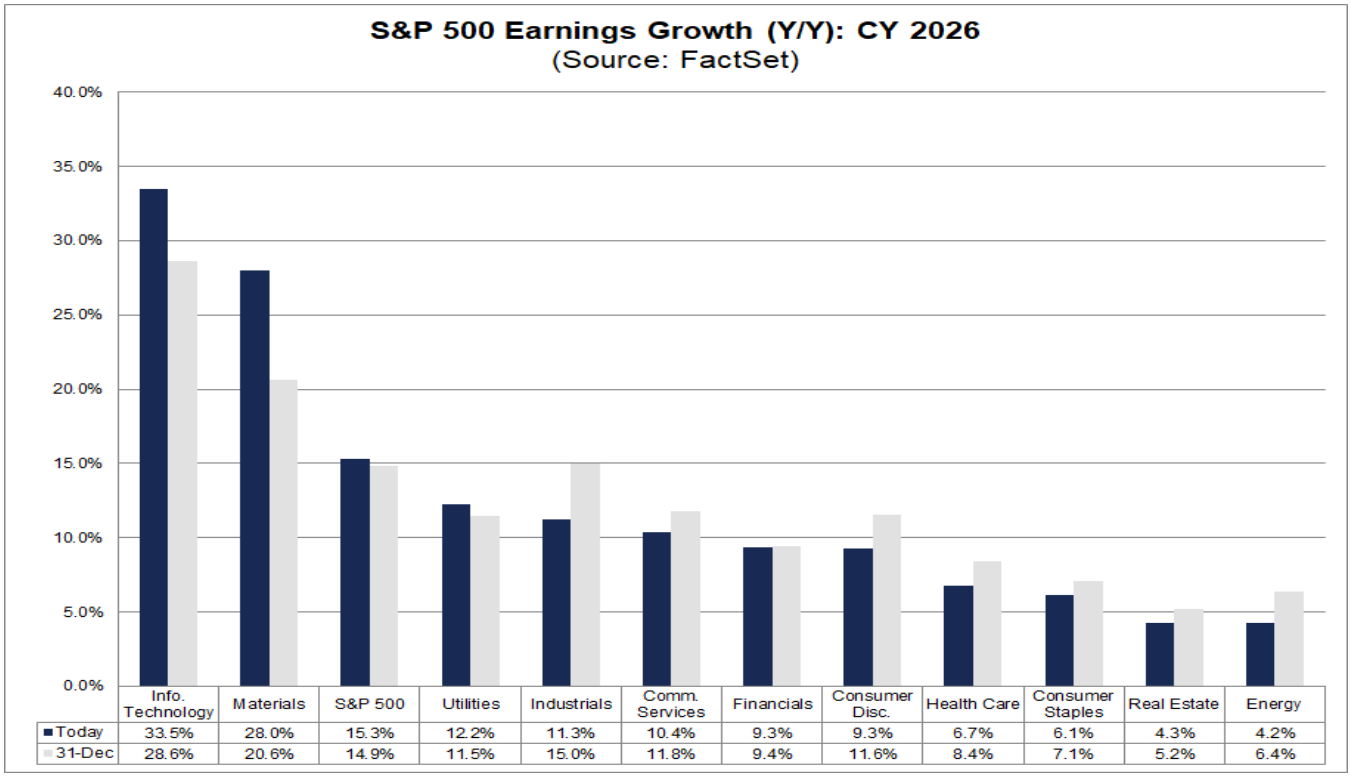
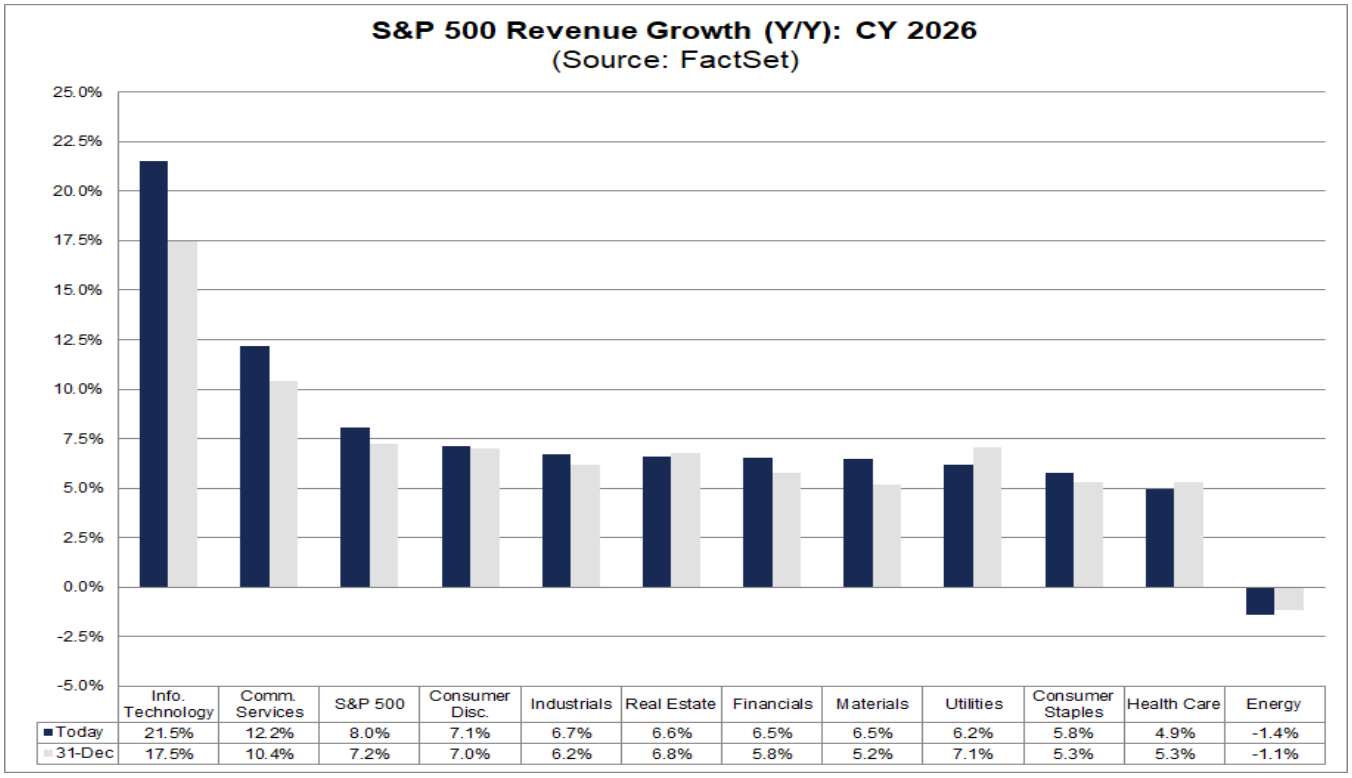
CY 2026: Growth



	Info. Technology	Materials	S&P 500	Utilities	Industrials	Comm. Services	Financials	Consumer Disc.	Health Care	Consumer Staples	Real Estate	Energy
Today	33.5%	28.0%	15.3%	12.2%	11.3%	10.4%	9.3%	9.3%	6.7%	6.1%	4.3%	4.2%
31-Dec	28.6%	20.6%	14.9%	11.5%	15.0%	11.8%	9.4%	11.6%	8.4%	7.1%	5.2%	6.4%



	Info. Technology	Comm. Services	S&P 500	Consumer Disc.	Industrials	Real Estate	Financials	Materials	Utilities	Consumer Staples	Health Care	Energy
Today	21.5%	12.2%	8.0%	7.1%	6.7%	6.6%	6.5%	6.5%	6.2%	5.8%	4.9%	-1.4%
31-Dec	17.5%	10.4%	7.2%	7.0%	6.2%	6.8%	5.8%	5.2%	7.1%	5.3%	5.3%	-1.1%

