

Chart Collection for Morning Briefing

Yardeni Research, Inc.

December 5, 2017

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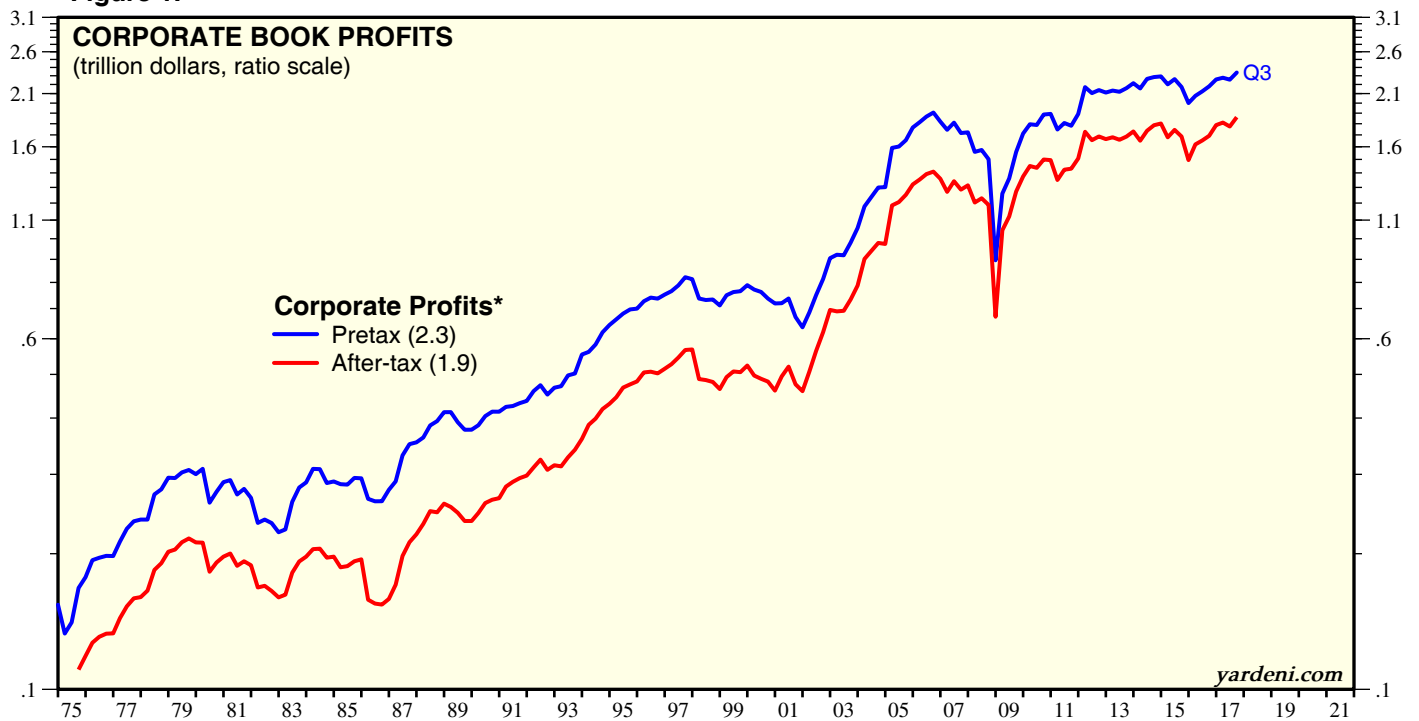
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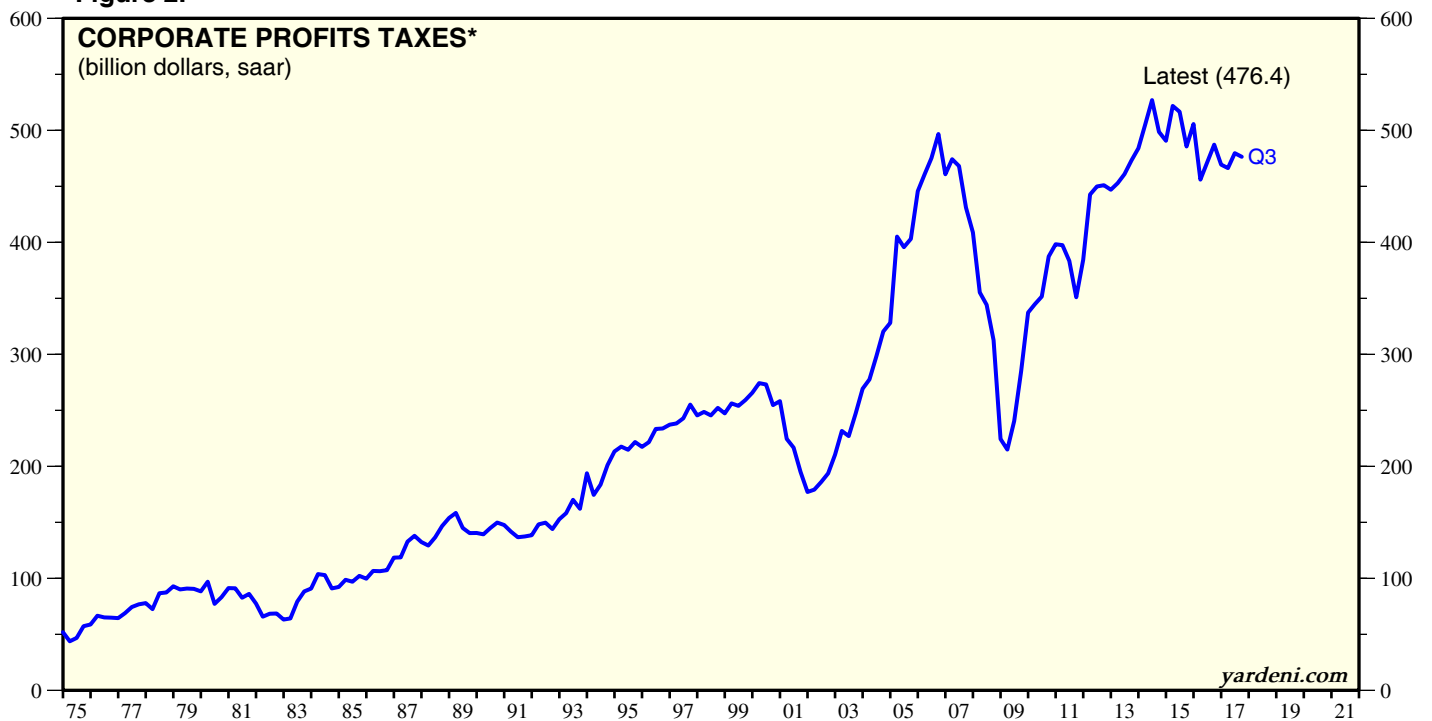
thinking outside the box

Figure 1.



