

Disclosures

The views of John Blank, PhD are not necessarily the views of Zacks Investment Research. Past performance is no guarantee of future results. Inherent in any investment is the potential for loss. This material is being provided for informational purposes only and nothing herein constitutes investment, legal, accounting or tax advice, or a recommendation to buy, sell or hold a security. No recommendation or advice is being given as to whether any investment is suitable for a particular investor. It should not be assumed that any investments in securities, companies, sectors or markets identified and described were or will be profitable. All information is current as of the date herein and is subject to change without notice. Any views or opinions expressed may not reflect those of the firm as a whole. Zacks Investment Research is not a licensed securities dealer, broker or US investment adviser or investment bank.

Zacks Midyear Equity Market Update

June 2024

Part One: **S&P500 Dynamics**

Part Two: **The Middle of 2024 Macroeconomic Setting**

Part Three: **Consumer Price Inflation and Bond Rates**

Presented by:

John Blank, PhD

Zacks Chief Equity Strategist and Economist

06/17/2024

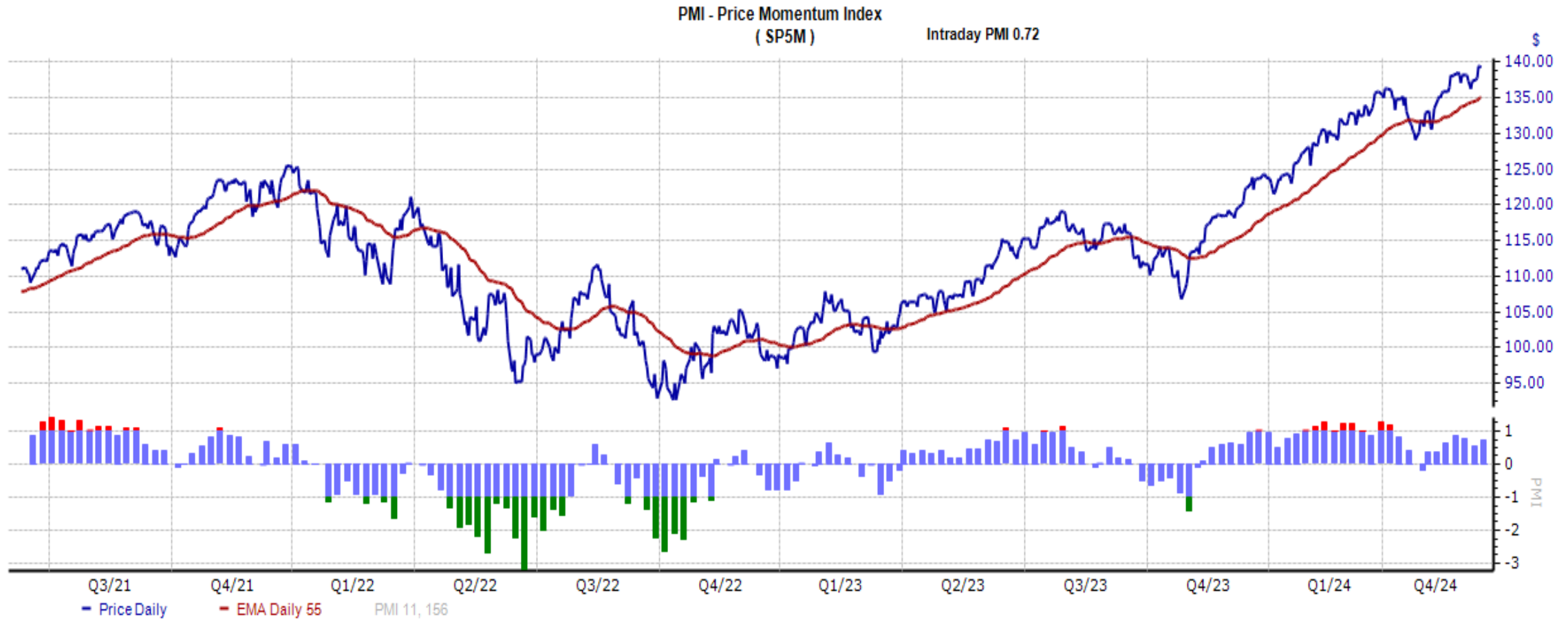


Part One: S&P500 Dynamics

What broad current conditions should traders and investors be made aware of?

Zacks S&P500 Price Momentum Index

Q2-2021 to Q2-2024



SPY Broad vs. S&P500 Growth

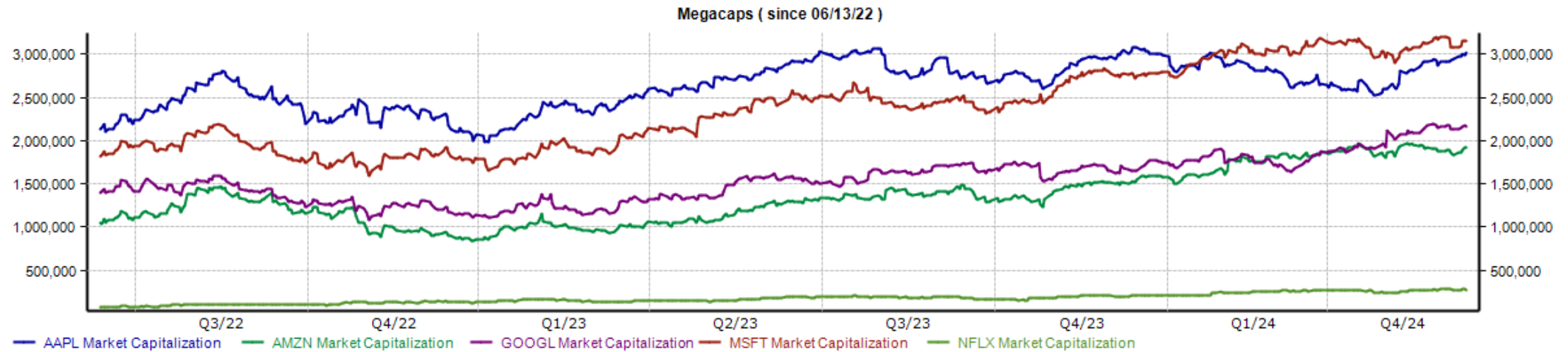
2014 to 2024



<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
SPGM Price	60.80	27.53	39.71	60.10	83.57%	6.25%	06-13-2014	06-07-2024
SPY Price	534.01	186.63	287.96	534.01	175.08%	10.63%	06-13-2014	06-07-2024

Megacaps (AAPL, AMZN, GOOGL, MSFT, NFLX)

