

Corporate Finance Briefing: NIPA Corporate Profits, S&P 500 Earnings, & Sub-Chapter S Corporate Dividends

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thinking outside the box

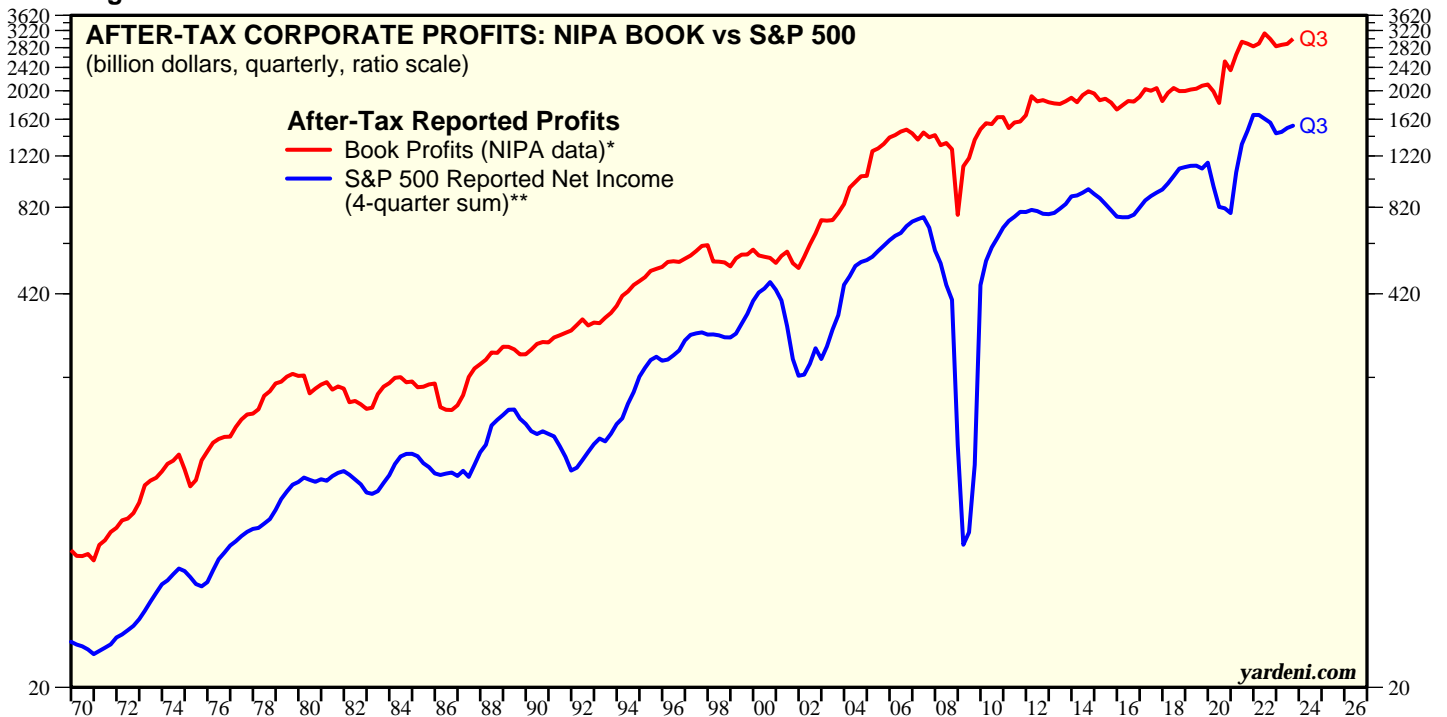
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Profits, Earnings, & S Corporate Dividends

Figure 1.