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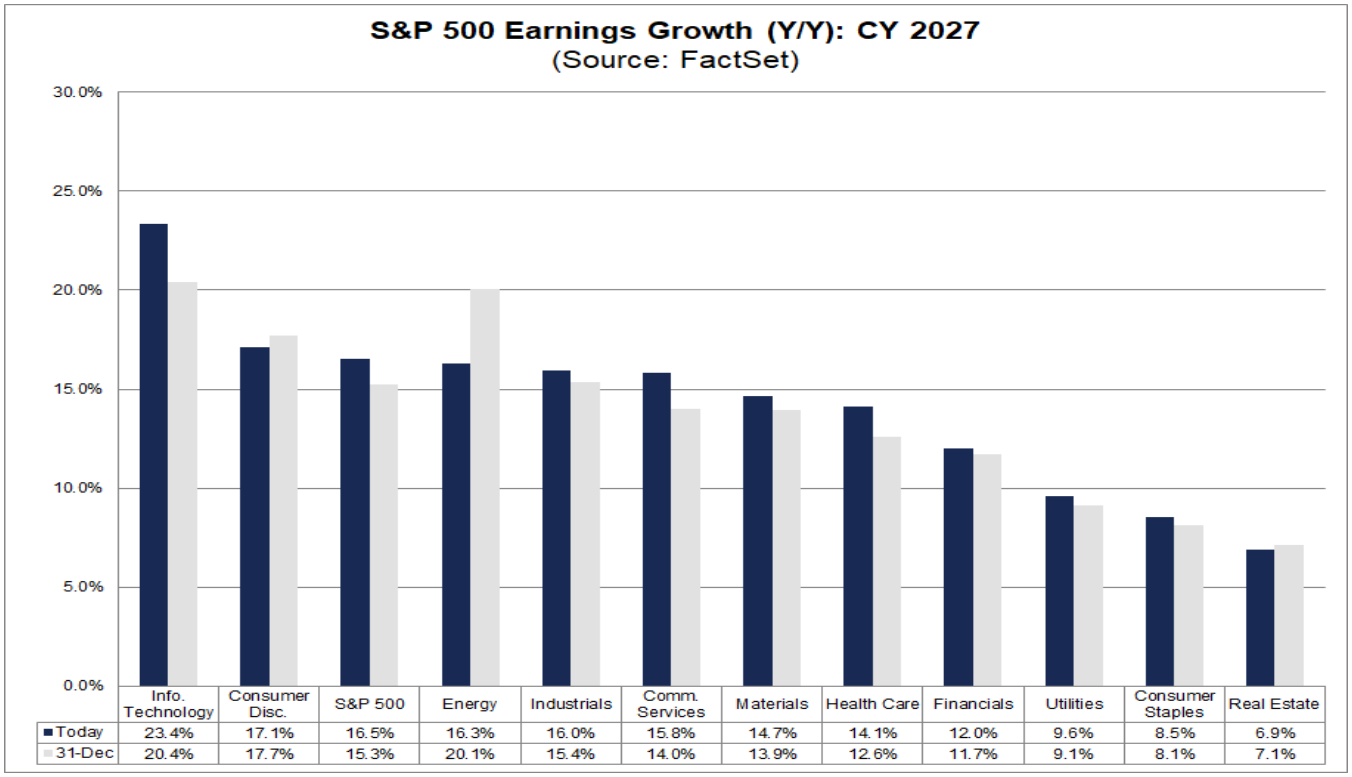
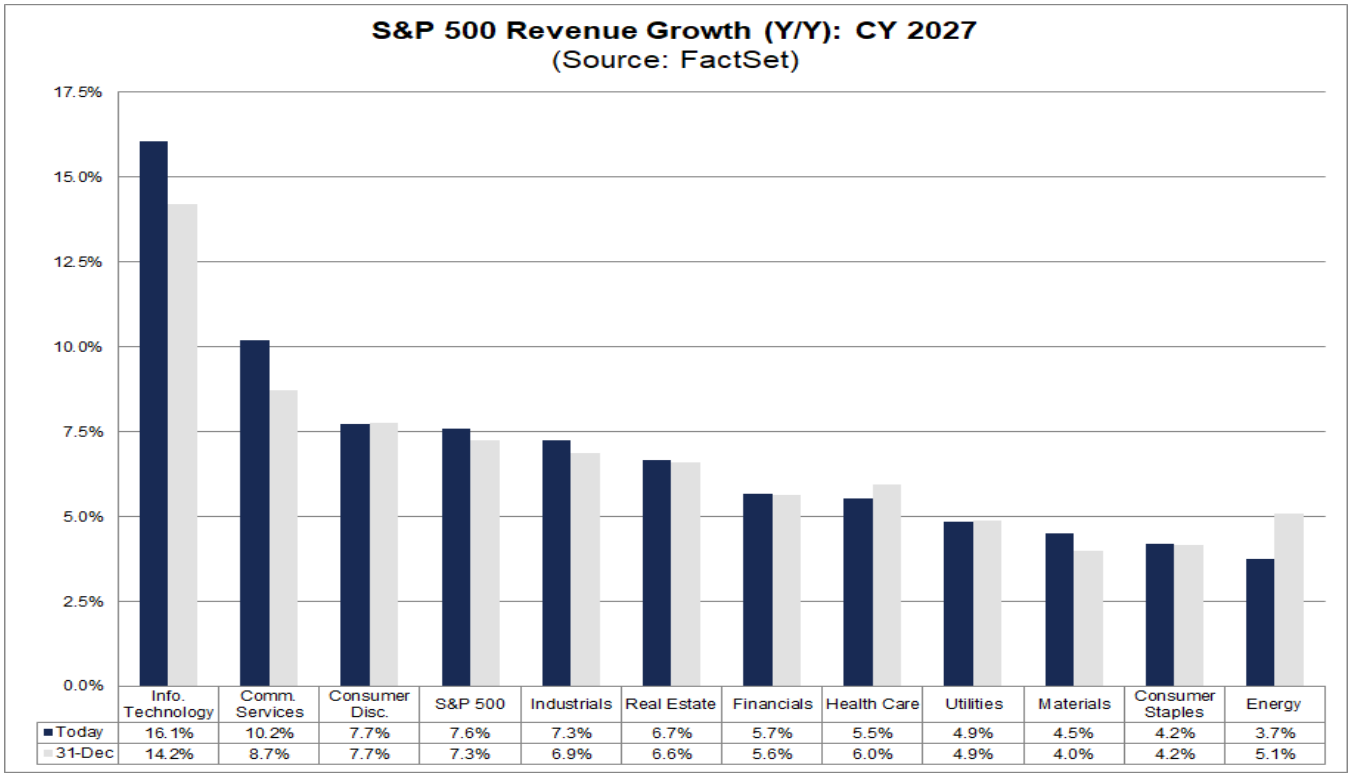
CY 2027: Growth



	Info. Technology	Consumer Disc.	S&P 500	Energy	Industrials	Comm. Services	Materials	Health Care	Financials	Utilities	Consumer Staples	Real Estate
Today	23.4%	17.1%	16.5%	16.3%	16.0%	15.8%	14.7%	14.1%	12.0%	9.6%	8.5%	6.9%
31-Dec	20.4%	17.7%	15.3%	20.1%	15.4%	14.0%	13.9%	12.6%	11.7%	9.1%	8.1%	7.1%



	Info. Technology	Comm. Services	Consumer Disc.	S&P 500	Industrials	Real Estate	Financials	Health Care	Utilities	Materials	Consumer Staples	Energy
Today	16.1%	10.2%	7.7%	7.6%	7.3%	6.7%	5.7%	5.5%	4.9%	4.5%	4.2%	3.7%
31-Dec	14.2%	8.7%	7.7%	7.3%	6.9%	6.6%	5.6%	6.0%	4.9%	4.0%	4.2%	5.1%