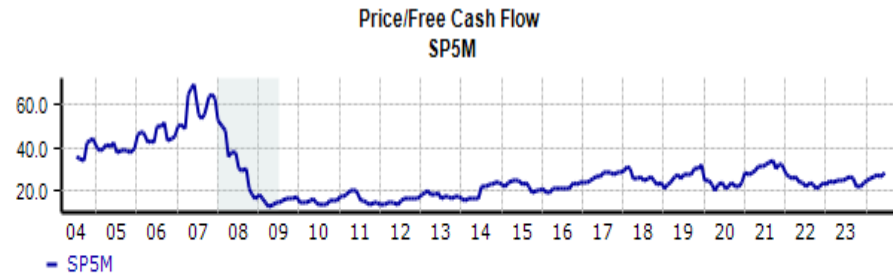
Q2-2022 to Q2-2024



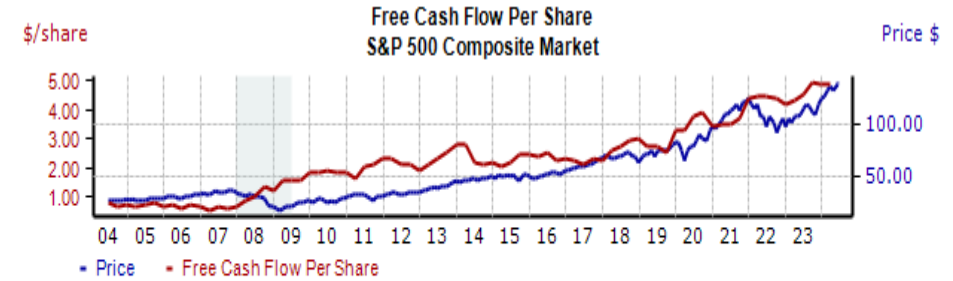
<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>SD</u>	<u>ED</u>
AAPL Market Capitalization	,081,156.00	,978,060.00	,667,508.00	,019,127.00	06-13-2022	06-07-2024
AMZN Market Capitalization	,972,056.00	834,699.00	,318,052.00	,917,941.00	06-13-2022	06-07-2024
GOOGL Market Capitalization	,197,871.00	,079,835.00	,553,168.00	,155,977.00	06-13-2022	06-07-2024
MSFT Market Capitalization	,199,756.00	,597,556.00	,378,899.50	,150,183.00	06-13-2022	06-07-2024
NFLX Market Capitalization	282,076.00	74,433.70	166,623.00	276,410.00	06-13-2022	06-07-2024

Zacks S&P500 Market Weight Cash Flow Analysis

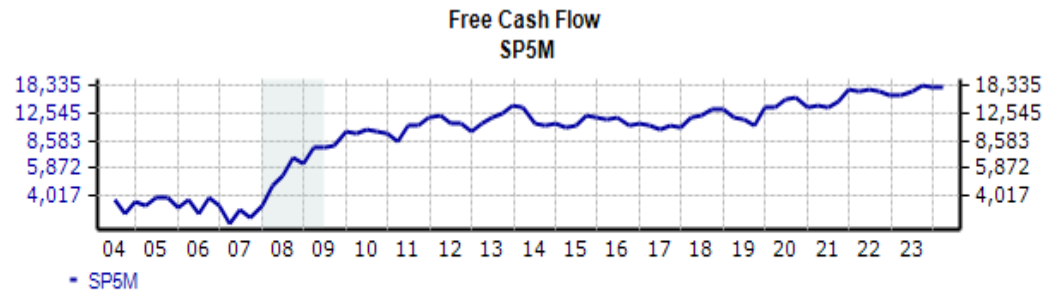
June 2004 to June 2024



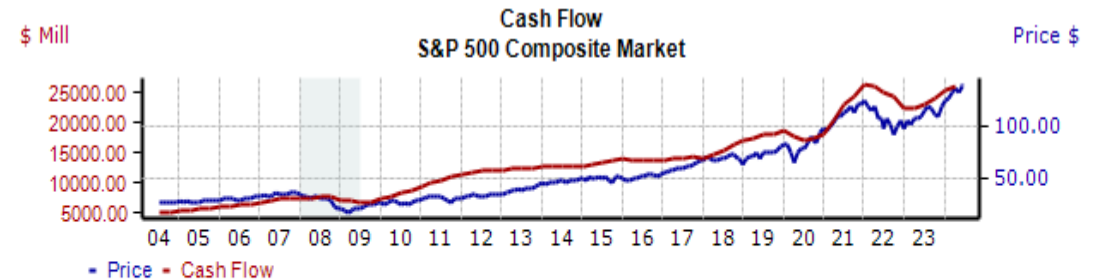
Title	HI	LO	MD	CU	SD	ED
S&P 500 Composite Market	69.24	13.09	24.29	28.65	06-30-2004	06-07-2024



Title	HI	LO	MD	CU	SD	ED
Free Cash Flow Per Share	4.93	0.53	2.22	4.86	06-30-2004	03-31-2024
Price	139.20	18.80	47.86	139.20	06-30-2004	06-07-2024



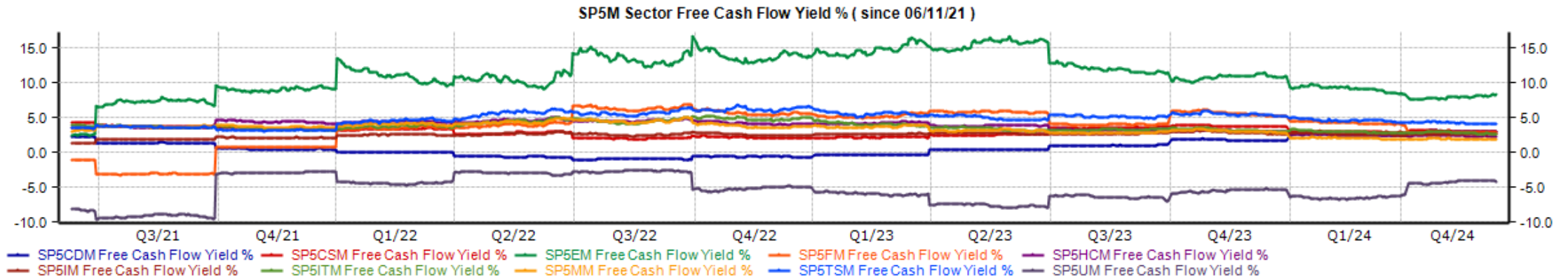
Title	HI	LO	MD	CU	CR	AR	SD	ED
S&P 500 Composite Market	18,335.30	2,748.40	10,783.00	17,866.70	362.04%	7.94%	06-30-2004	03-31-2024



Title	HI	LO	MD	CU	SD	ED
Cash Flow	26,245.70	5,063.80	12,663.25	26,027.60	06-30-2004	03-31-2024
Price	139.20	18.80	47.86	139.20	06-30-2004	06-07-2024