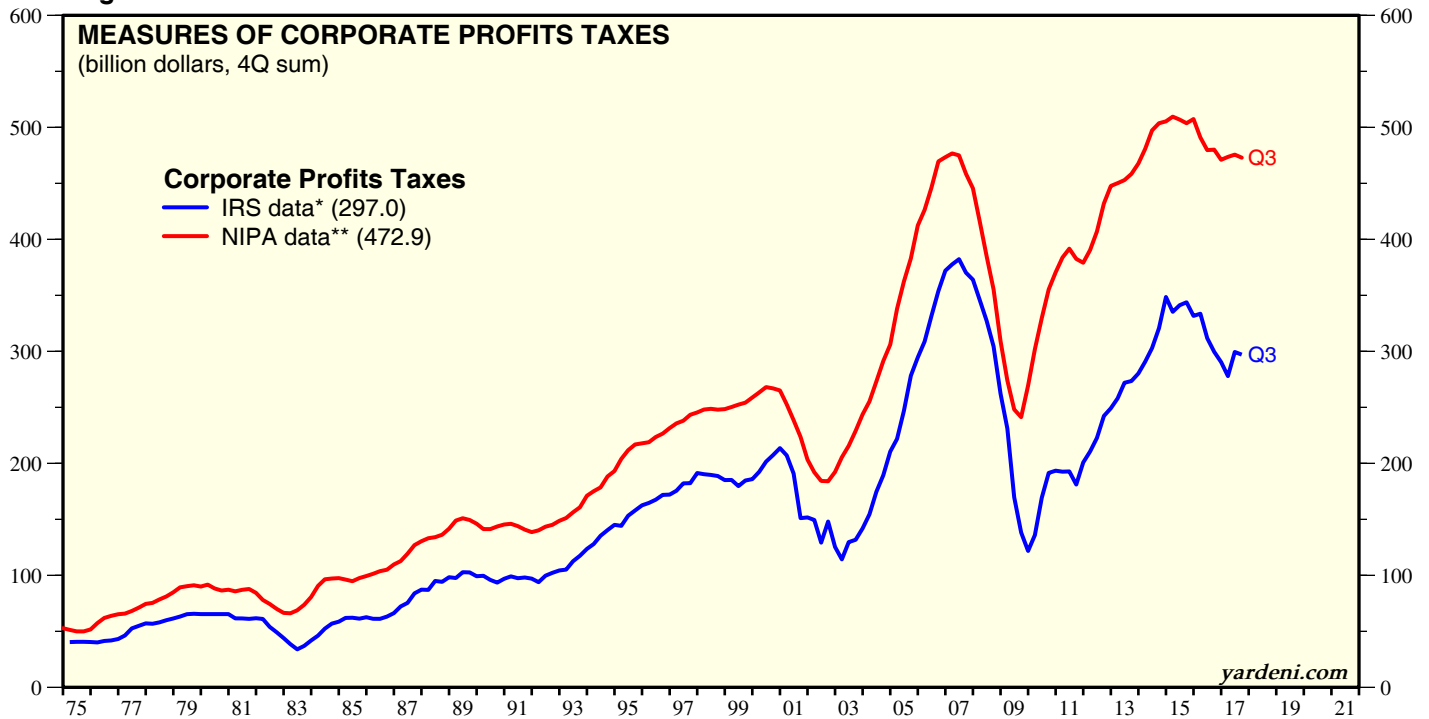
* Excluding IVA & CCAdj. These two adjustments restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
 Source: Bureau of Economic Analysis.

Figure 2.



* Pretax corporate profits reported to the IRS minus after-tax corporate profits (both excluding IVA and CCAdj).
 Source: Bureau of Economic Analysis.

Figure 3.

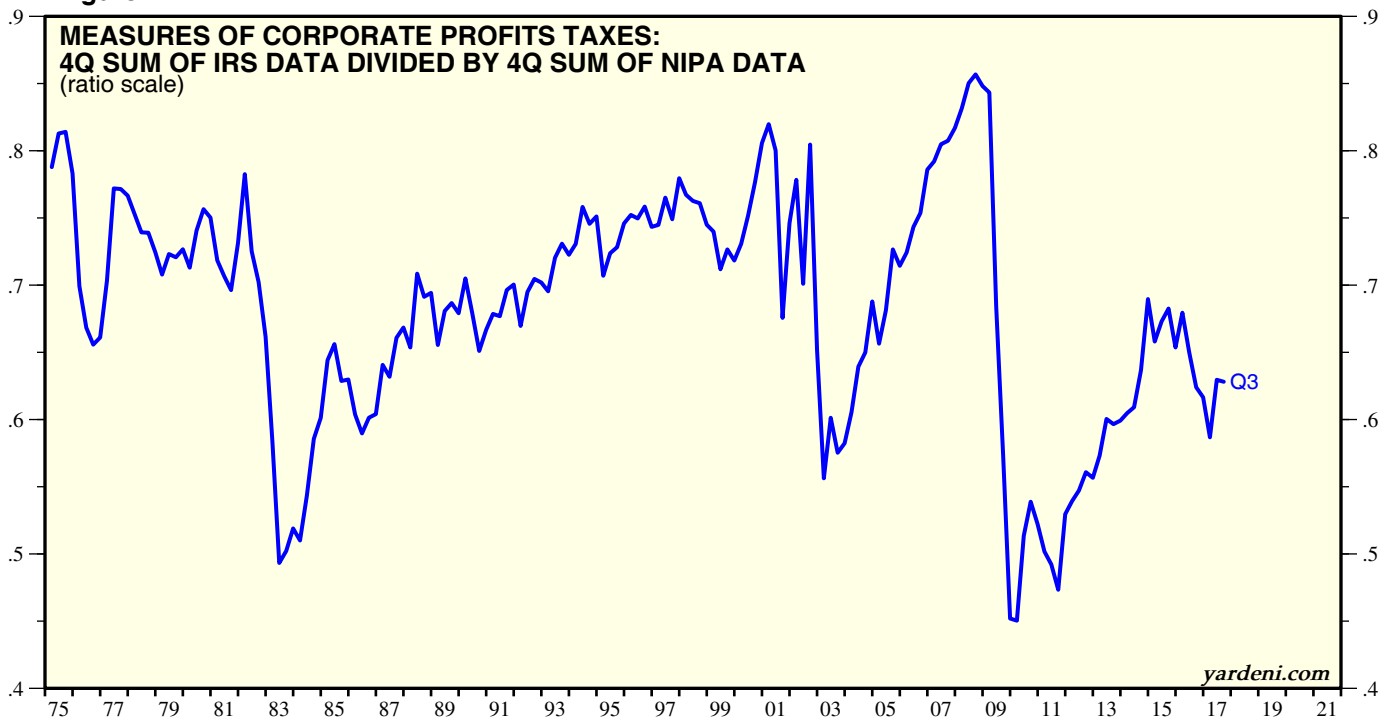


* Based on 12-month sum of monthly data converted to end of quarter.

** Pretax corporate profits reported to the IRS minus after-tax corporate profits (both excluding IVA and CCAAdj).

Source: US Treasury and Bureau of Economic Analysis.

Figure 4.