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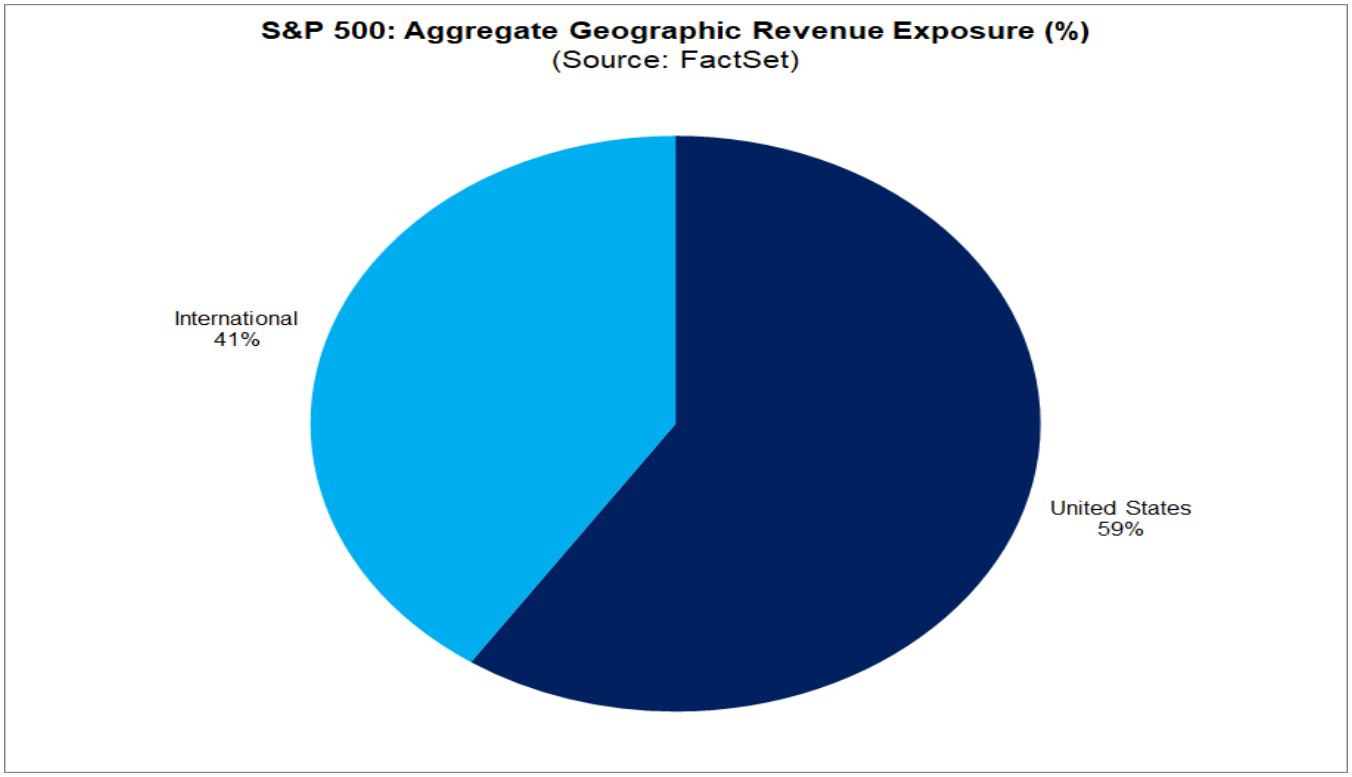
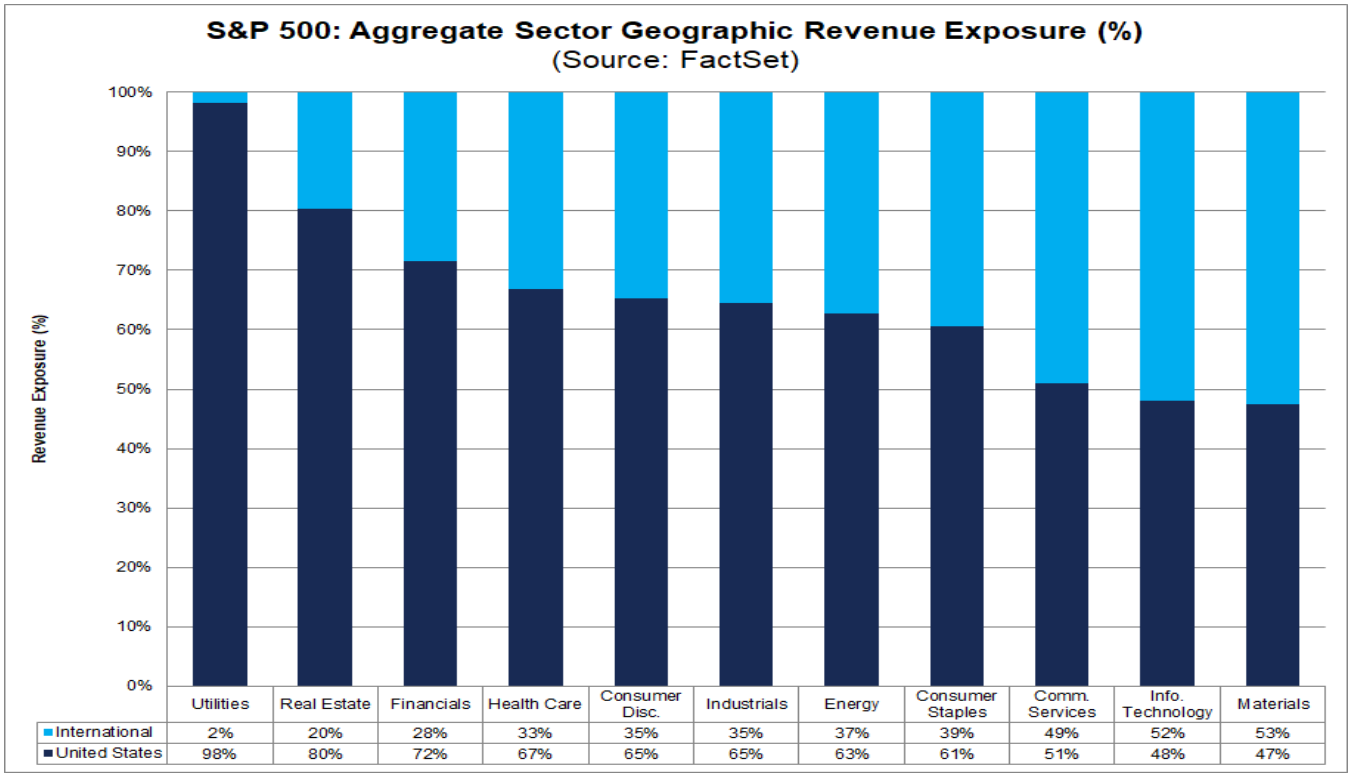
Geographic Revenue Exposure





	Utilities	Real Estate	Financials	Health Care	Consumer Disc.	Industrials	Energy	Consumer Staples	Comm. Services	Info. Technology	Materials
International	2%	20%	28%	33%	35%	35%	37%	39%	49%	52%	53%
United States	98%	80%	72%	67%	65%	65%	63%	61%	51%	48%	47%