S&P500 Sector Free Cash Flow Yield

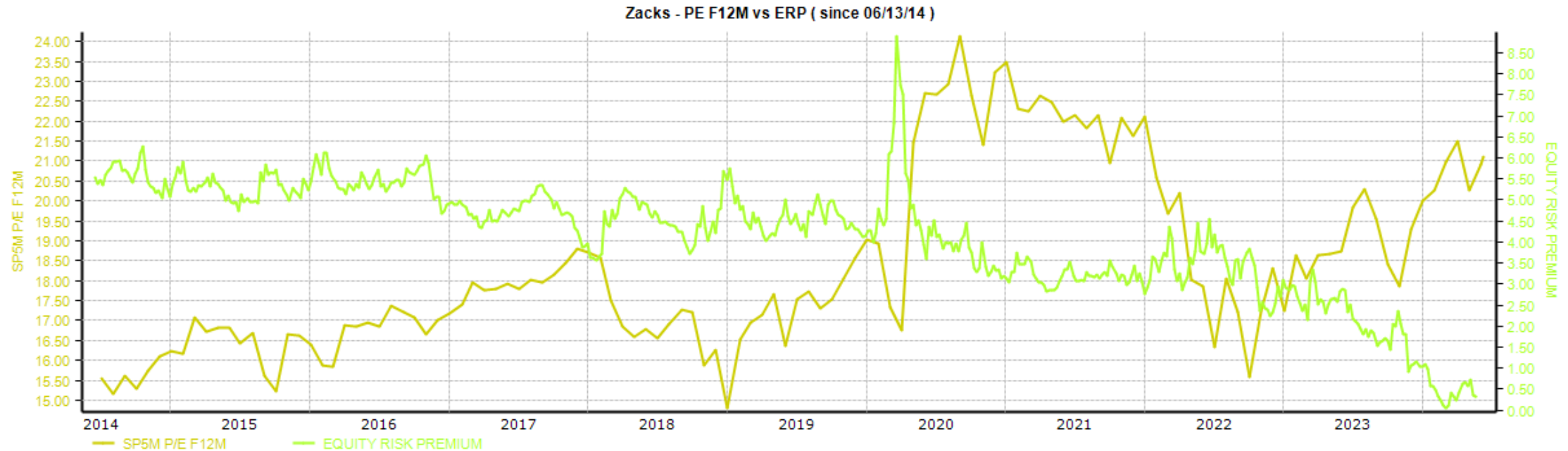
2021 to 2024 - Quarterly



Title	HI	LO	MD	CU	SD	ED
S&P 500 Cons Discr Market Free Cash Flow Yield %	3.12%	-1.08%	0.43%	2.98%	06-11-2021	06-07-2024
S&P 500 Cons Stapl Market Free Cash Flow Yield %	4.31%	1.89%	3.00%	2.97%	06-11-2021	06-07-2024
S&P 500 Energy Market Free Cash Flow Yield %	16.59%	2.46%	10.91%	8.23%	06-11-2021	06-07-2024
S&P 500 Financials Market Free Cash Flow Yield %	6.90%	-3.21%	4.10%	2.75%	06-11-2021	06-07-2024
S&P 500 Health Care Market Free Cash Flow Yield %	4.99%	2.27%	3.94%	2.27%	06-11-2021	06-07-2024
S&P 500 Industrials Market Free Cash Flow Yield %	3.13%	1.29%	2.58%	2.65%	06-11-2021	06-07-2024
S&P 500 Info Tech Market Free Cash Flow Yield %	5.24%	2.59%	3.58%	2.59%	06-11-2021	06-07-2024
S&P 500 Materials Market Free Cash Flow Yield %	5.00%	1.87%	3.57%	1.94%	06-11-2021	06-07-2024
S&P 500 Telecomm Market Free Cash Flow Yield %	6.81%	3.05%	5.00%	4.03%	06-11-2021	06-07-2024
S&P 500 Utilities Market Free Cash Flow Yield %	-2.54%	-9.56%	-5.38%	-4.15%	06-11-2021	06-07-2024

Zacks PE F12M vs. ERP (S&P500 Market Weight Index)

2014 to 2024



<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
S&P 500 Composite Market P/E F12	24.14	14.80	17.78	21.13			06-30-2014	06-07-2024
EQUITY RISK PREMIUM	8.90	0.05	4.43	0.33	-94.03%	-24.65%	06-13-2014	05-17-2024

Zacks Value View: For the S&P500 Market Weight Index

20 Year Timeline: 2004 to 2024

P/E - TTM BNRI
SP5M



Title	HI	LO	MD	CU	SD	ED
S&P 500 Composite Market	28.23	10.89	17.60	24.36	06-30-2004	06-07-2024

P/E - F1
SP5M



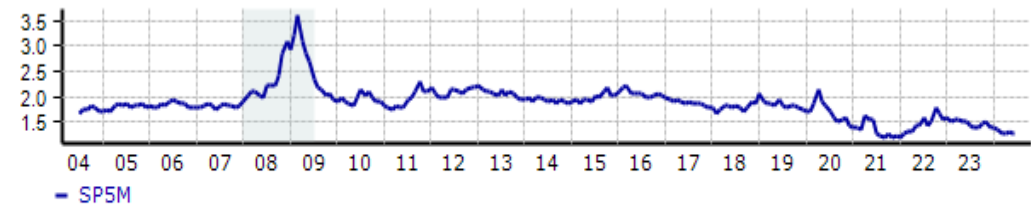
Title	HI	LO	MD	CU	SD	ED
S&P 500 Composite Market	28.90	11.45	18.84	22.39	06-30-2004	06-07-2024

Price / Book
SP5M



Title	HI	LO	MD	CU	SD	ED
S&P 500 Composite Market	7.31	3.21	4.97	6.45	06-30-2004	06-07-2024

Dividend Yield %
SP5M

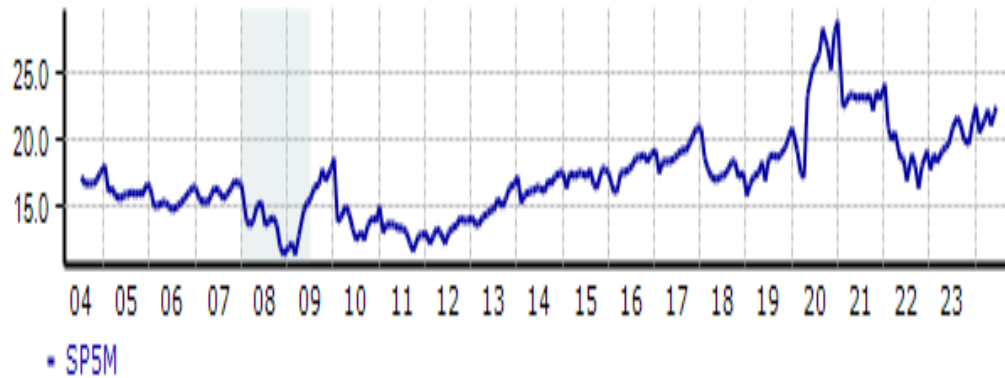


Title	HI	LO	MD	CU	SD	ED
S&P 500 Composite Market	3.61%	1.20%	1.87%	1.27%	06-30-2004	06-07-2024

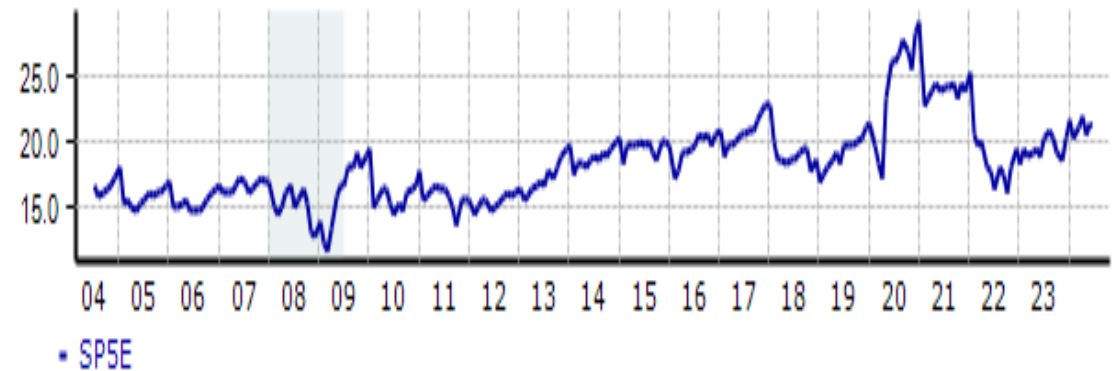
S&P500 Market Weight (Right) vs. S&P500 Equal Weight (Left)