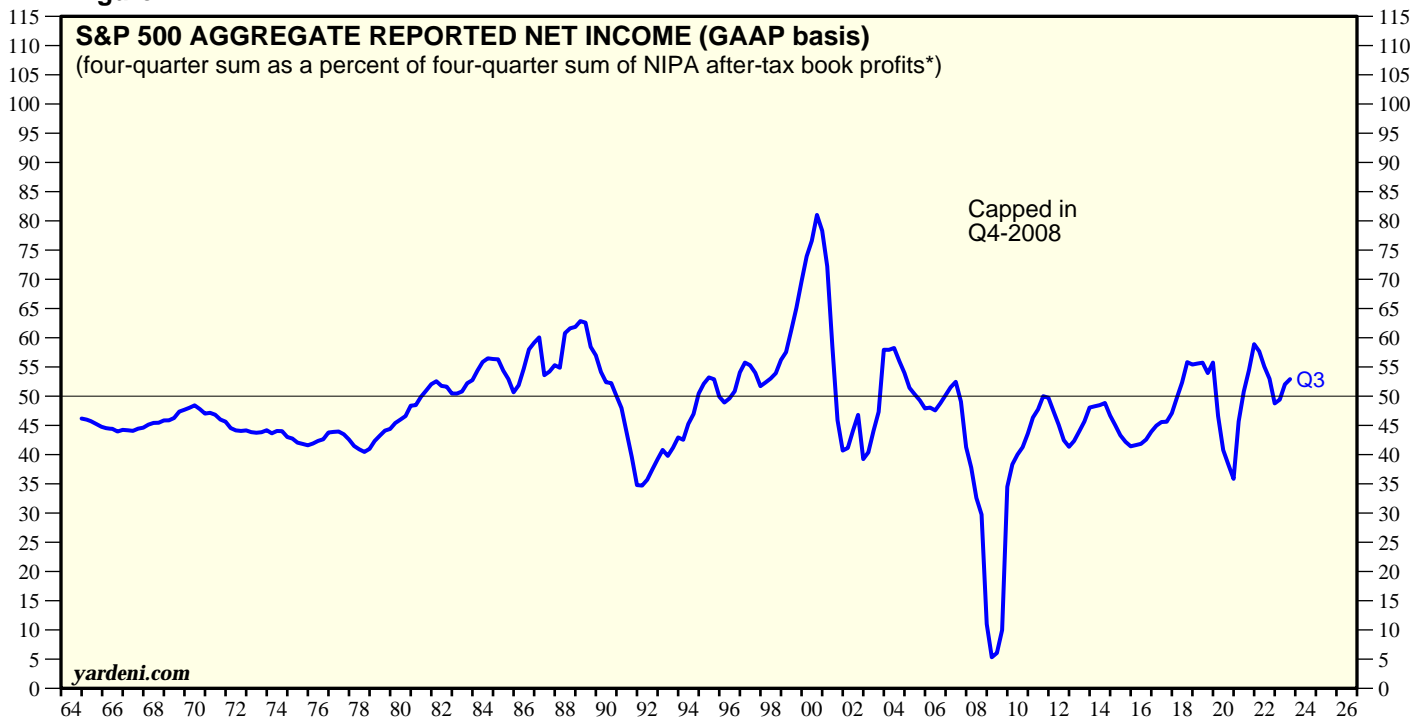


* Annualized and seasonally adjusted. Excluding Inventory Valuation Adjustment and Capital Consumption Adjustment.

** S&P GAAP data.

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

Figure 2.

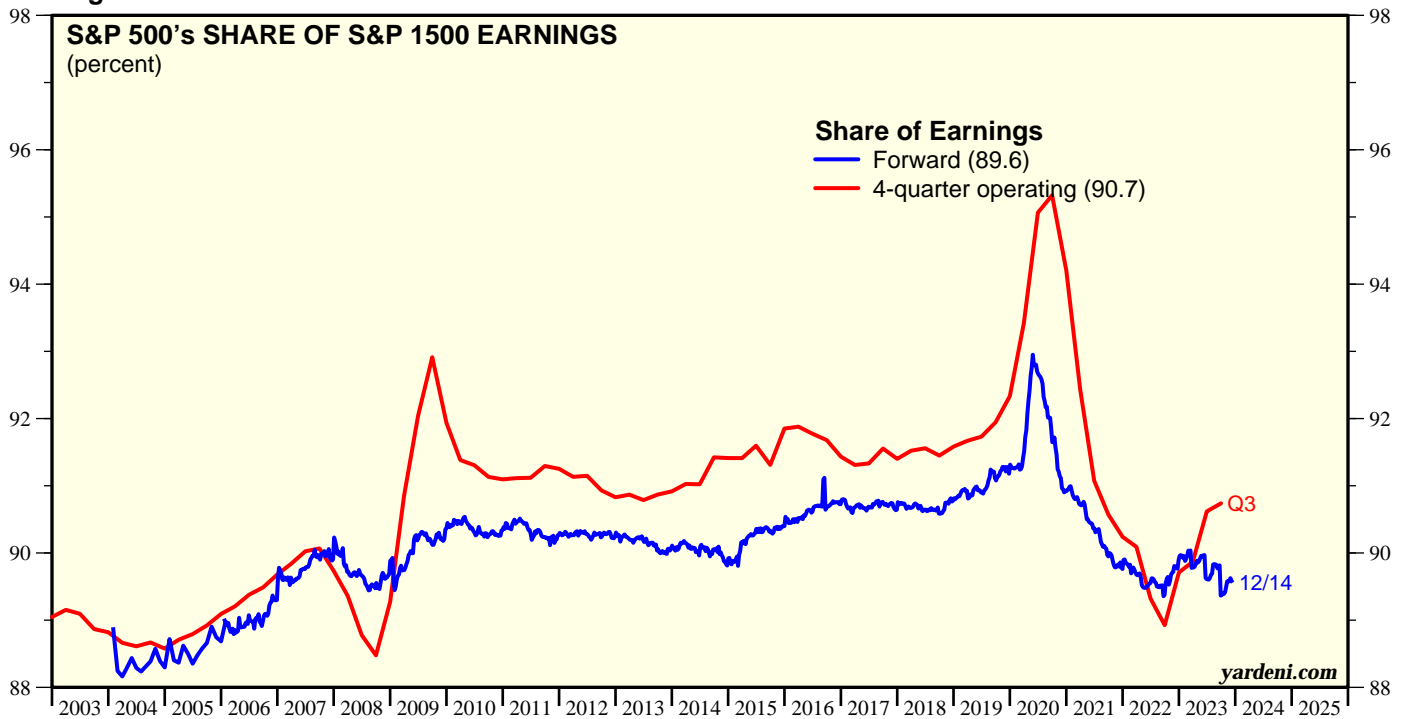


* Profits reported on tax returns.