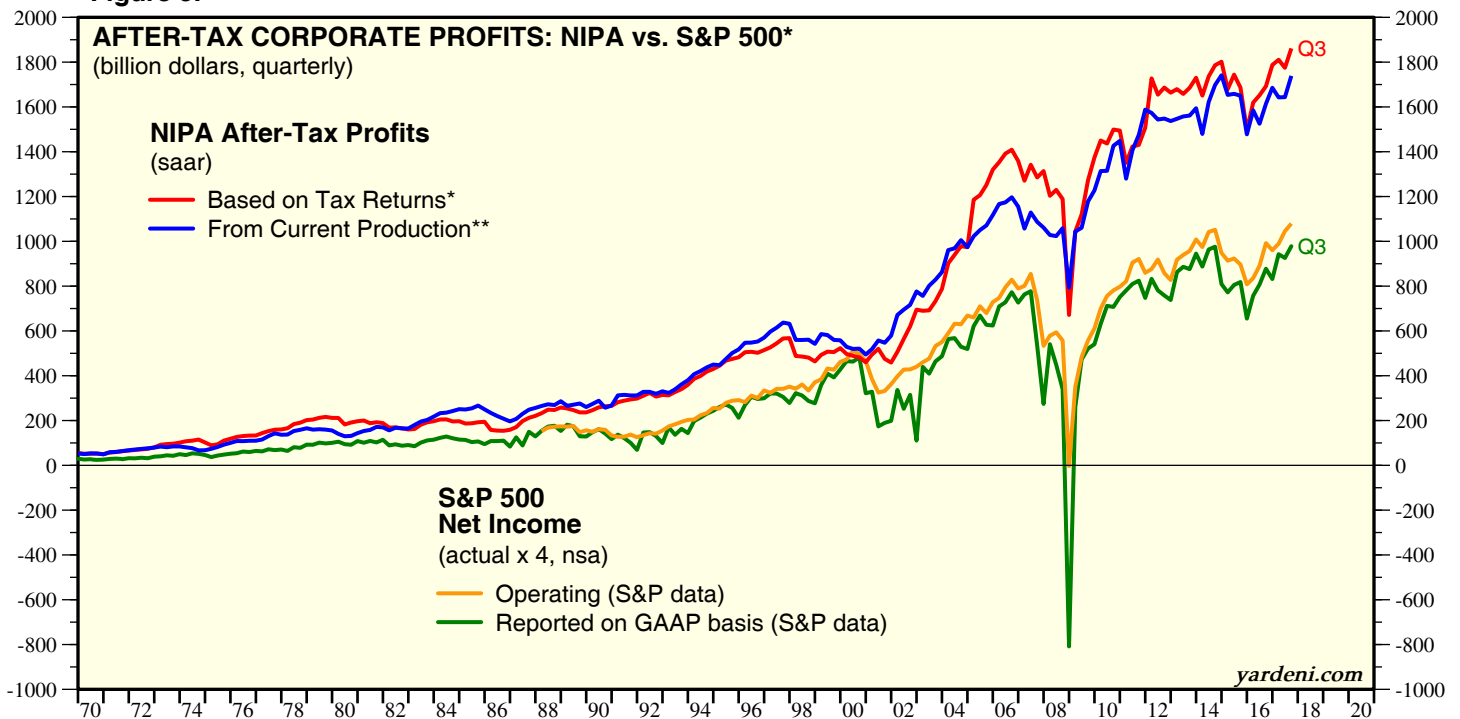


** Pre-tax corporate profits reported to the IRS minus after-tax corporate profits divided by pretax profits. Using four-quarter averages.

* Based on 12-month sum of monthly data converted to end of quarter.

Source: US Treasury and Bureau of Economic Analysis.

Figure 5.

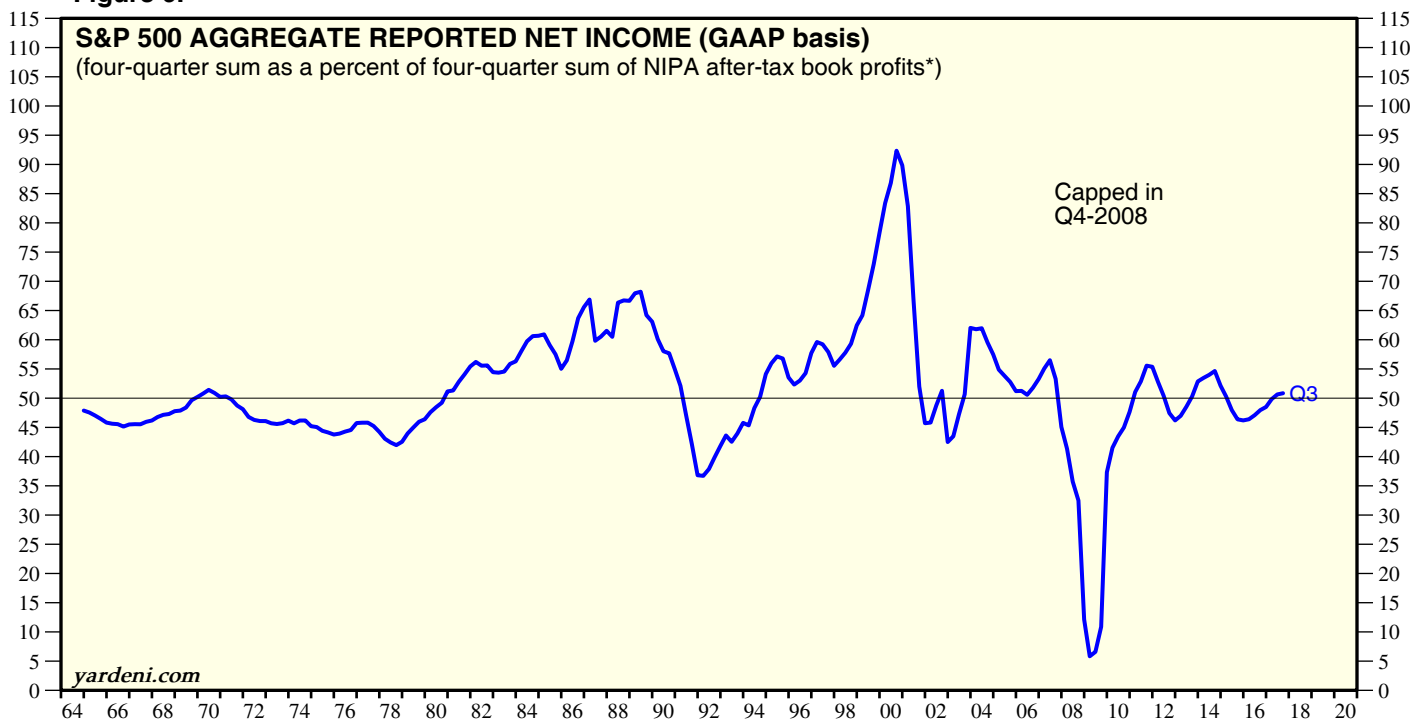


* Excluding IVA & CCadj.

** Including IVA & 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: Bureau of Economic Analysis and Standard & Poor's.