2004 to 2024 Timeline

P/E - F1
SP5M



P/E - F1
SP5E

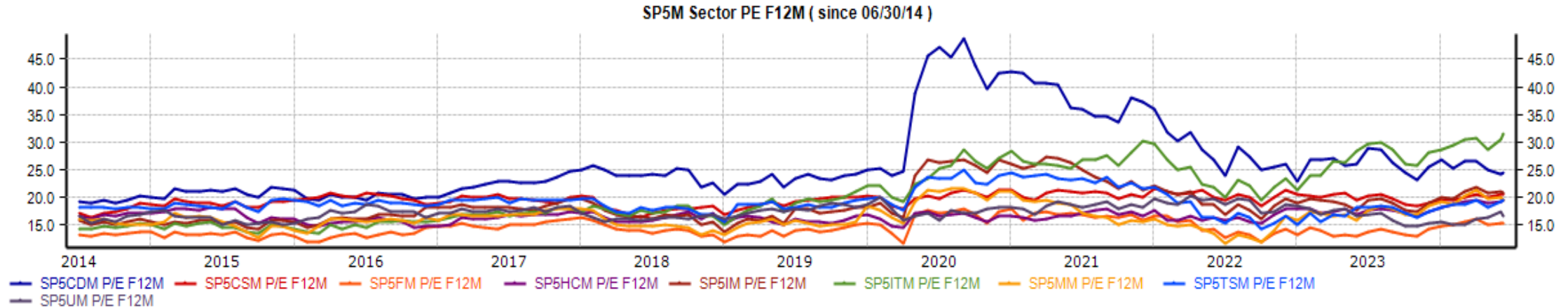


<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>SD</u>	<u>ED</u>
<u>S&P 500 Composite Market</u>	28.90	11.45	16.84	22.39	06-30-2004	06-07-2024

<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>SD</u>	<u>ED</u>
<u>S&P 500 Composite Equal</u>	29.06	11.55	17.96	21.12	06-30-2004	06-07-2024

S&P500 Sector PE F12M Ratios

June 2014 to June 2024

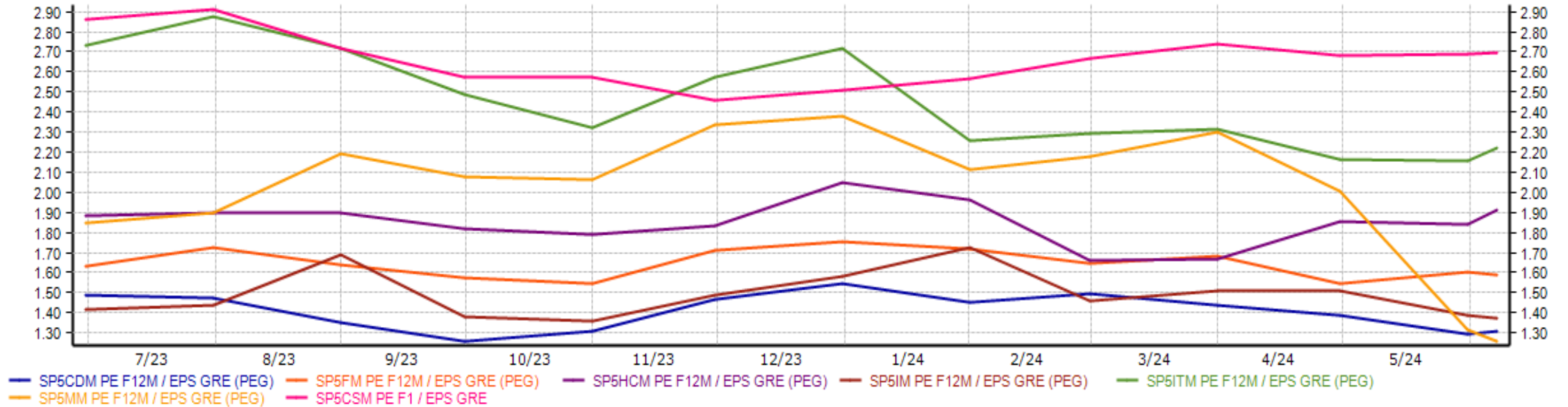


<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>SD</u>	<u>ED</u>
<u>S&P 500 Cons Discr Market P/E F12M</u>	48.77	18.93	24.14	24.52	06-30-2014	06-07-2024
<u>S&P 500 Cons Stapl Market P/E F12M</u>	21.67	16.46	19.87	20.53	06-30-2014	06-07-2024
<u>S&P 500 Financials Market P/E F12M</u>	18.03	11.84	14.18	15.31	06-30-2014	06-07-2024
<u>S&P 500 Health Care Market P/E F12M</u>	19.60	14.48	16.61	19.57	06-30-2014	06-07-2024
<u>S&P 500 Industrials Market P/E F12M</u>	27.39	13.88	18.14	20.80	06-30-2014	06-07-2024
<u>S&P 500 Info Tech Market P/E F12M</u>	31.51	13.57	19.20	31.51	06-30-2014	06-07-2024
<u>S&P 500 Materials Market P/E F12M</u>	21.63	11.73	16.17	19.64	06-30-2014	06-07-2024
<u>S&P 500 Telecomm Market P/E F12M</u>	25.13	14.22	18.77	19.57	06-30-2014	06-07-2024
<u>S&P 500 Utilities Market P/E F12M</u>	20.44	14.81	17.36	16.81	06-30-2014	06-07-2024

S&P500 Sector PEG Ratios

June 2023 to June 2024

SP5M Sector PEG (since 06/30/23)