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

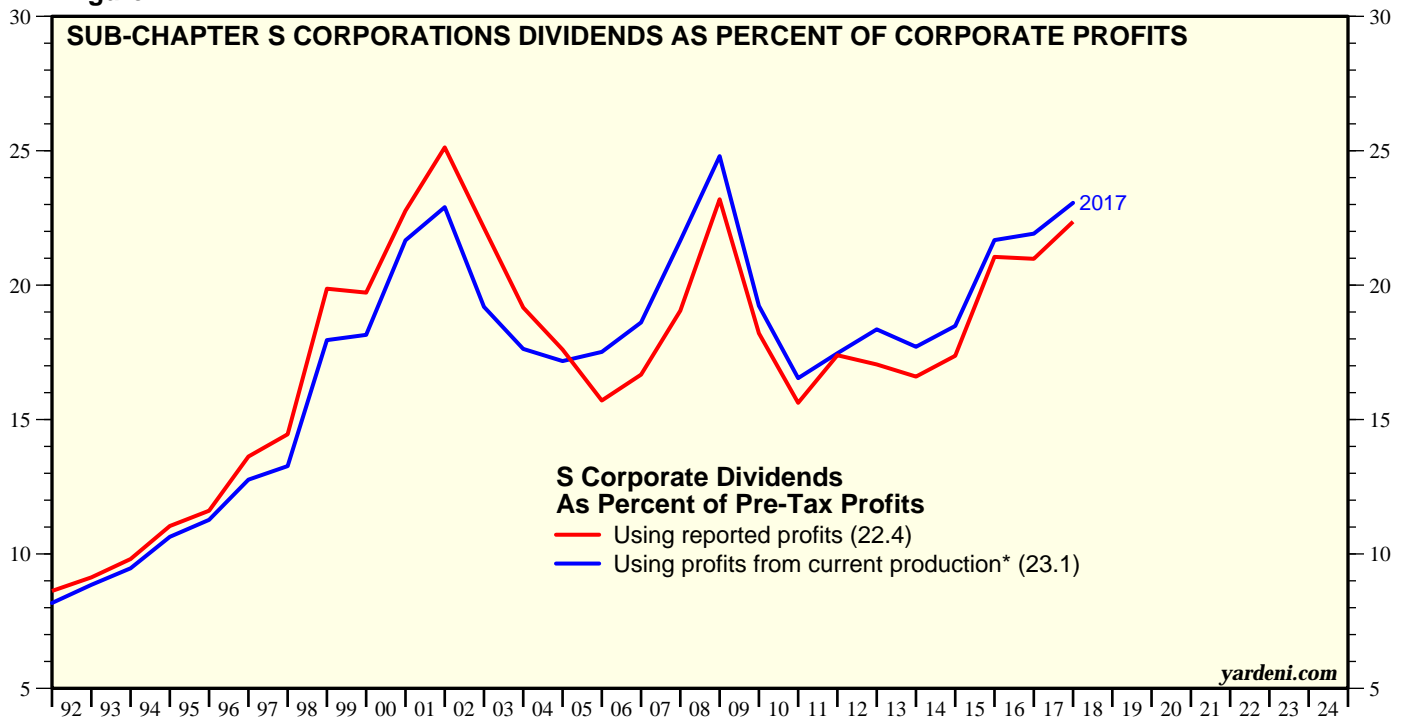
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Figure 3.