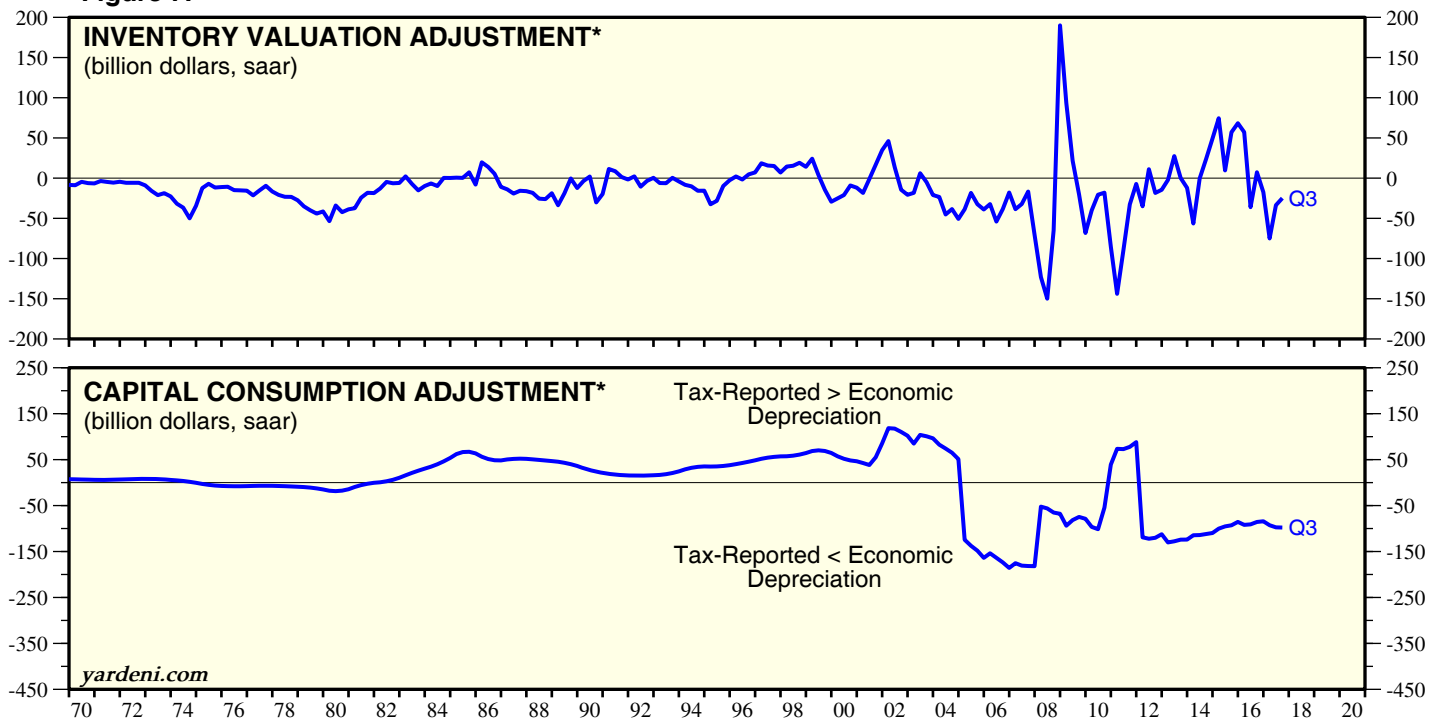
Figure 6.



* Profits reported on tax returns.

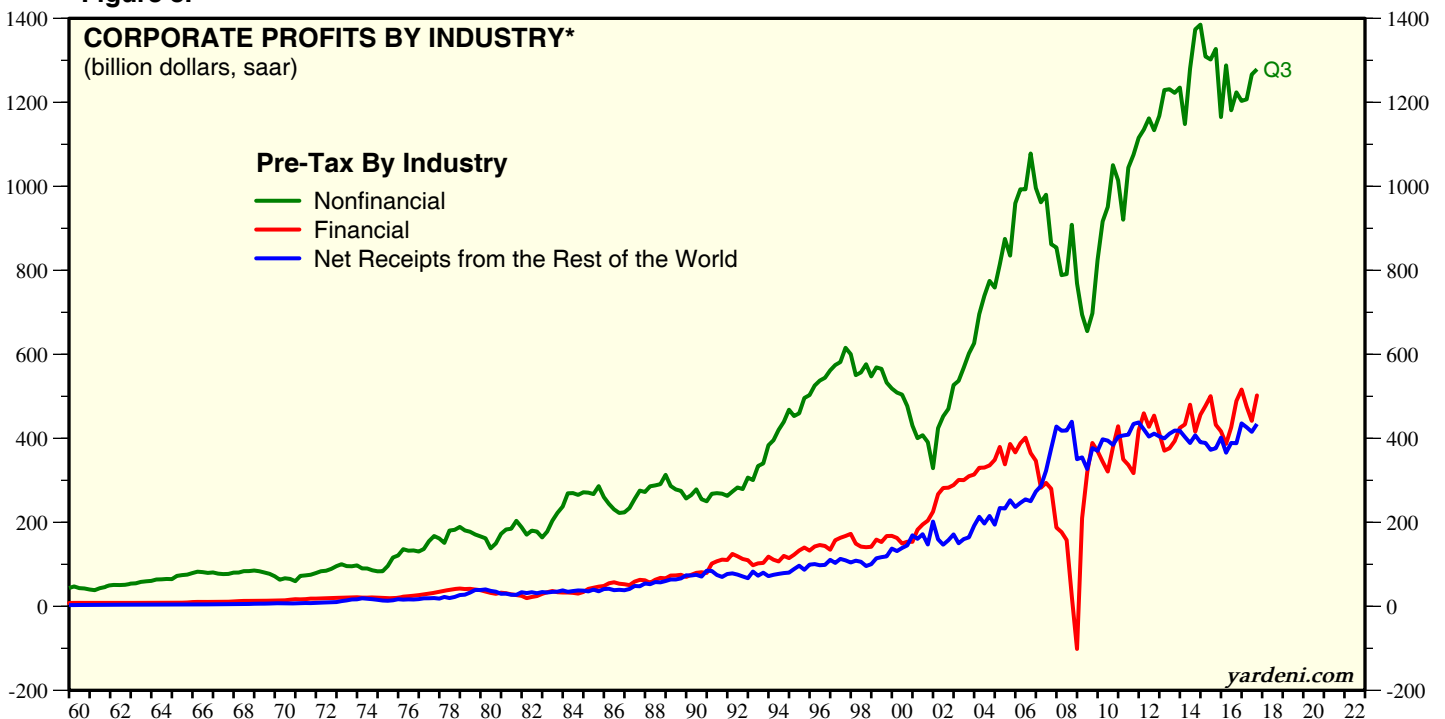
Source: Bureau of Economic Analysis and Standard & Poor's.

Figure 7.