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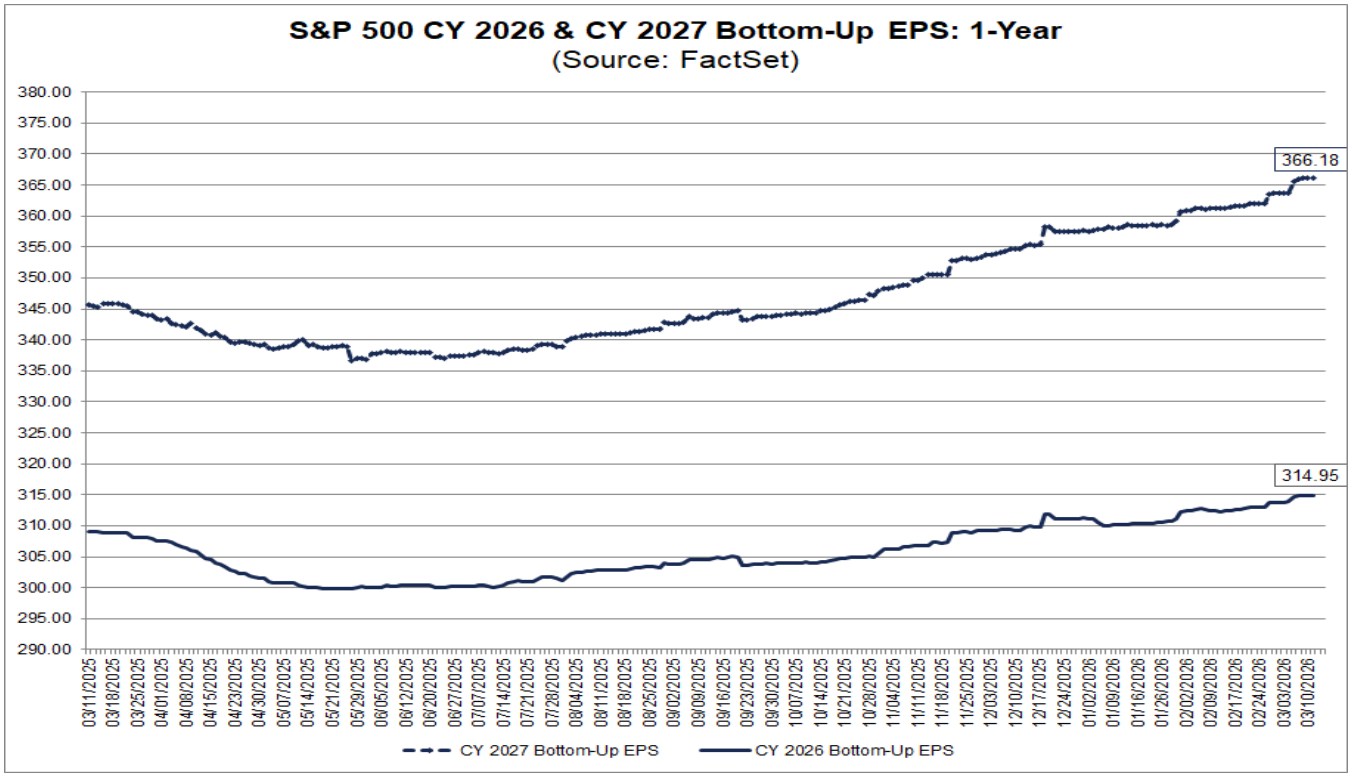
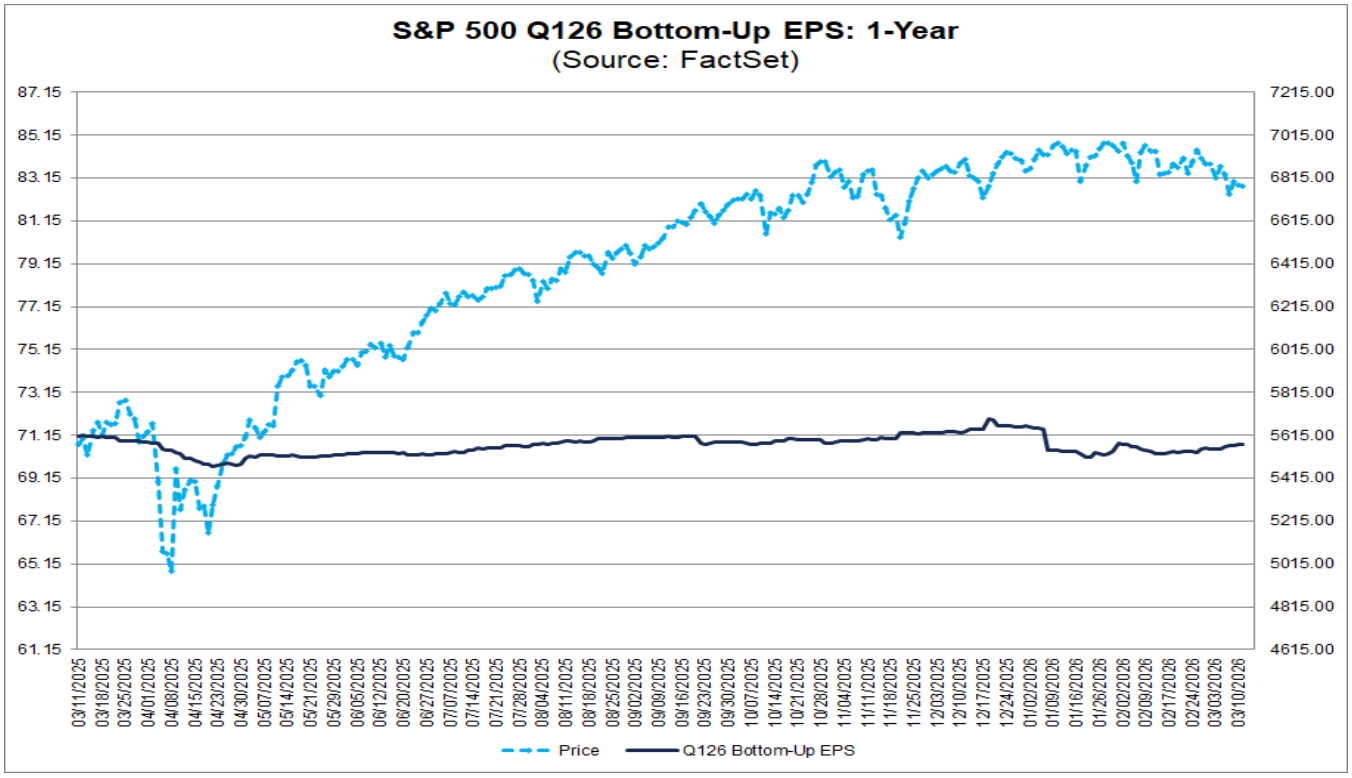
Bottom-Up EPS Estimates