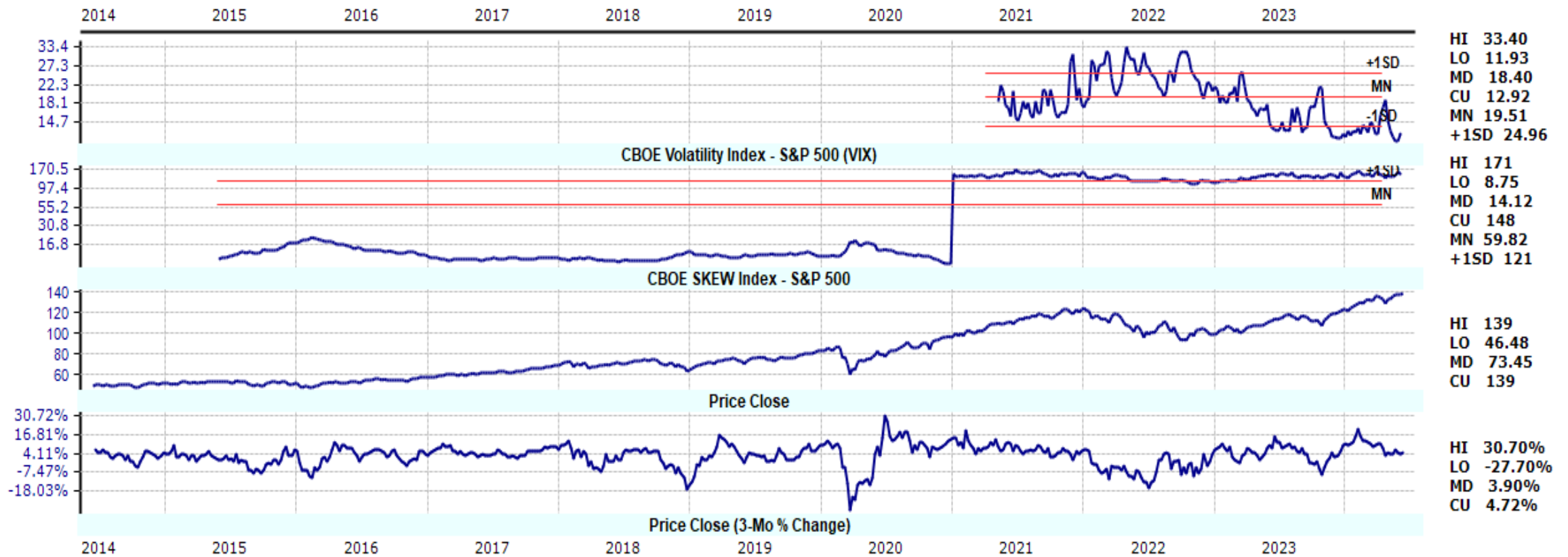


Title	HI	LO	MD	CU	SD	ED
S&P 500 Cons Discr Market PE F12M / EPS GRE (PEG)	1.55	1.26	1.44	1.31	06-30-2023	06-07-2024
S&P 500 Financials Market PE F12M / EPS GRE (PEG)	1.76	1.54	1.64	1.59	06-30-2023	06-07-2024
S&P 500 Health Care Market PE F12M / EPS GRE (PEG)	2.05	1.66	1.85	1.91	06-30-2023	06-07-2024
S&P 500 Industrials Market PE F12M / EPS GRE (PEG)	1.73	1.36	1.46	1.37	06-30-2023	06-07-2024
S&P 500 Info Tech Market PE F12M / EPS GRE (PEG)	2.87	2.15	2.32	2.22	06-30-2023	06-07-2024
S&P 500 Materials Market PE F12M / EPS GRE (PEG)	2.38	1.26	2.08	1.26	06-30-2023	06-07-2024
S&P 500 Cons Stapl Market PE F1 / EPS GRE	2.91	2.46	2.68	2.69	06-30-2023	06-07-2024

Zacks Price Volatility – VIX and SKEW

2014 to 2024

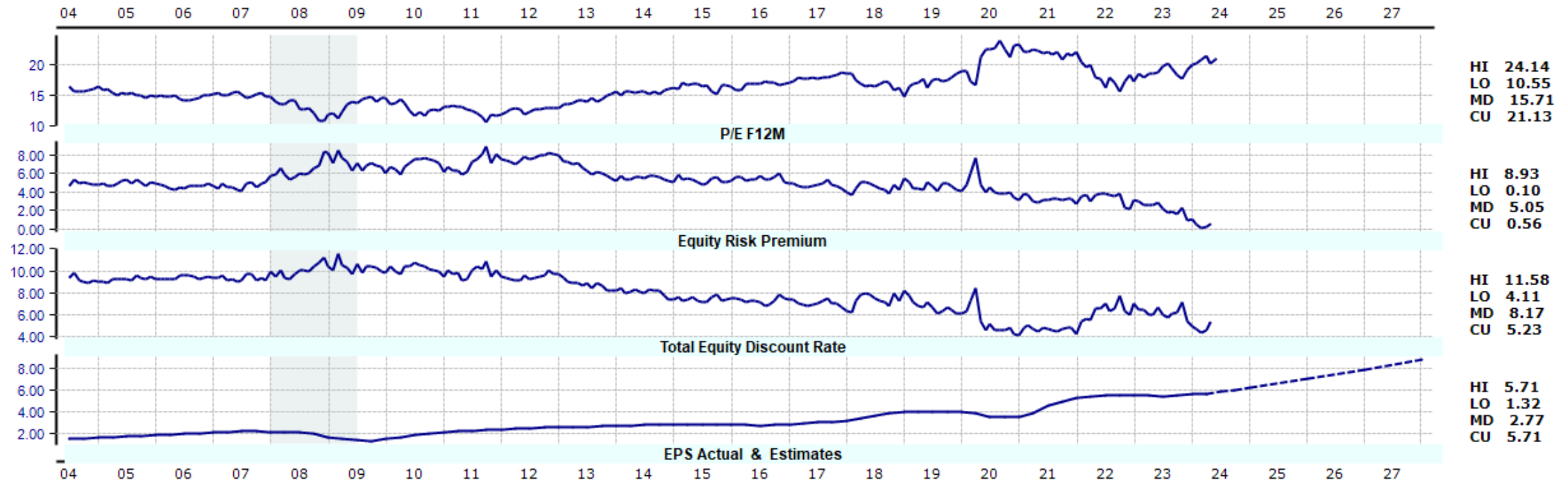
Zacks - Price Volatility - VIX and SKEW
S&P 500 Composite Market, Price: \$139.20



Zacks Equity Risk Premium: Equity Risk Premium is at 0.56 (LOW)

2004 to 2024

Zacks - Equity Risk Premium
S&P 500 Composite Market, Price: \$139.20



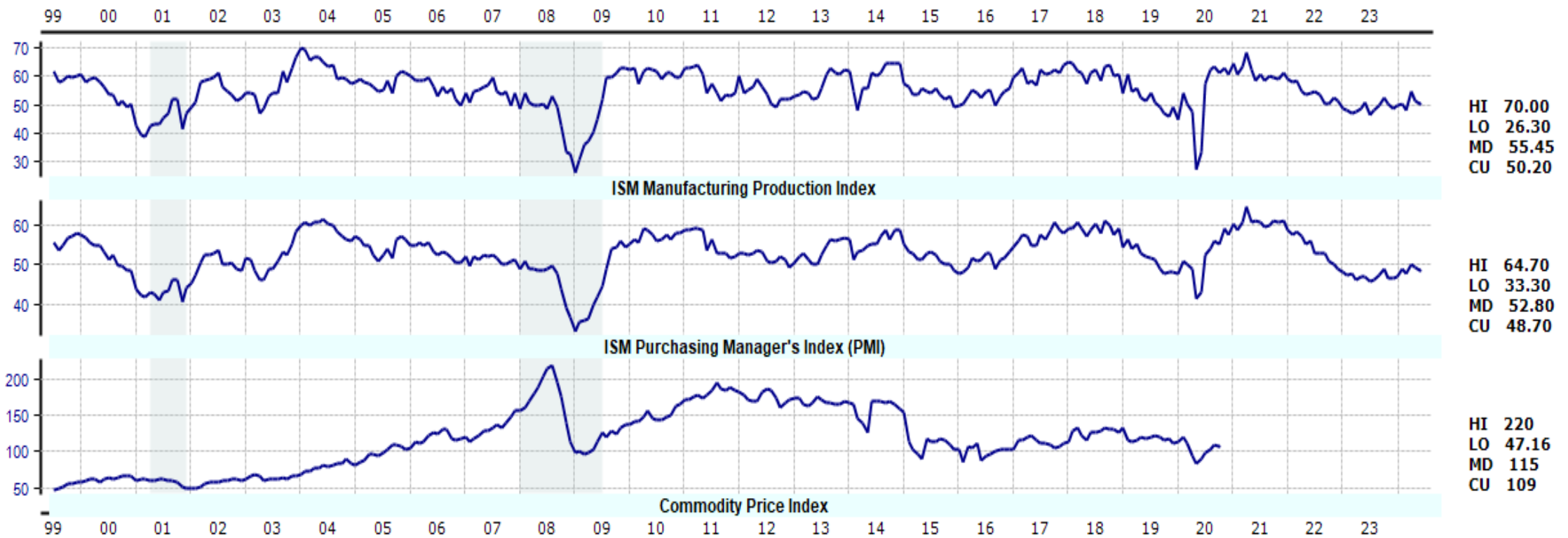
Part Two: The Middle of 2024 U.S. Macroeconomic Setting