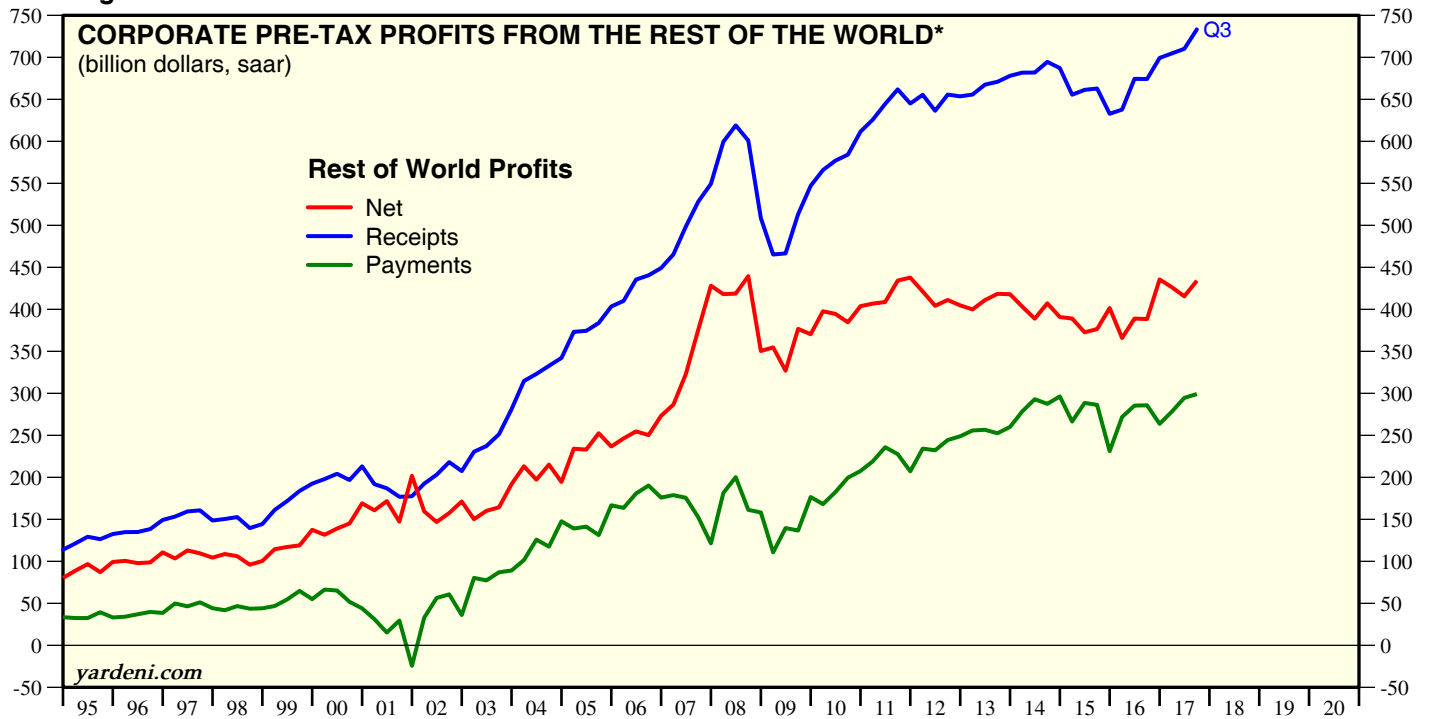
* These two adjustments restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Source: Bureau of Economic Analysis.

Figure 8.



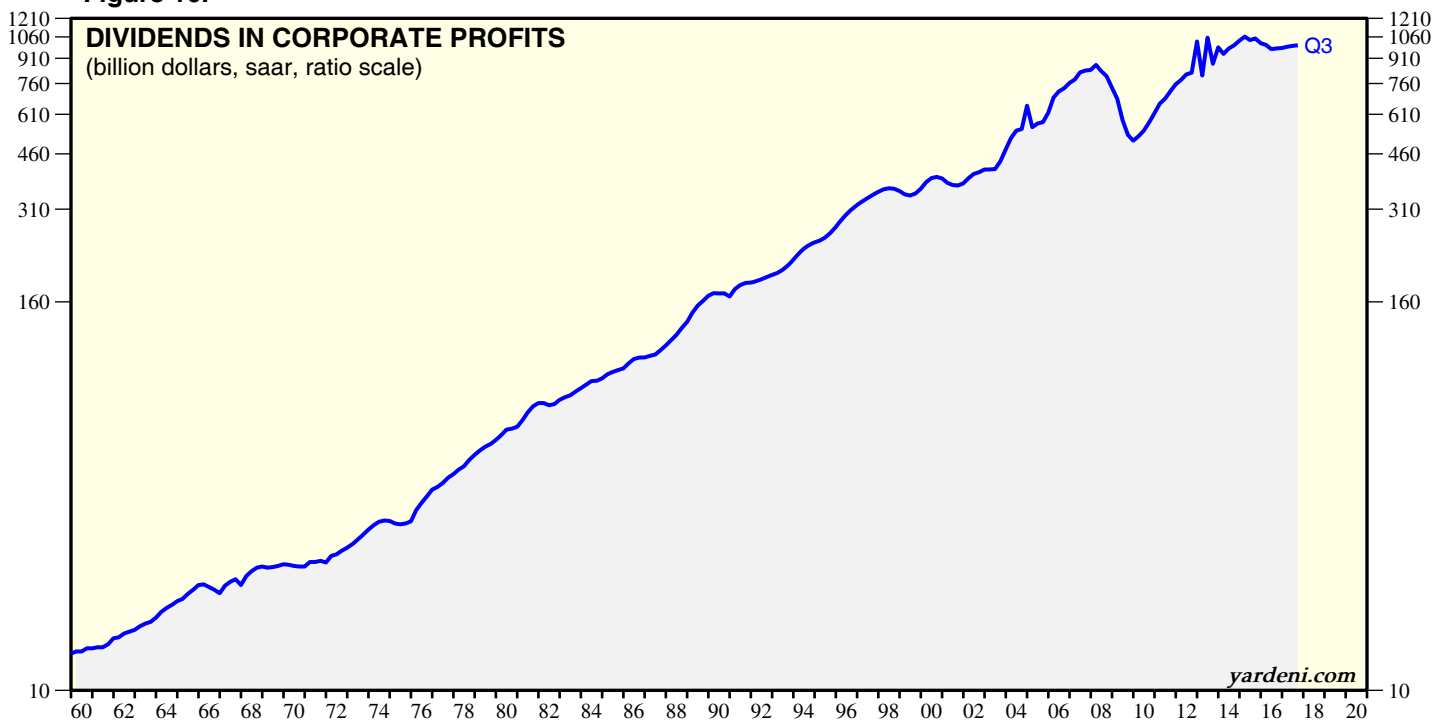
* Including Inventory Valuation Adjustment (IVA) and Capital Consumption Adjustment (CCAdj), which restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Source: US Department of Commerce, Bureau of Economic Analysis.

Figure 9.



* Including Inventory Valuation Adjustment (IVA) and Capital Consumption Adjustment (CCAdj), which restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Source: US Department of Commerce, Bureau of Economic Analysis.

Figure 10.



Source: Bureau of Economic Analysis.