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

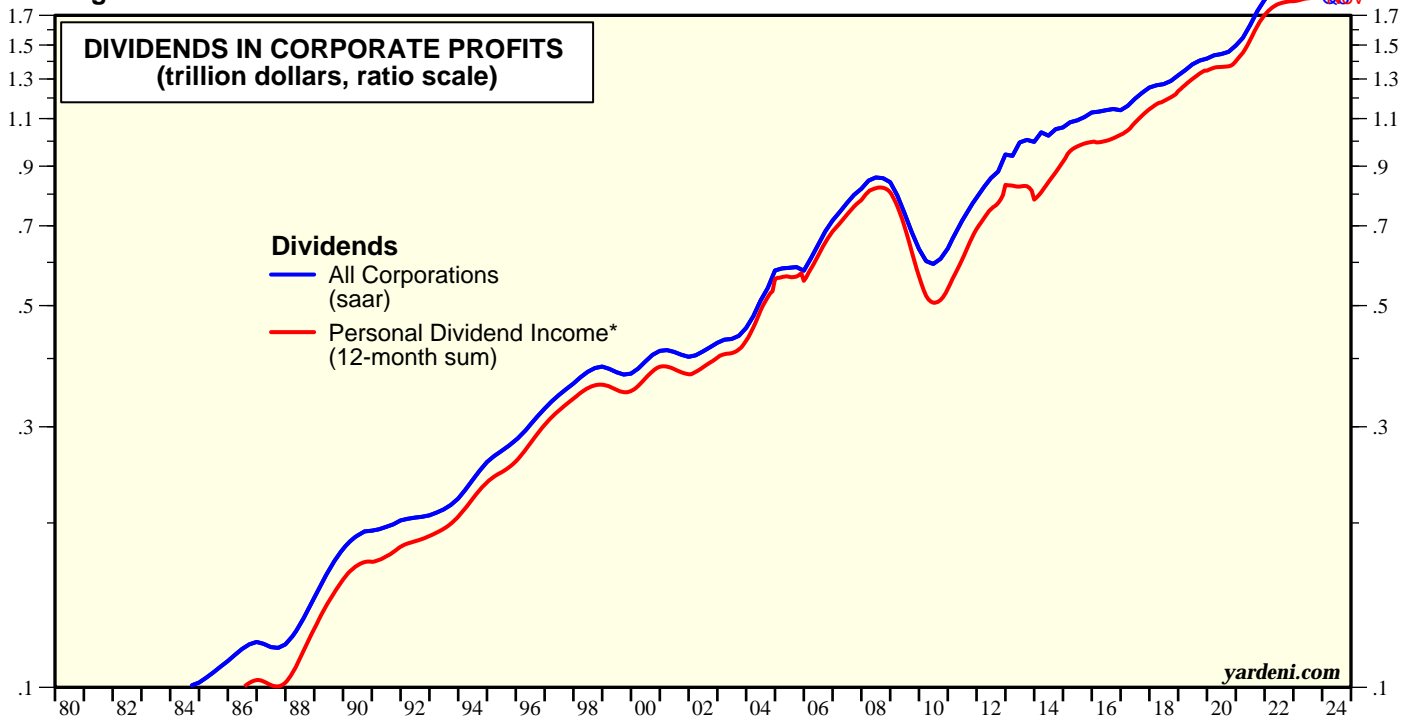
Figure 4.



* Includes Inventory Valuation Adjustment and Capital Consumption Adjustment.
Source: Bureau of Economic Analysis and IRS Statistics of Income.

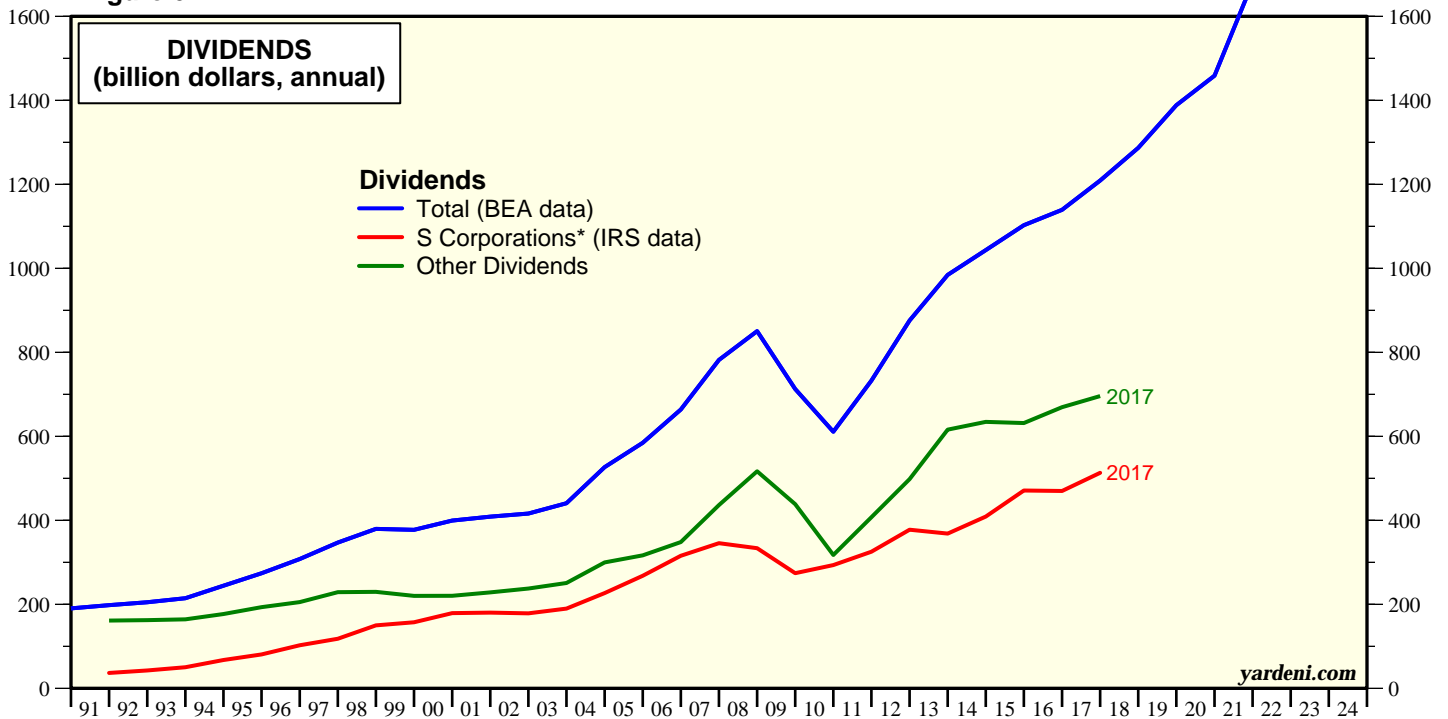
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Figure 5.