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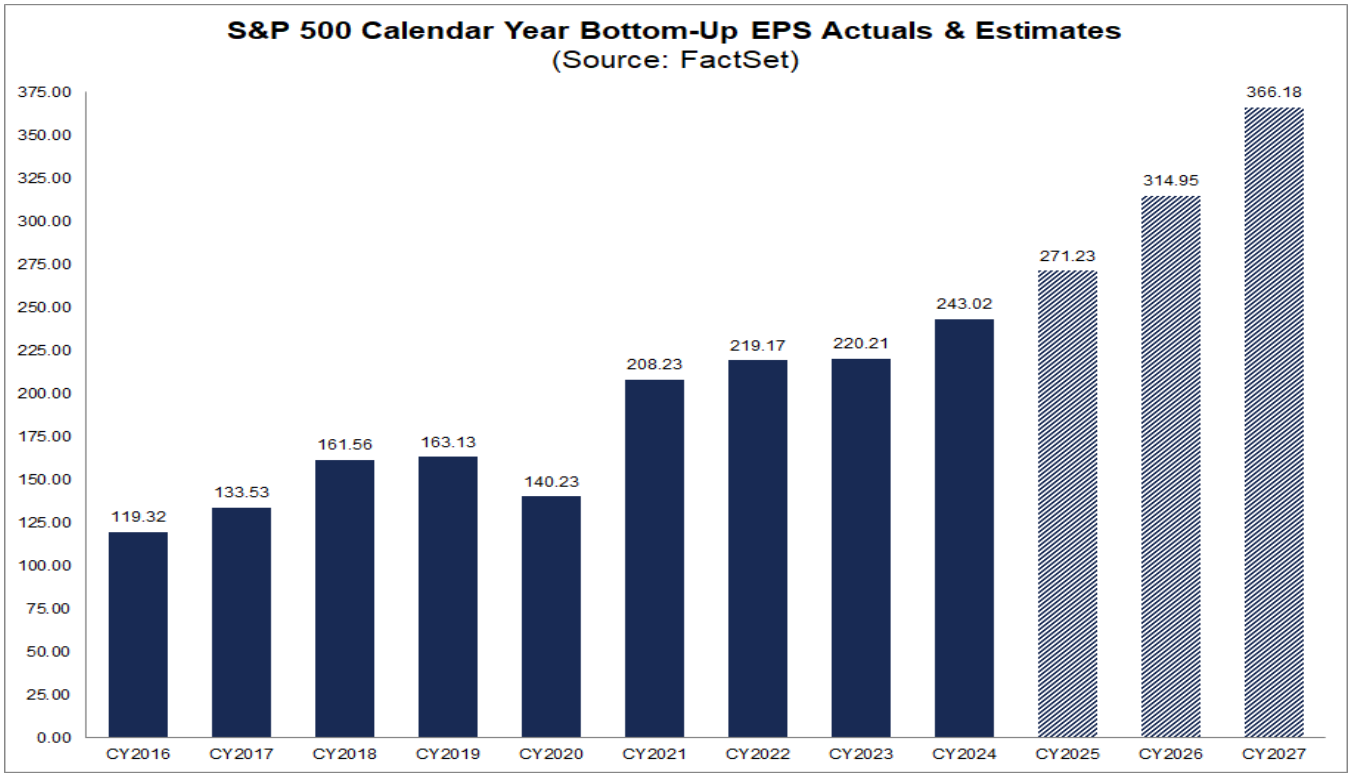
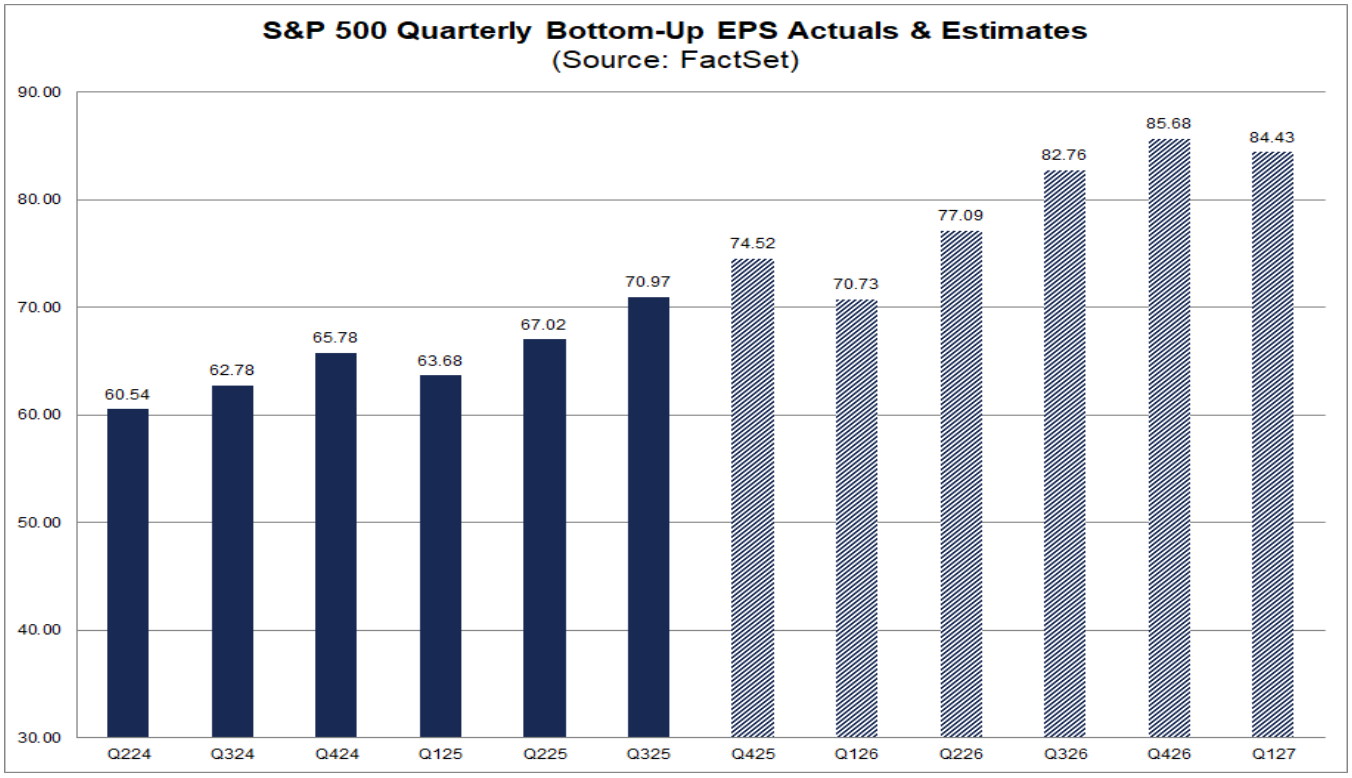
Bottom-Up EPS Estimates: Current & Historical





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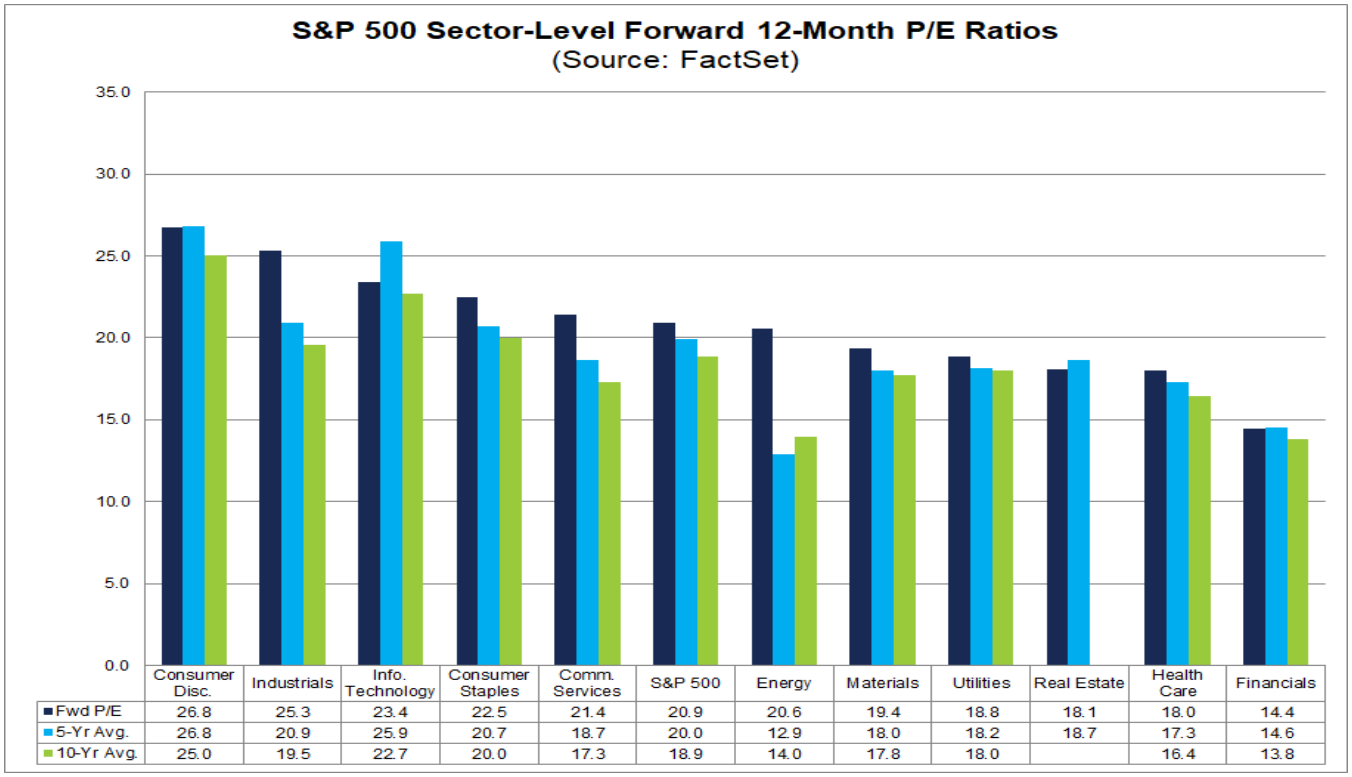
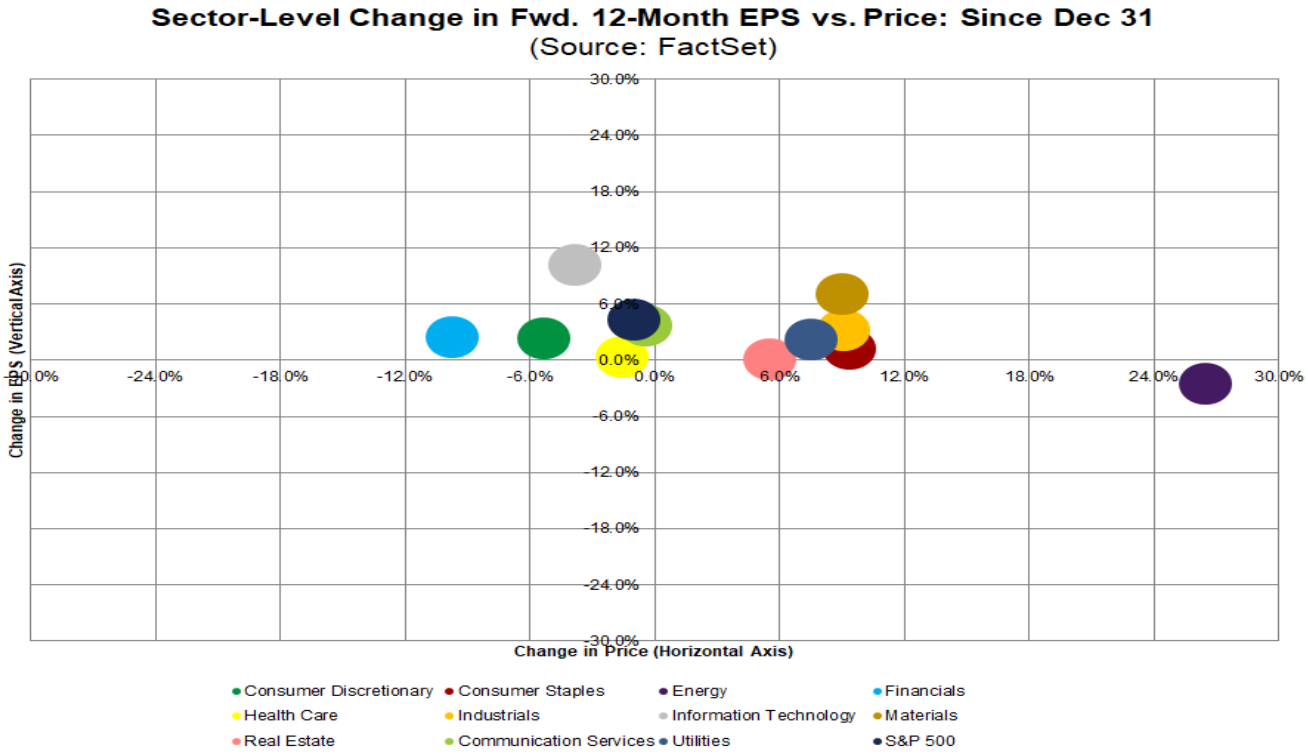
Forward 12M P/E Ratio: Sector Level