What broad current conditions should traders and investors be made aware of?

Zacks Overall Economic Activity - PMIs

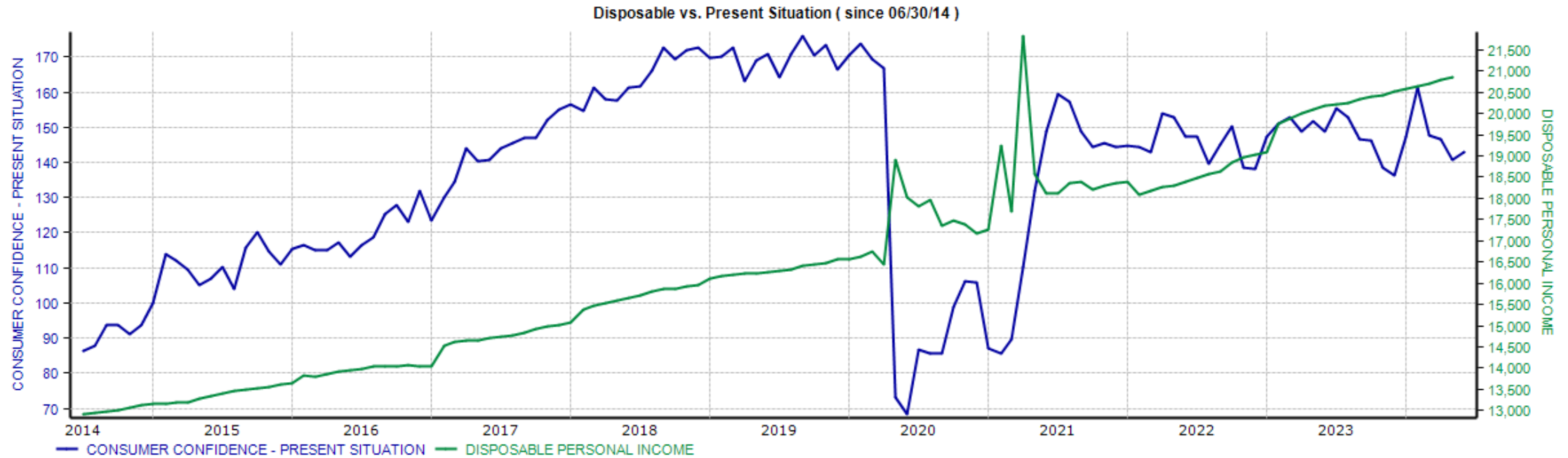
1999 to 2024: 25 Years

Zacks - Overall Economic Activity I



Disposable Income vs. Consumer Confidence Present Situation

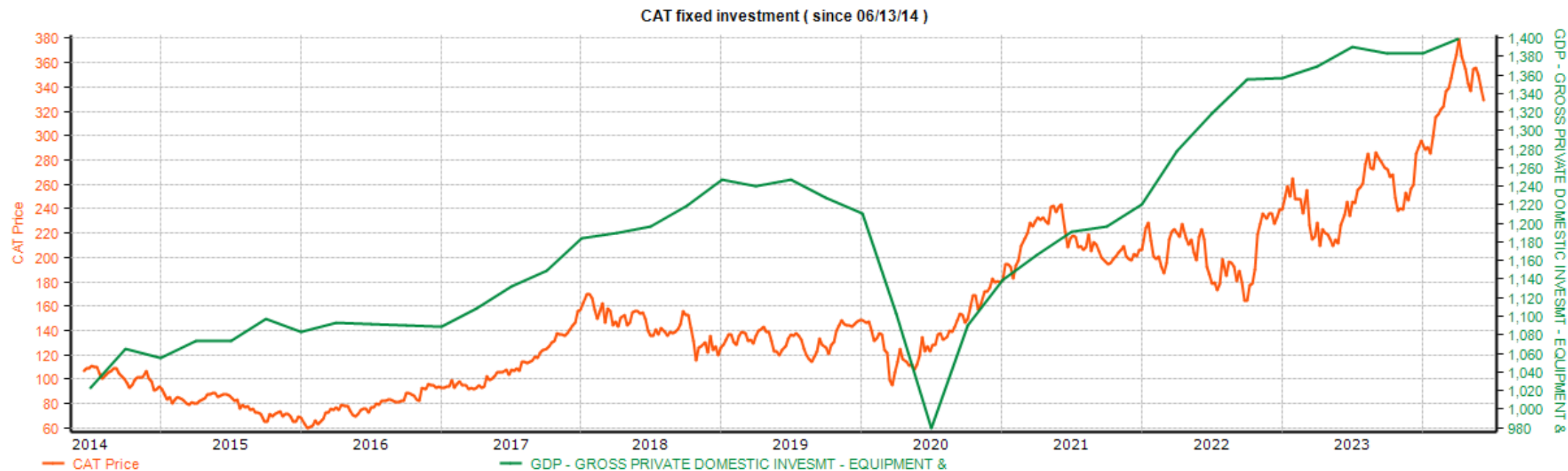
2014 to 2024



<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
CONSUMER CONFIDENCE - PRESENT SITUAT	176.00	68.40	144.45	143.10	65.82%	5.21%	06-30-2014	05-31-2024
DISPOSABLE PERSONAL INCOME	21,826.60	12,917.80	16,248.40	20,846.60	61.38%	4.97%	06-30-2014	04-30-2024