* Included in personal income.
Source: Bureau of Economic Analysis.

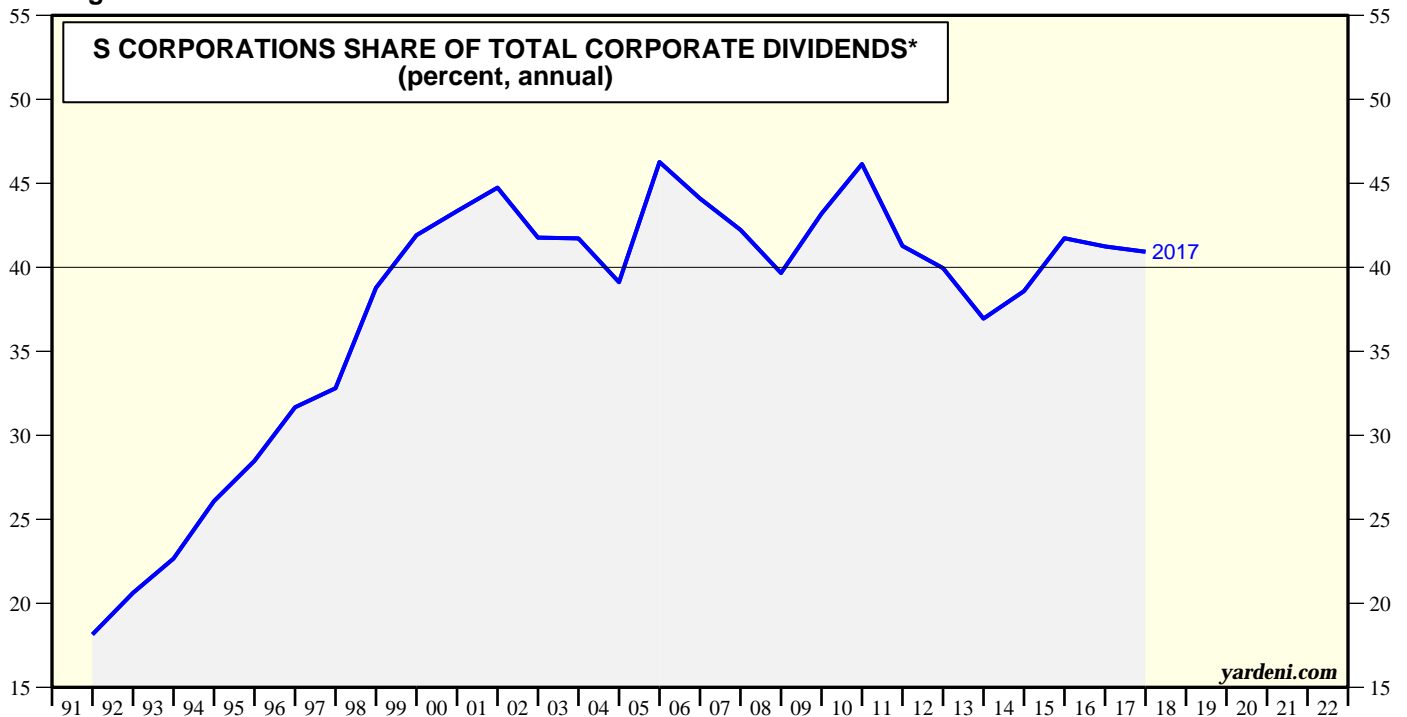
Figure 6.



* S corporations do not pay corporate taxes. Instead, their profits are paid and taxed as dividends to their shareholders.
Source: Bureau of Economic Analysis and IRS Statistics of Income.