Figure 11.

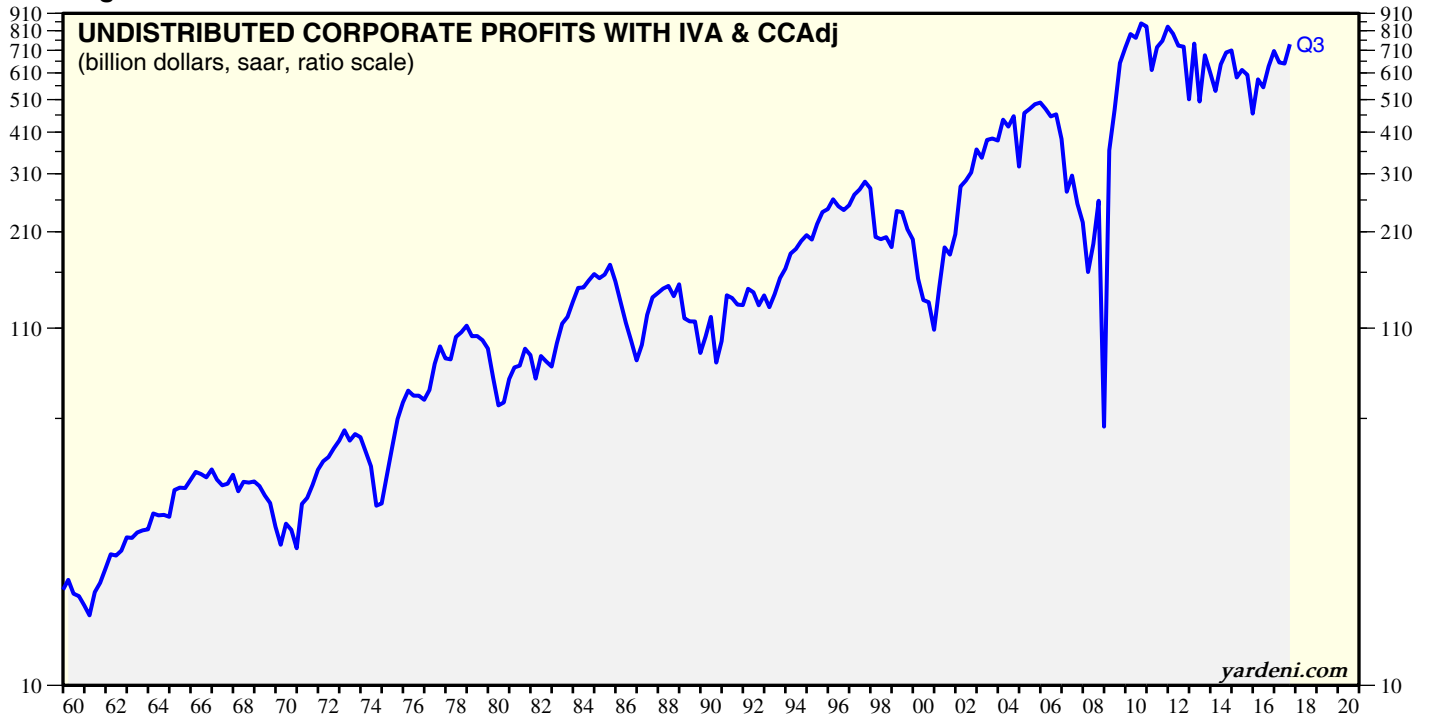
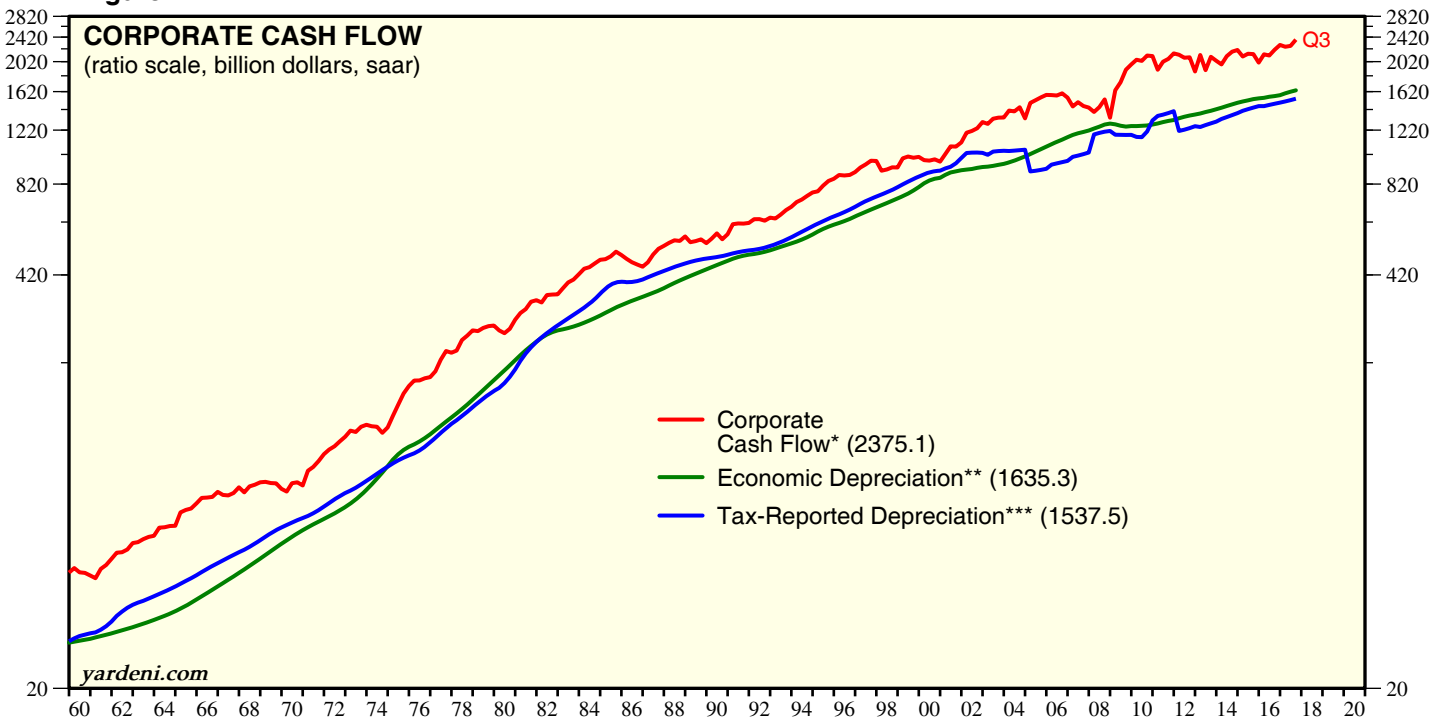


Figure 12.