	Consumer Disc.	Industrials	Info. Technology	Consumer Staples	Comm. Services	S&P 500	Energy	Materials	Utilities	Real Estate	Health Care	Financials
Fwd P/E	26.8	25.3	23.4	22.5	21.4	20.9	20.6	19.4	18.8	18.1	18.0	14.4
5-Yr Avg.	26.8	20.9	25.9	20.7	18.7	20.0	12.9	18.0	18.2	18.7	17.3	14.6
10-Yr Avg.	25.0	19.5	22.7	20.0	17.3	18.9	14.0	17.8	18.0		16.4	13.8



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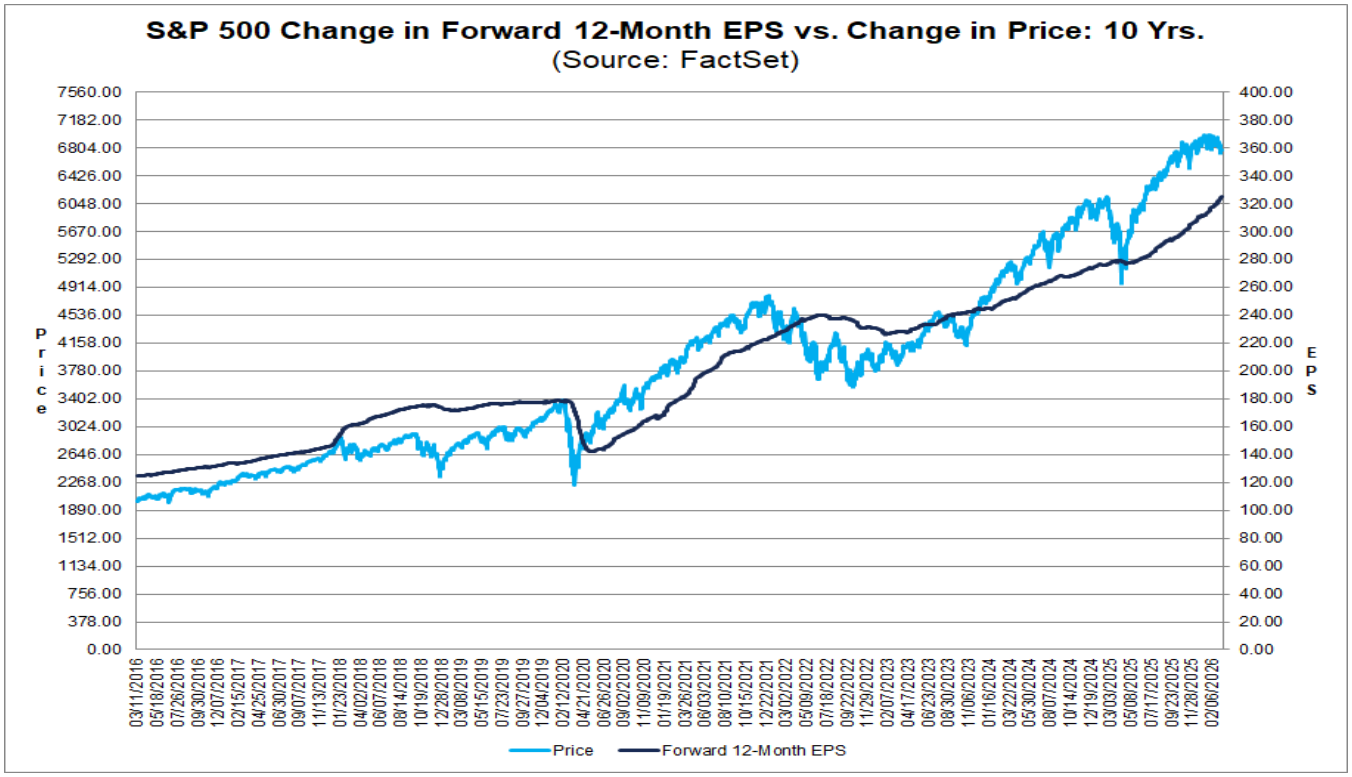
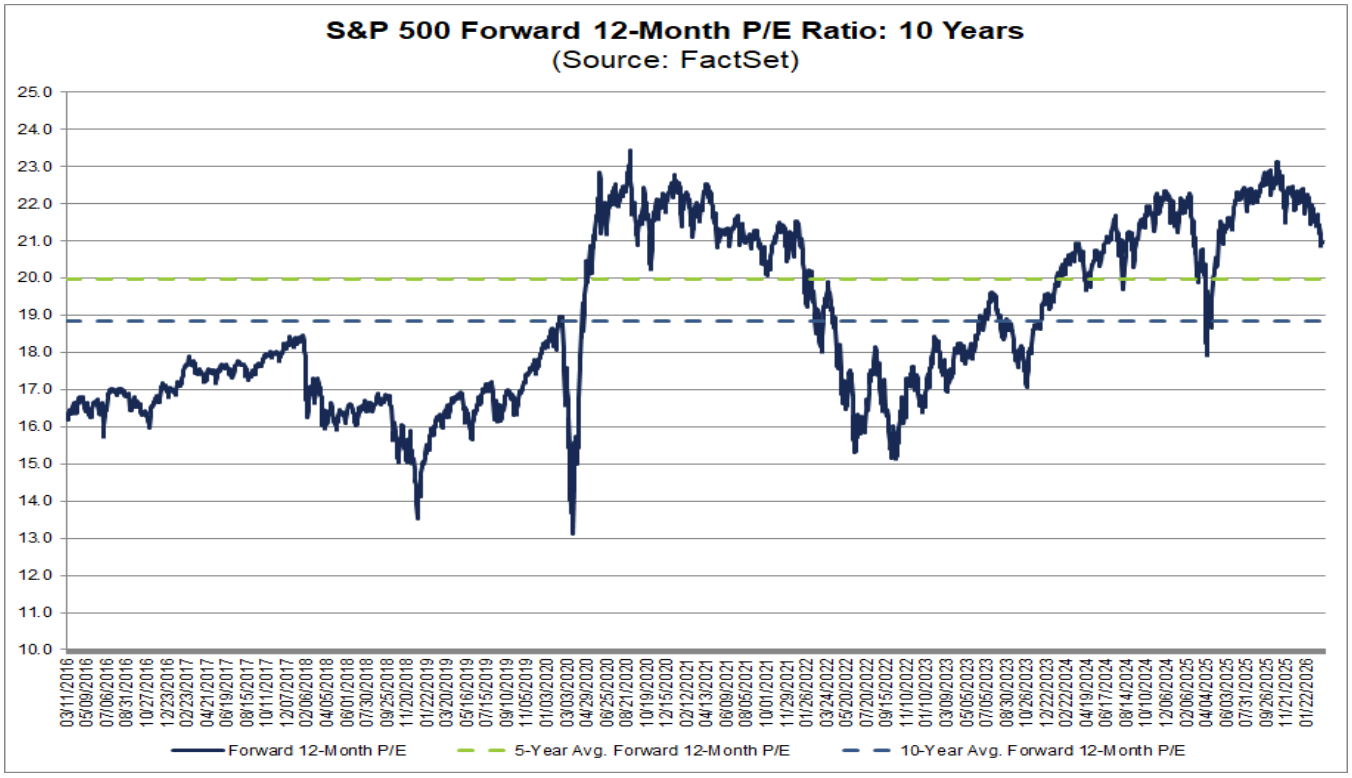
Forward 12M P/E Ratio: 10-Years