Gross Private Domestic Investment – Equipment vs. CAT

2014 to 2024

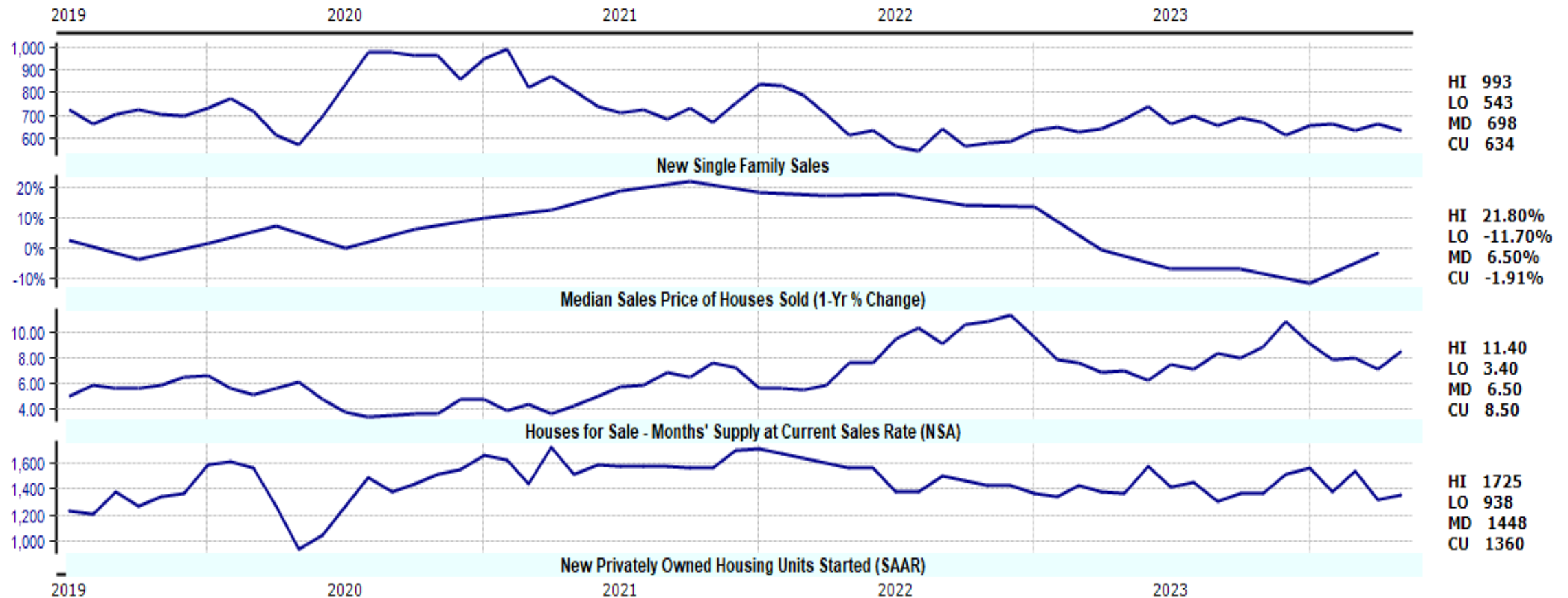


<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
CAT Price	379.30	59.87	138.40	328.94	208.08%	11.89%	06-13-2014	06-07-2024
GDP - GROSS PRIVATE DOMESTIC INVESMT - EQUIPME	1,398.70	979.40	1,186.60	1,398.70	36.70%	3.25%	06-30-2014	03-31-2024

Zacks Housing Indicators

June 2024

Housing Indicators



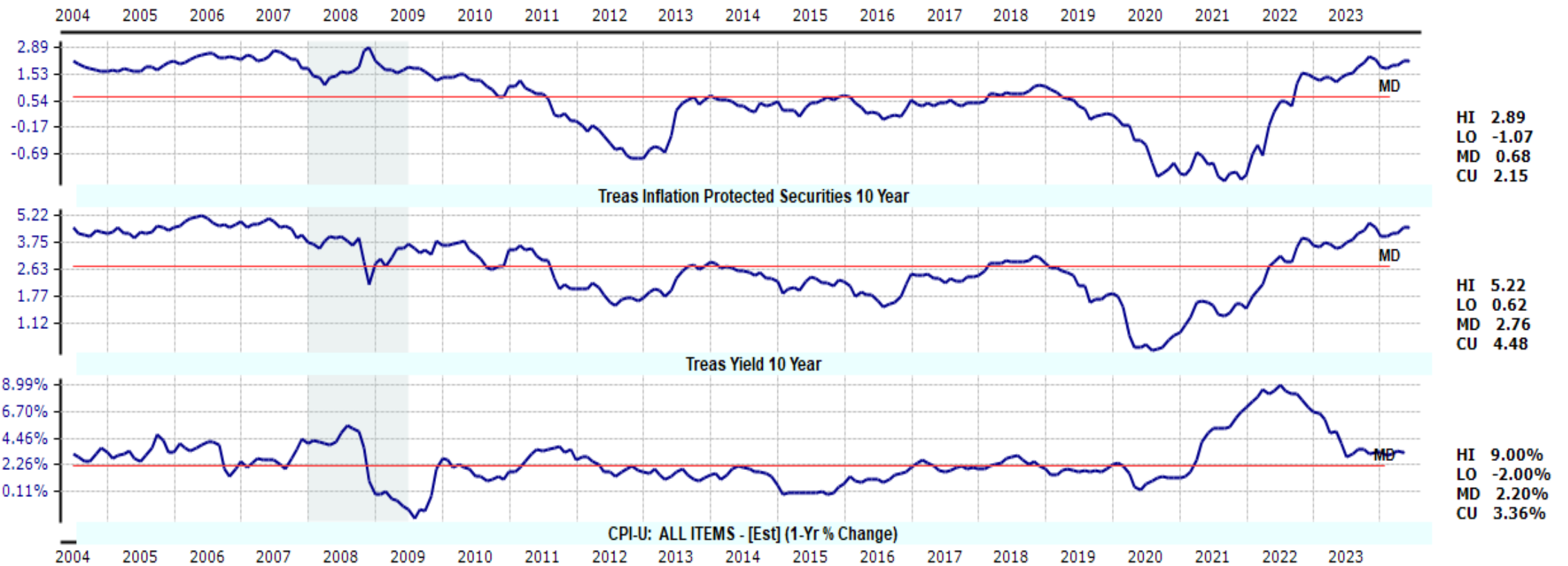
Part Three: Consumer Price Inflation and Bond Rates

What broad current conditions should traders and investors be made aware of?

Zacks Inflation Expectations

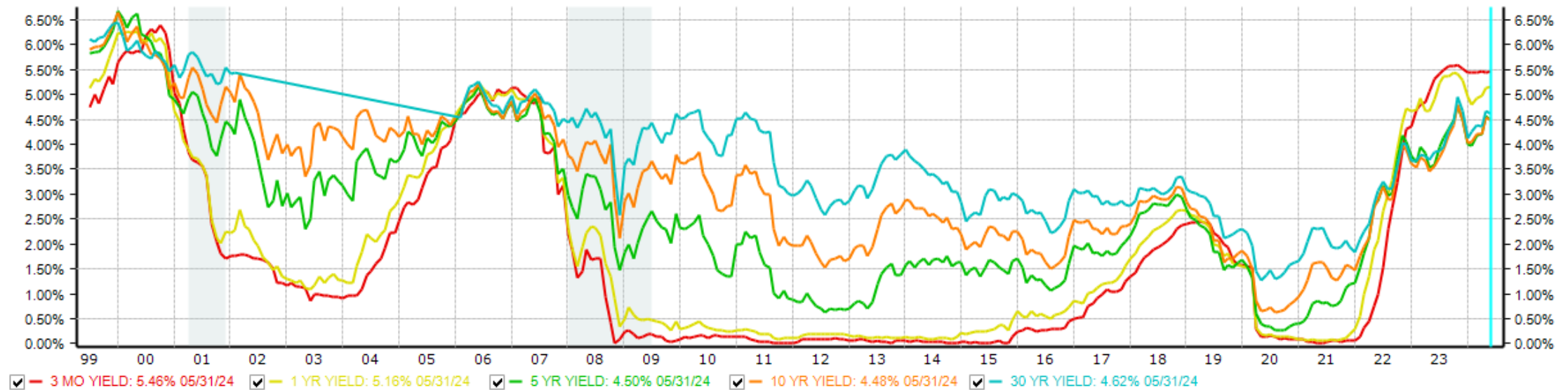
2004 to 2024 Timeline

Zacks - Inflationary Expectations



U.S. Treasury Yield Curve

1999 to 2024 (25 Years)