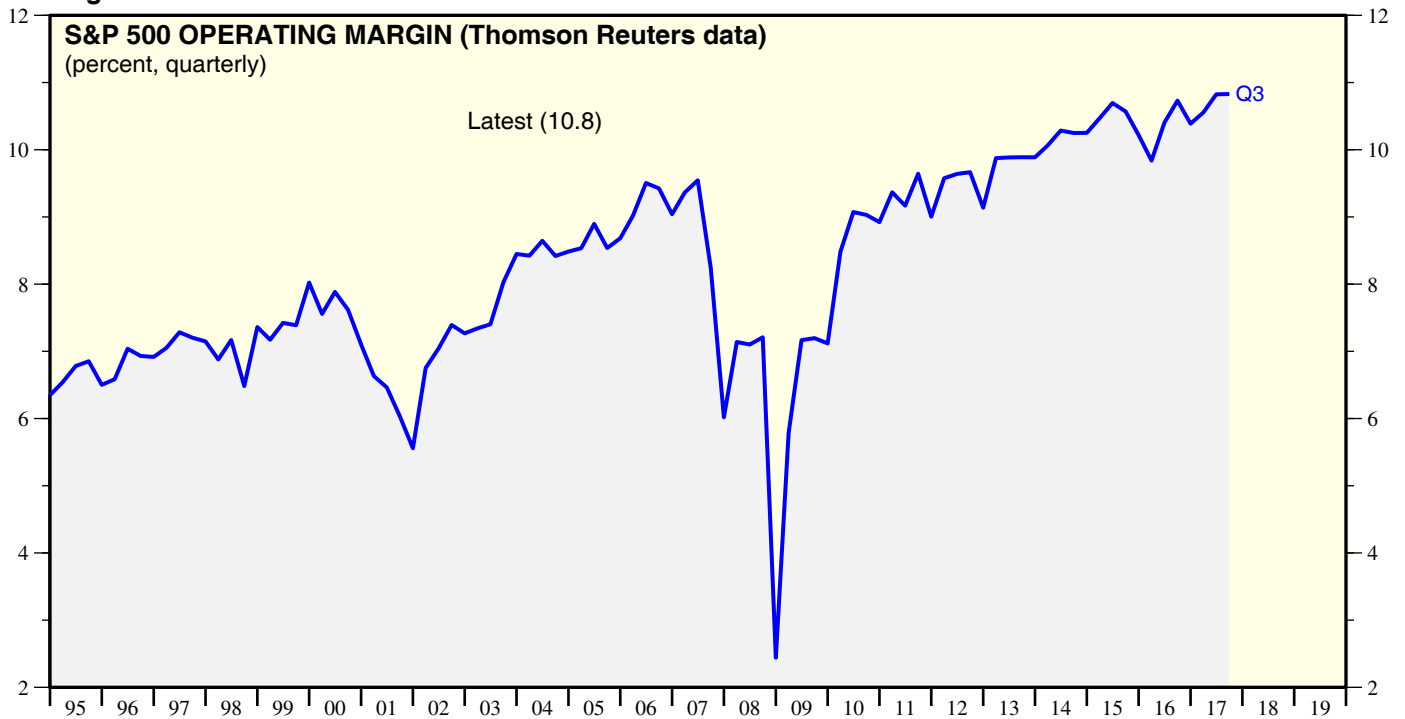
* After-tax retained earnings plus tax-reported depreciation.

** Corporate capital consumption allowances.

*** Corporate capital consumption allowances with capital consumption adjustment.

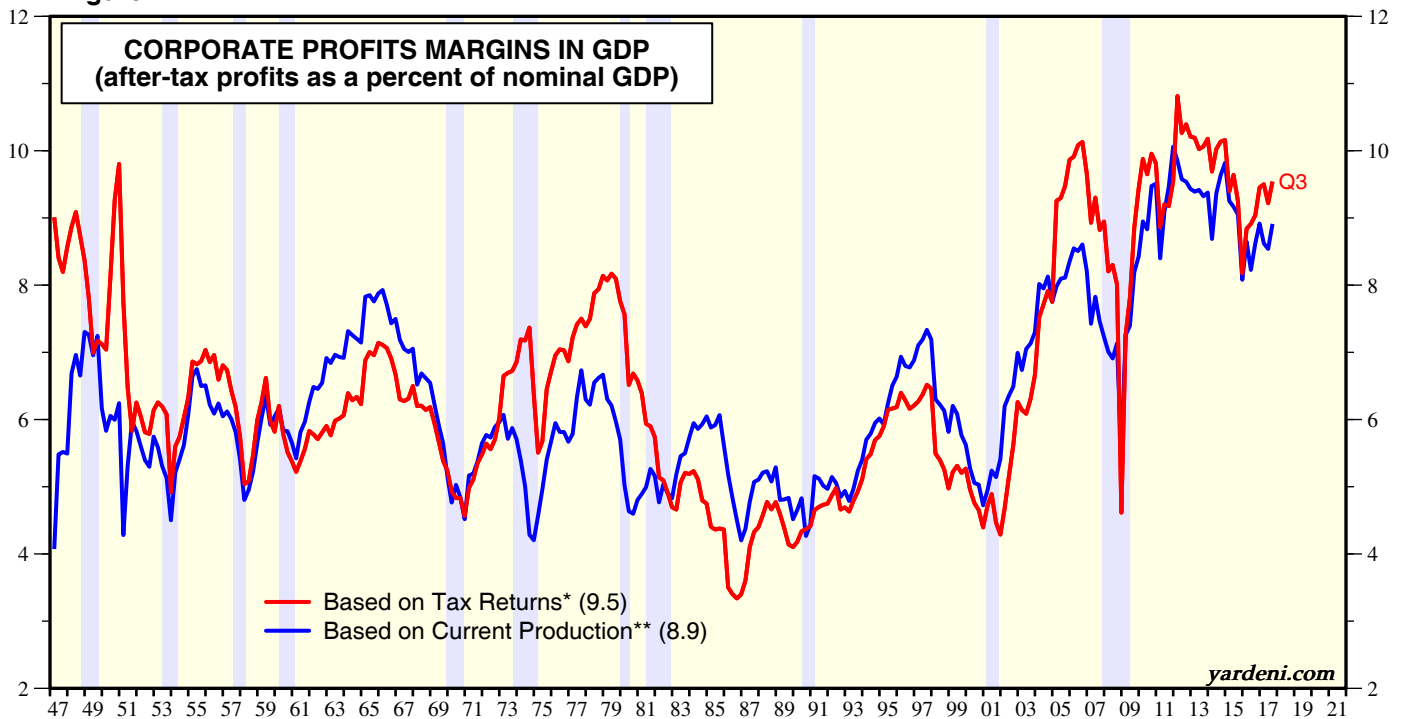
Source: US Department of Commerce, Bureau of Economic Analysis.

Figure 13.



Source: Standard & Poor's and Thomson Reuters I/B/E/S.

Figure 14.