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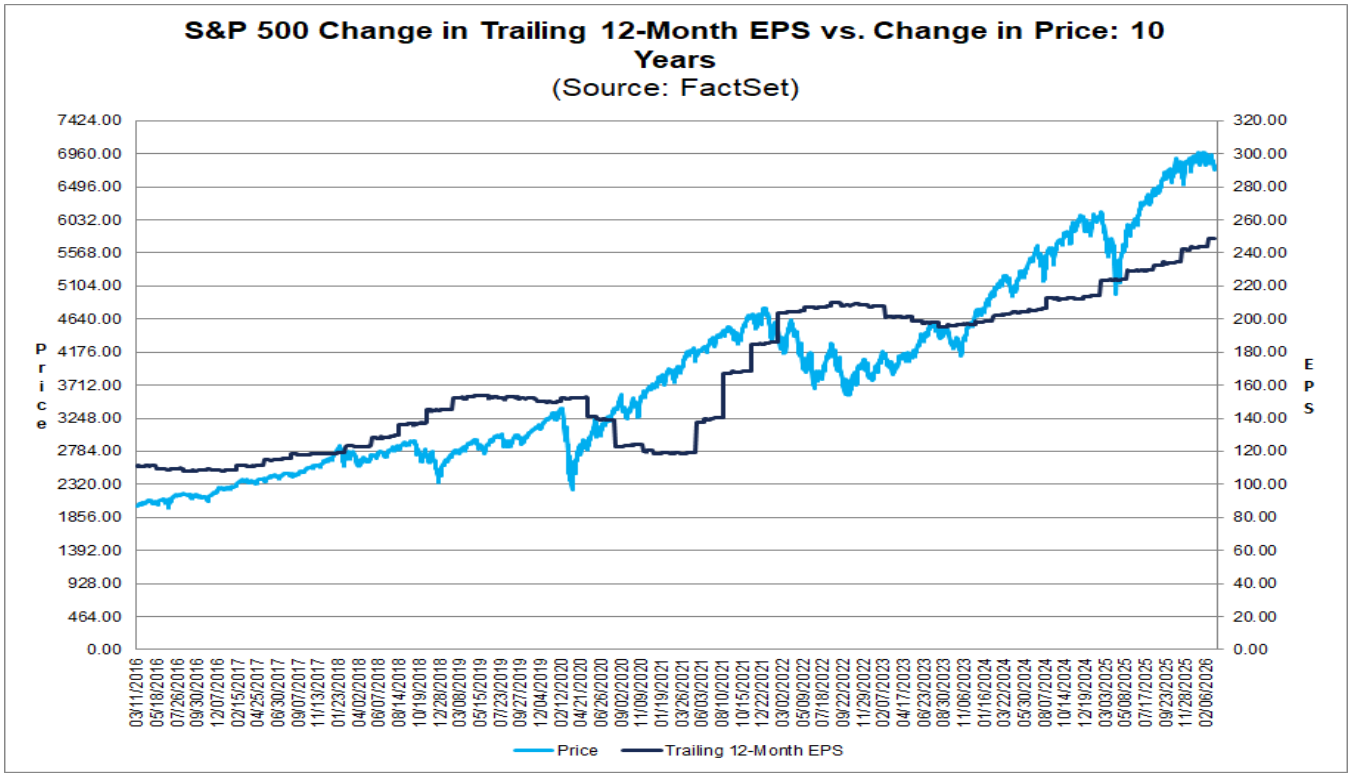
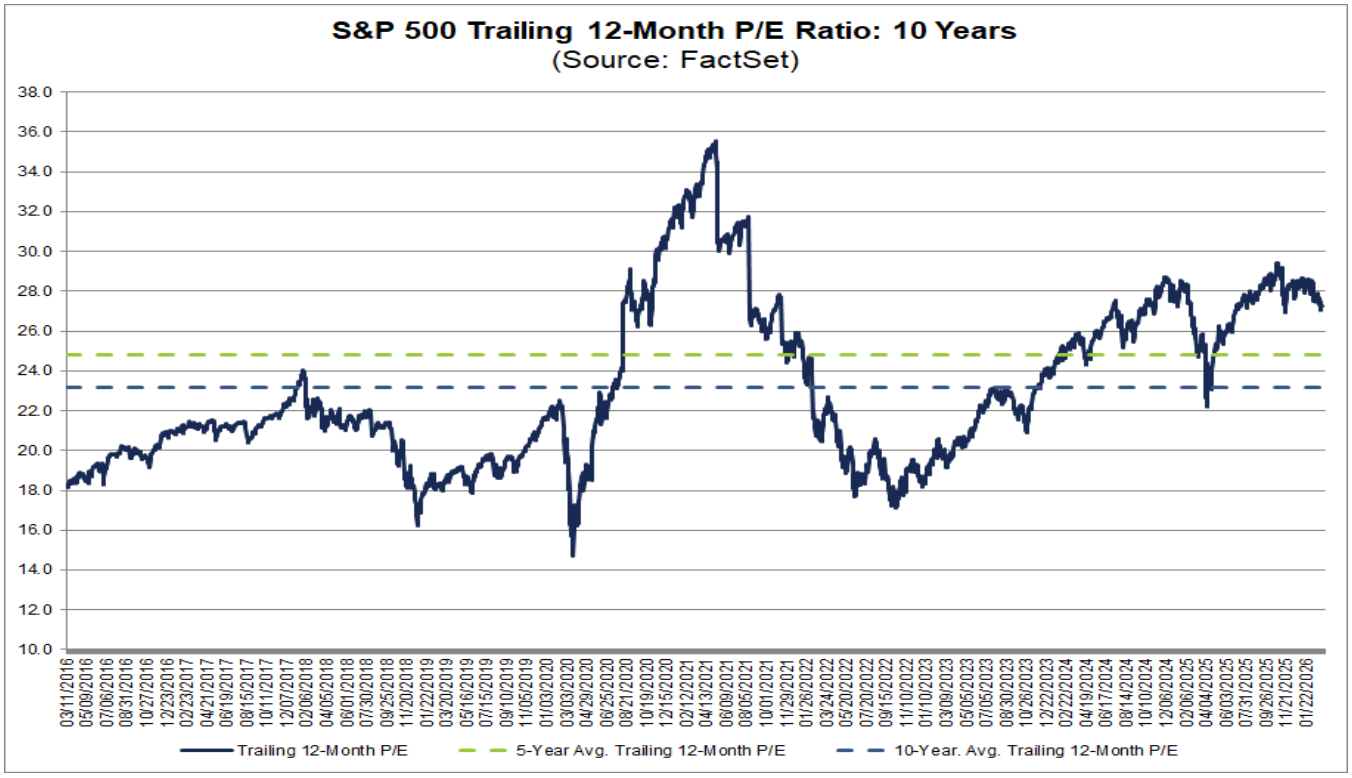
Trailing 12M P/E Ratio: 10-Years