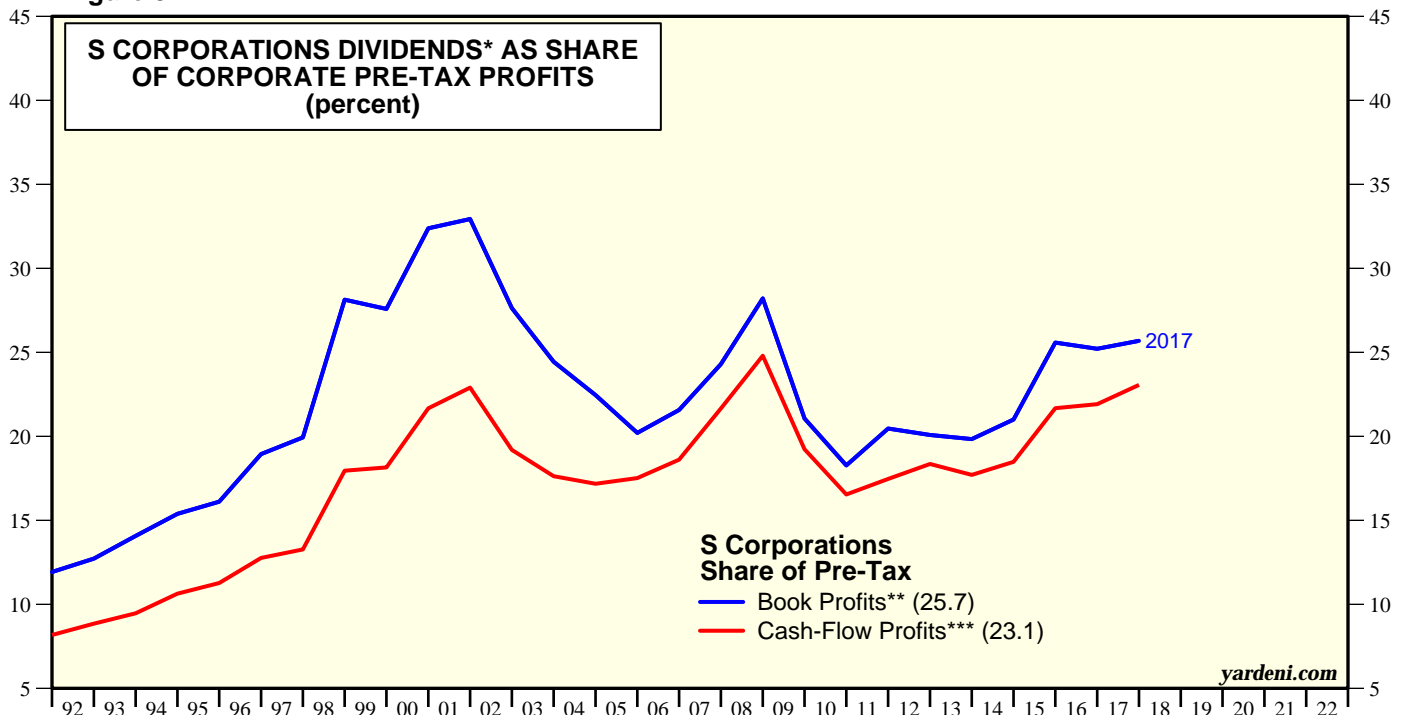
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Figure 7.



* S corporations do not pay corporate taxes. Instead, their profits are paid and taxed as dividends to their shareholders.
Source: Bureau of Economic Analysis and IRS Statistics of Income

Figure 8.



* S corporations do not pay corporate taxes. Instead, their profits are paid and taxed as dividends to their shareholders.