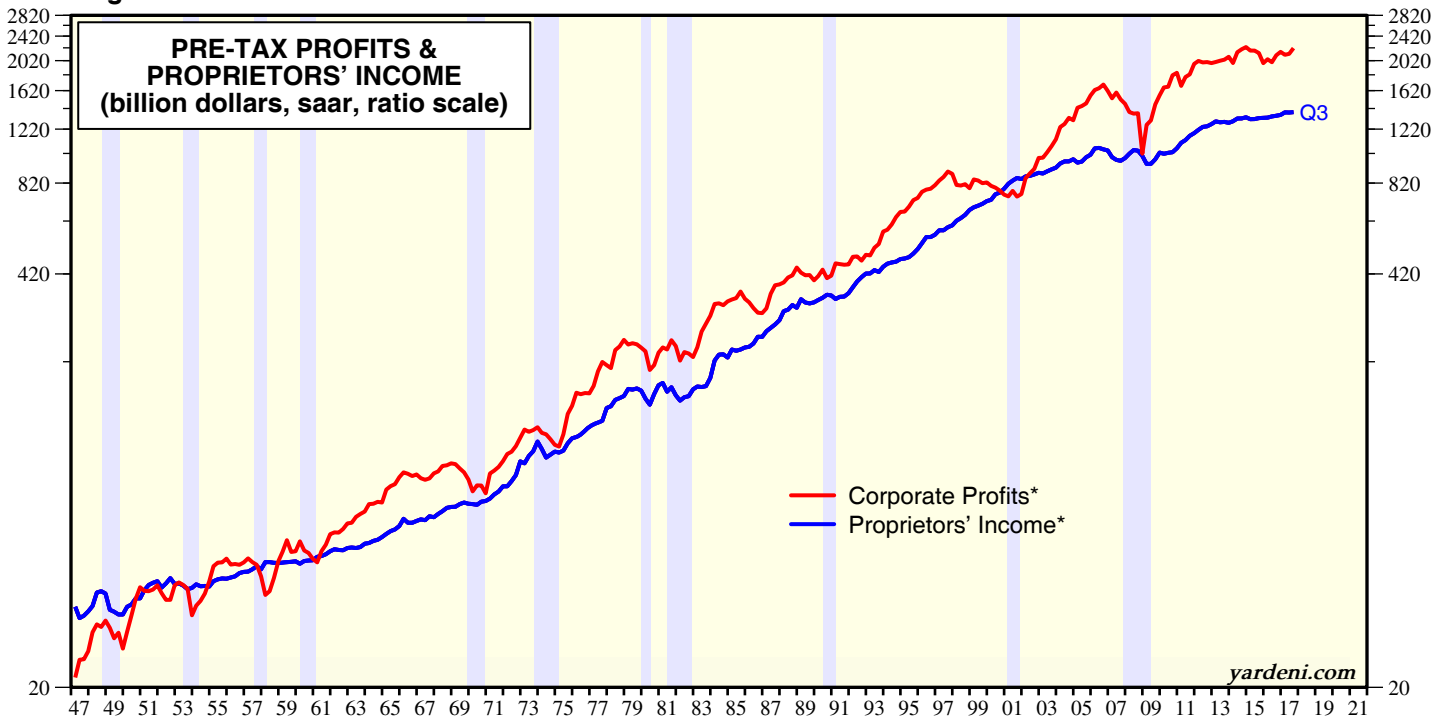
Note: Shaded areas denote recessions according to the National Bureau of Economic Research.

* Excluding IVA & CCadj.

** Including IVA & 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.

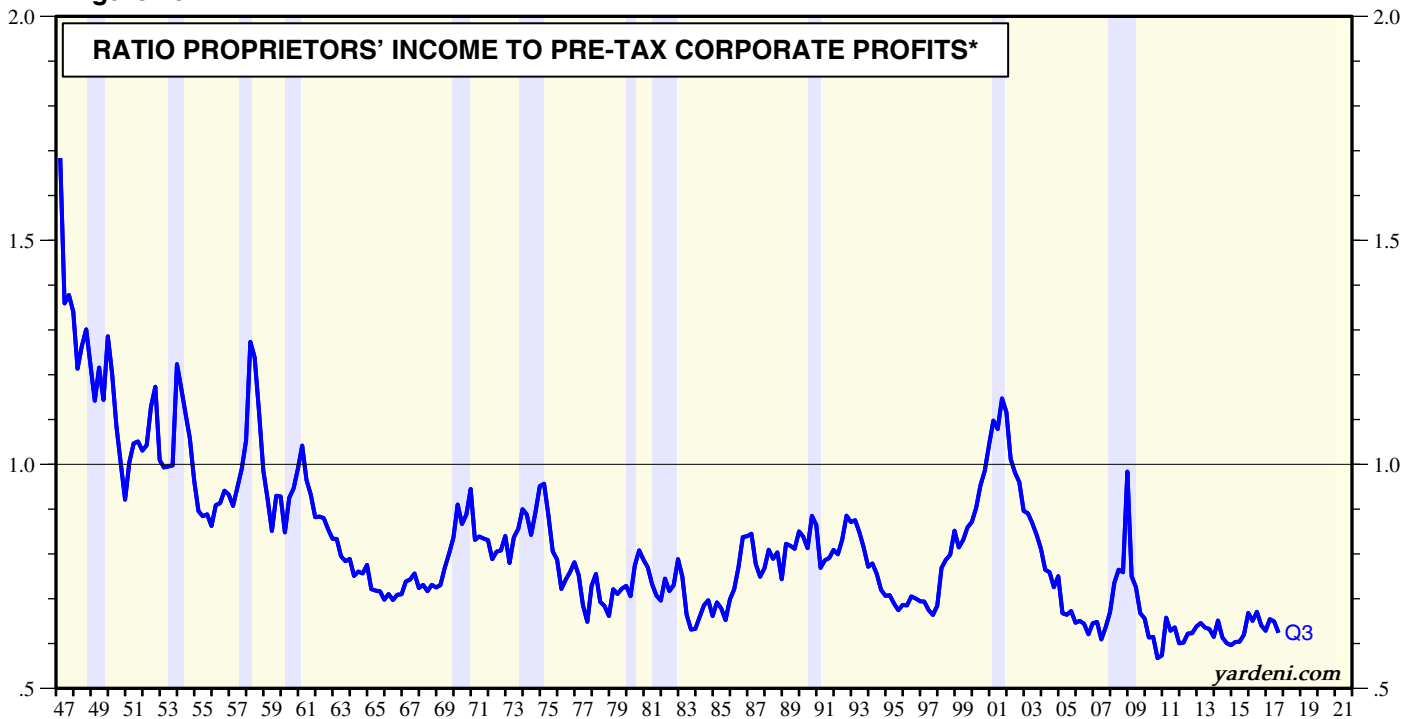
Source: Bureau of Economic Analysis.

Figure 15.



* Pre-tax corporate profits from current production and proprietors' income both include Inventory Valuation Adjustment and Capital Consumption Adjustment, which are used to restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Note: Shaded areas denote recessions according to the National Bureau of Economic Research.
Source: Bureau of Economic Analysis.

Figure 16.



* Pre-tax corporate profits from current production and proprietors' income both include Inventory Valuation Adjustment and Capital Consumption Adjustment, which are used to restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.
Note: Shaded areas denote recessions according to the National Bureau of Economic Research.
Source: Bureau of Economic Analysis.

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