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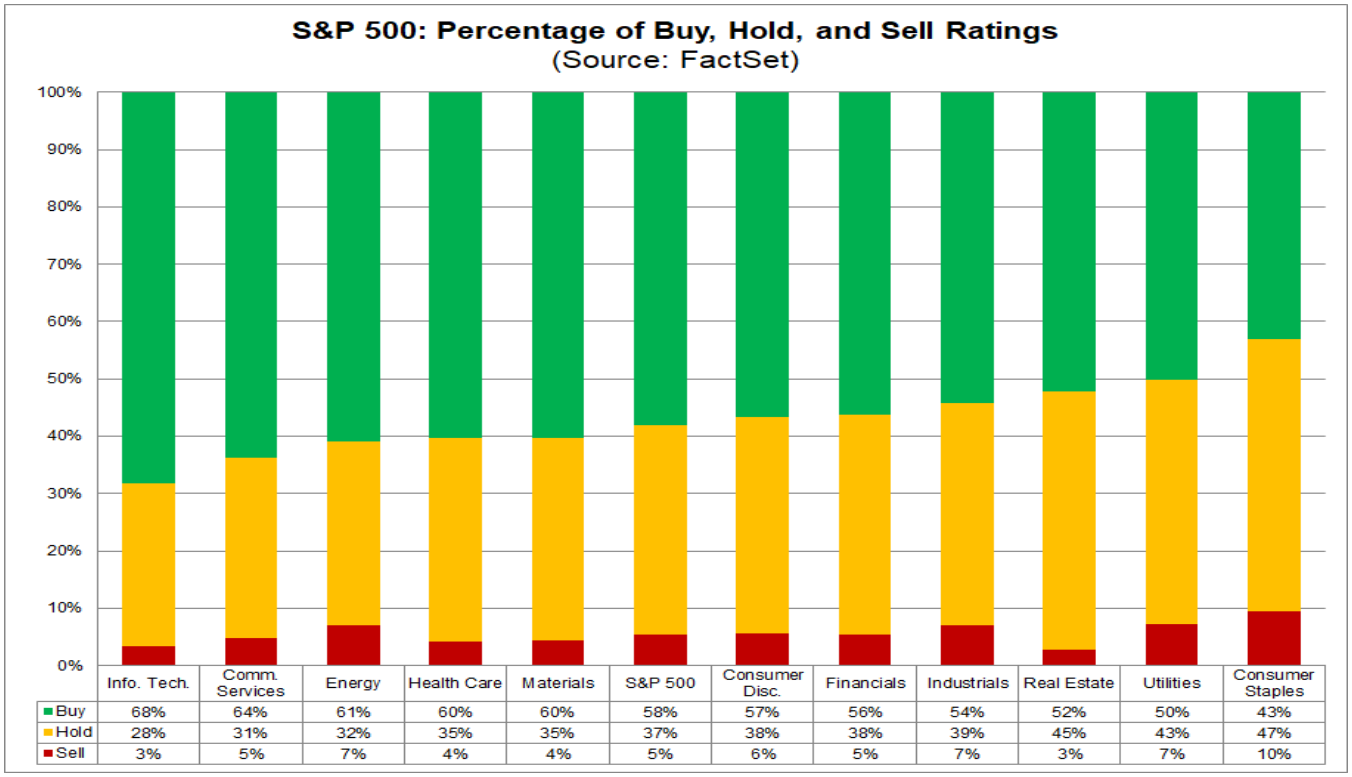
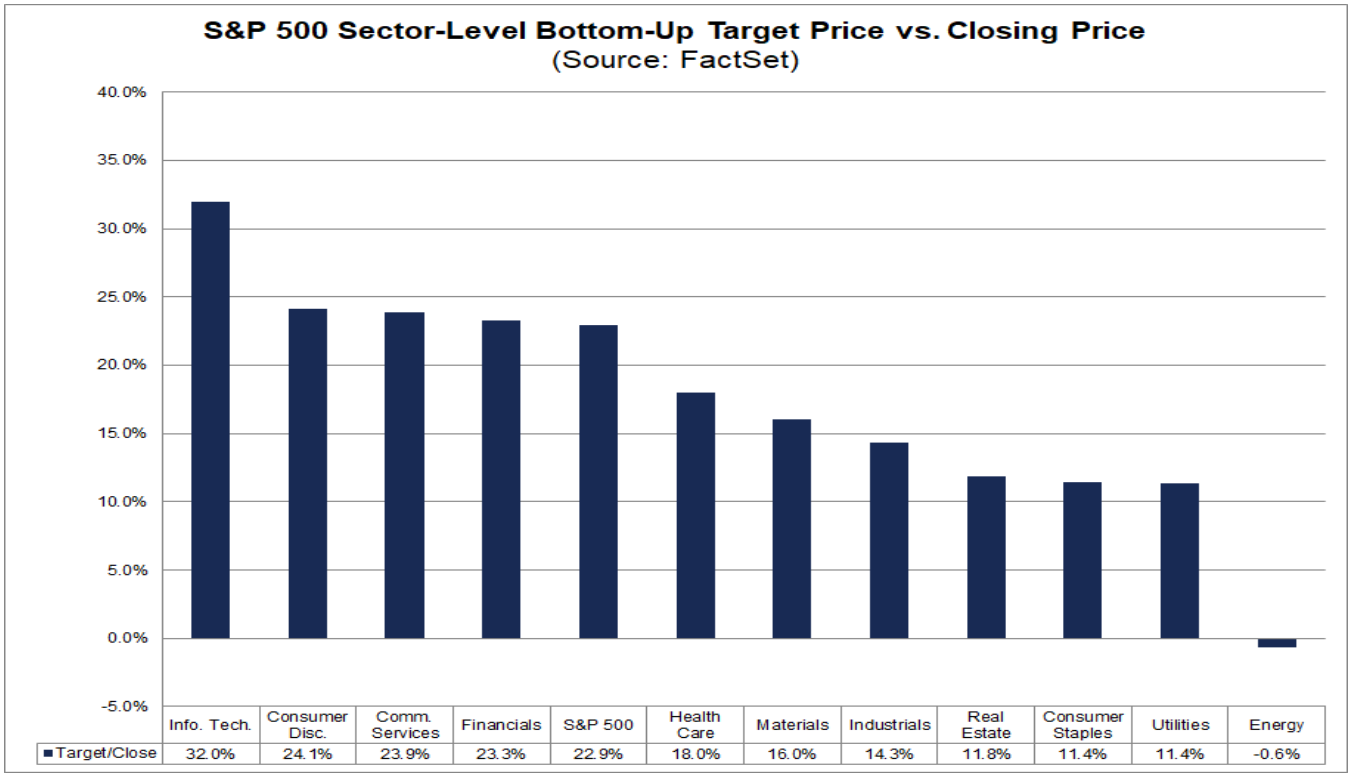
Targets & Ratings



	Info. Tech.	Comm. Services	Energy	Health Care	Materials	S&P 500	Consumer Disc.	Financials	Industrials	Real Estate	Utilities	Consumer Staples
Buy	68%	64%	61%	60%	60%	58%	57%	56%	54%	52%	50%	43%
Hold	28%	31%	32%	35%	35%	37%	38%	38%	39%	45%	43%	47%
Sell	3%	5%	7%	4%	4%	5%	6%	5%	7%	3%	7%	10%



	Info. Tech.	Consumer Disc.	Comm. Services	Financials	S&P 500	Health Care	Materials	Industrials	Real Estate	Consumer Staples	Utilities	Energy
Target/Close	32.0%	24.1%	23.9%	23.3%	22.9%	18.0%	16.0%	14.3%	11.8%	11.4%	11.4%	-0.6%

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