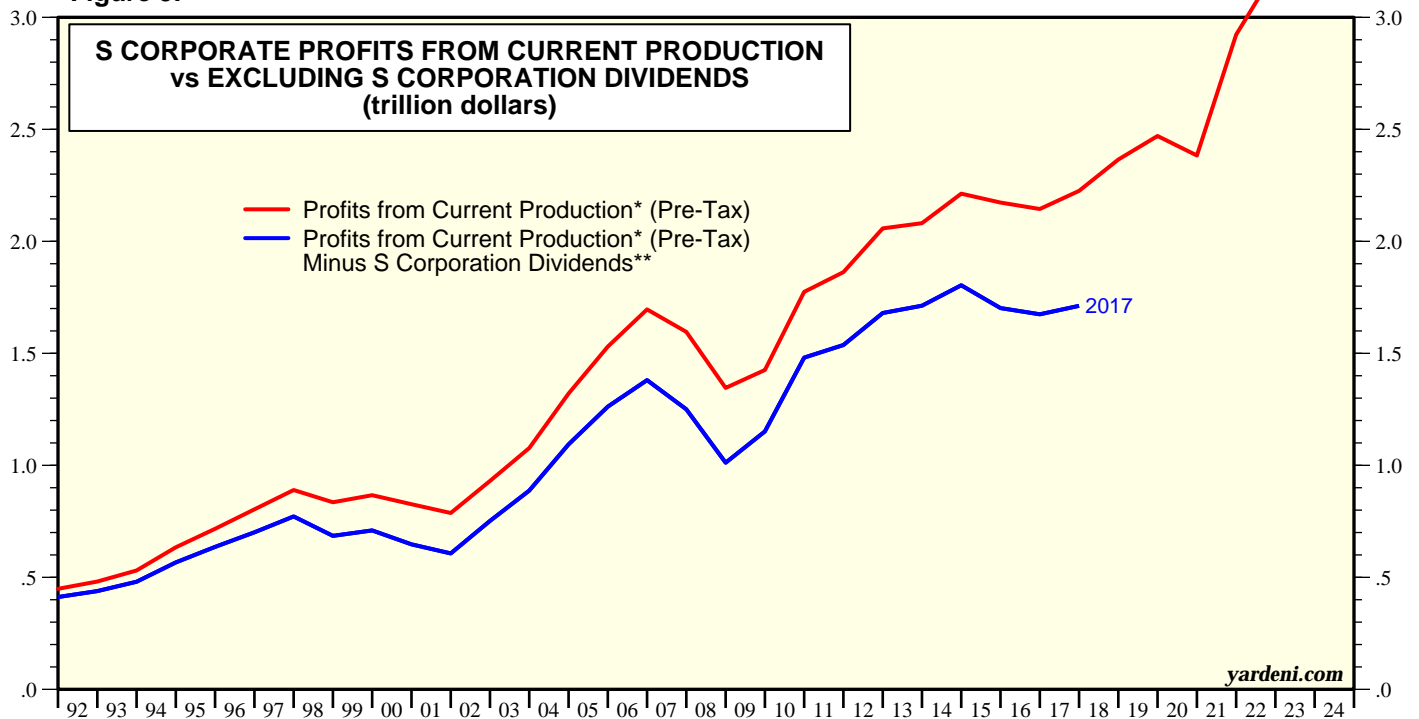
** Tax-accounting basis as reported to IRS.

*** Book profits 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: Bureau of Economic Analysis and IRS Statistics of Income.

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Figure 9.

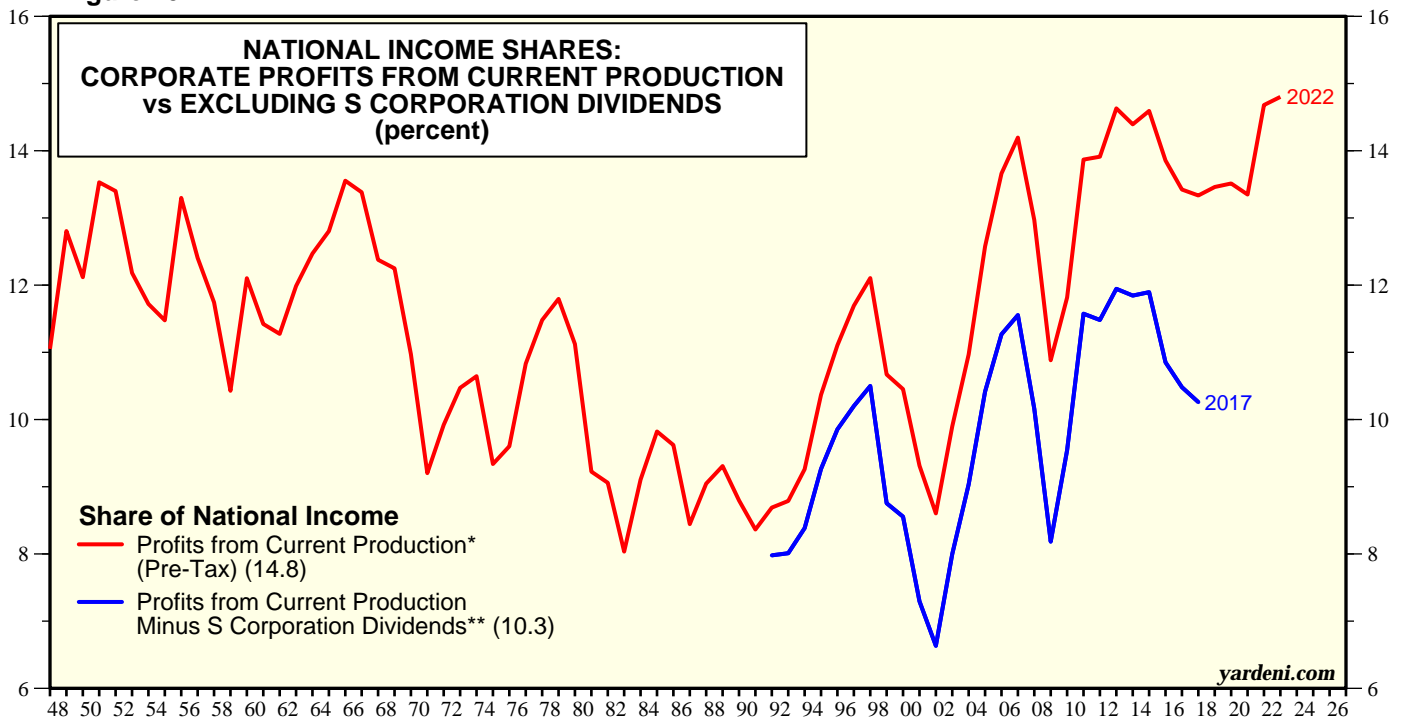


* Book profits including Inventory Valuation Adjustment (IVA) and Capital Consumption Adjustment (CCAdj), which restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.