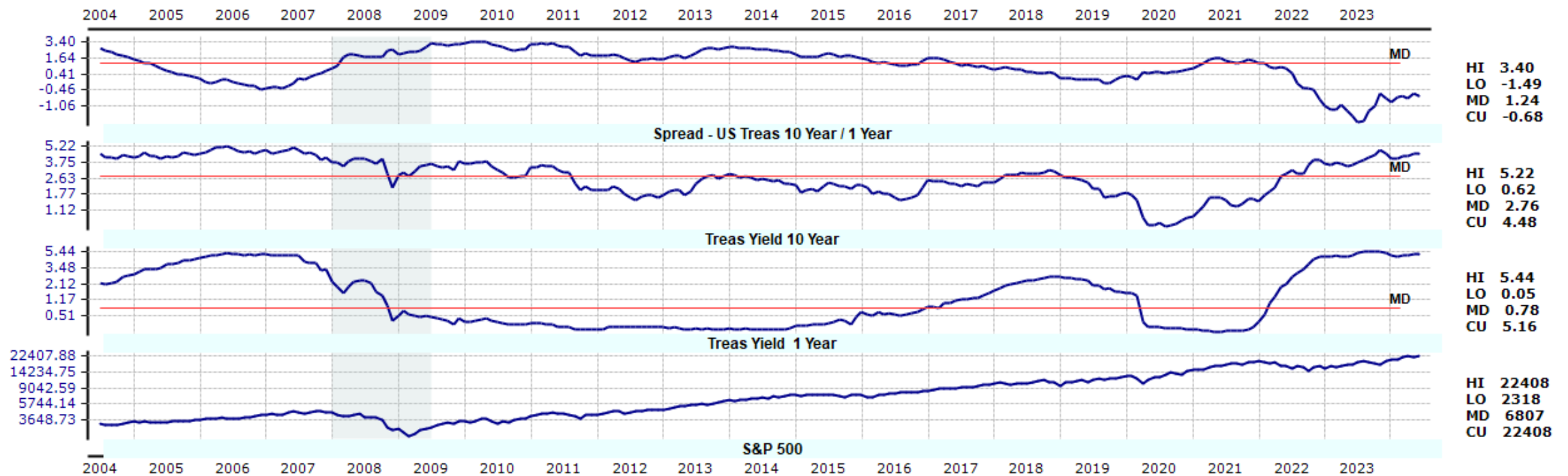


Title	HI	LO	MD	CU	SD	ED
3 MO YIELD	6.39%	0.01%	1.10%	5.46%	06-30-1999	05-31-2024
1 YR YIELD	6.28%	0.05%	1.40%	5.16%	06-30-1999	05-31-2024
5 YR YIELD	6.68%	0.27%	2.50%	4.50%	06-30-1999	05-31-2024
10 YR YIELD	6.66%	0.62%	3.30%	4.48%	06-30-1999	05-31-2024
30 YR YIELD	6.45%	1.27%	3.60%	4.62%	06-30-1999	05-31-2024

Zacks 10 Year to 1 Year U.S. Treasury Yield Spread Analysis

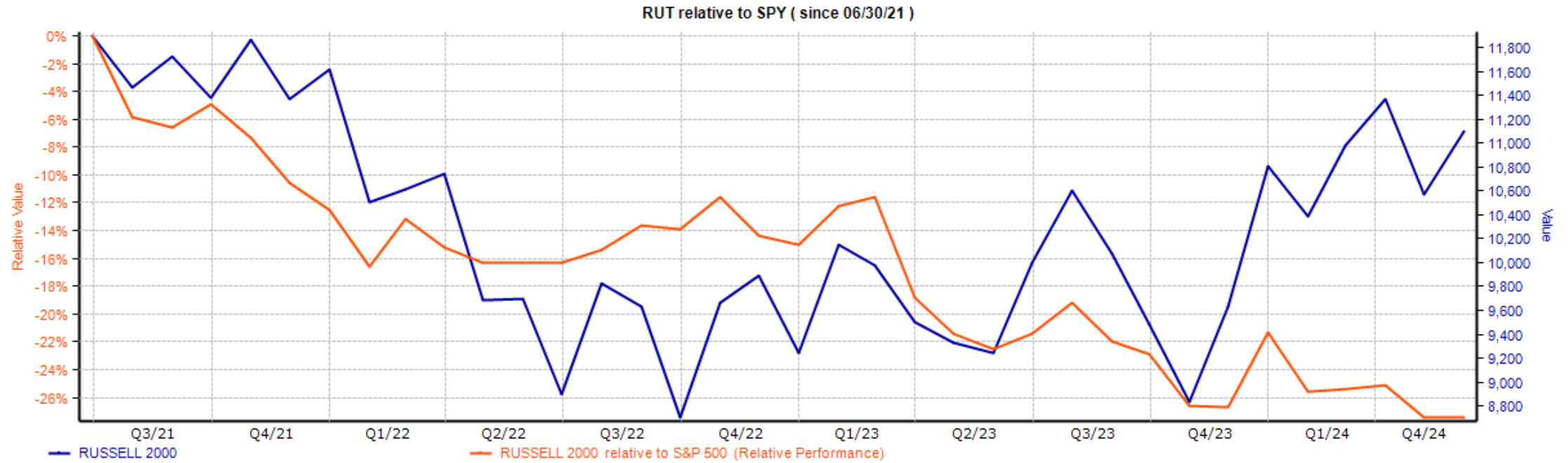
2004 to 2024: 20 years

Zacks - 10 to 1 Treasury Spread Analysis



RUT Relative to SPY

Q2-201 to Q2-2024



<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
RUSSELL 2000	11,897.30	8,704.80	10,111.80	11,102.50	-6.68%	-2.34%	06-30-2021	05-31-2024
RUSSELL 2000 relative to S&P 500 (Relative Performanc	0.00%	-27.43%	-16.30%	-27.39%			06-30-2021	05-31-2024

Gold Prices and Silver Prices

2019 to 2025 (Five Years)



<u>Title</u>	<u>HI</u>	<u>LO</u>	<u>MD</u>	<u>CU</u>	<u>CR</u>	<u>AR</u>	<u>SD</u>	<u>ED</u>
GOLD - USD/OZ [EST]	2,427.30	1,324.30	1,823.40	2,360.60	78.25%	12.28%	06-11-2019	06-06-2024
SILVER - USD/OZ [EST]	1,902.70	0.00	23.08	30.30	104.59%	15.42%	06-11-2019	06-06-2024

Thank You for Attending!

John Blank, PhD

Zacks Chief Equity Strategist and Economist

Zacks Professional Services

866-794-6065

strategycall@zackspro.com

www.zackspro.com



Zacks Professional Services



@ZATools