** S corporations do not pay corporate taxes. Instead, their profits are paid and taxed as dividends to their shareholders.

Source: Bureau of Economic Analysis and IRS Statistics of Income.

Figure 10.



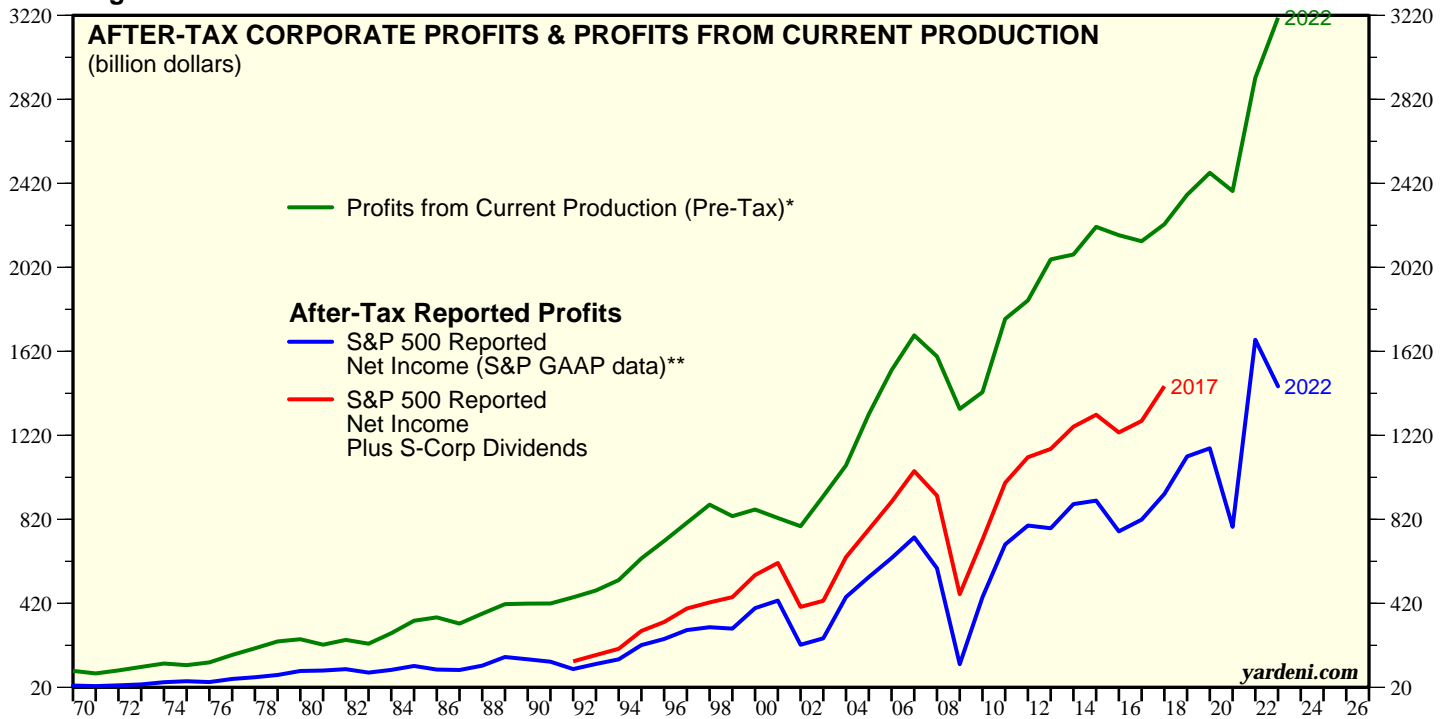
* Book profits including Inventory Valuation Adjustment (IVA) and Capital Consumption Adjustment (CCAdj), which restate the historical cost basis used in profits tax accounting for inventory withdrawals and depreciation to the current cost measures used in GDP.

** S corporations do not pay corporate taxes. Instead, their profits are paid and taxed as dividends to their shareholders.

Source: Bureau of Economic Analysis and IRS Statistics of Income.

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Figure 11.



* Includes Inventory Valuation Adjustment and Capital Consumption Adjustment.

** Annualized and not seasonally adjusted. Q4-2008 not shown because of large negative value.

Source: Bureau of Economic Analysis, Standard & Poor's and IRS Statistics of Income.

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