

MacroResearchBoard

mrb** partners**

Independent Investment Strategy

U.S. Equity Sectors Indicators

May 2021

Consumer Discretionary	3
Communication Services.....	4
Consumer Staples	5
Energy	6
Financials	7
Health Care.....	8
Industrials	9
Information Technology	10
Materials	11
Real Estate	12
Utilities	13

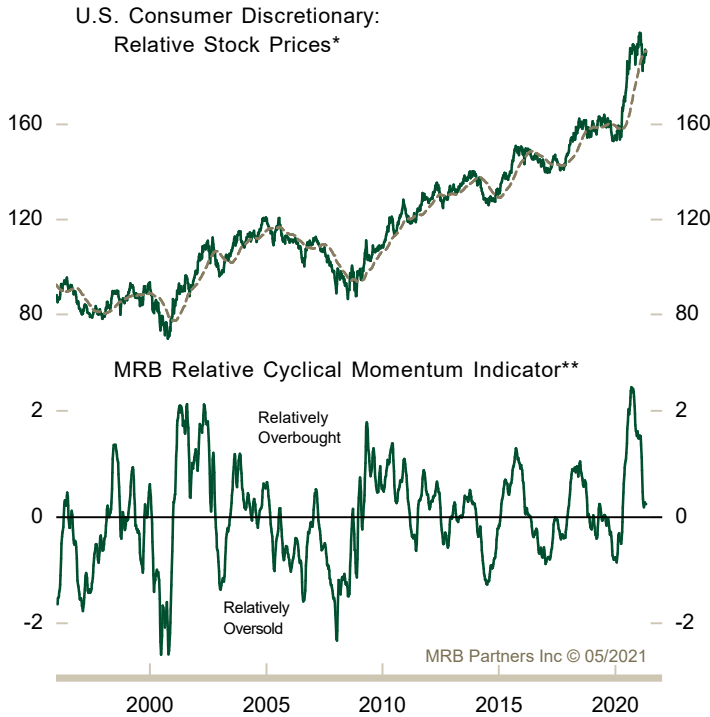
MRB U.S. Equity Sector And Industry Sub-Group Recommendations

Sector	Overall Sector Ratings*			Industry Ratings*		
	-	N	+	Underweight	Neutral	Overweight
Consumer Discretionary	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Autos & Components Hotels, Restaurants & Leisure	Multiline Retail Textile, Apparel & Luxury Goods Internet & Direct Marketing Retail Specialty Retail	Household Durables
Communication Services	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
					Media & Entertainment Telecom Services	
Consumer Staples	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Food Products Food & Staples Retailing Household & Personal Products Tobacco	Beverages	
Energy	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
					Energy Equipment & Services	Oil, Gas & Consumables
Financials	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
					Capital Markets Insurance	Banks Consumer Finance
Health Care	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
					Health Care Equipment & Supplies	Biotechnology Health Care Providers & Services Pharmaceuticals
Industrials	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Construction & Engineering	Aerospace & Defense Air Freight & Logistics Electrical Equipment Industrial Conglomerates Machinery Road & Rail	
Information Technology	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
					Technology Hardware & Equipment Semiconductor & Semi-Equipment Software & Services	
Materials	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Metals & Mining	Chemicals	
Real Estate	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Real Estate		
Utilities	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
				Utilities		

* 6-12 month horizon; relative to the U.S. equity benchmark
 Note: + = maximum overweight, N = neutral, - = maximum underweight

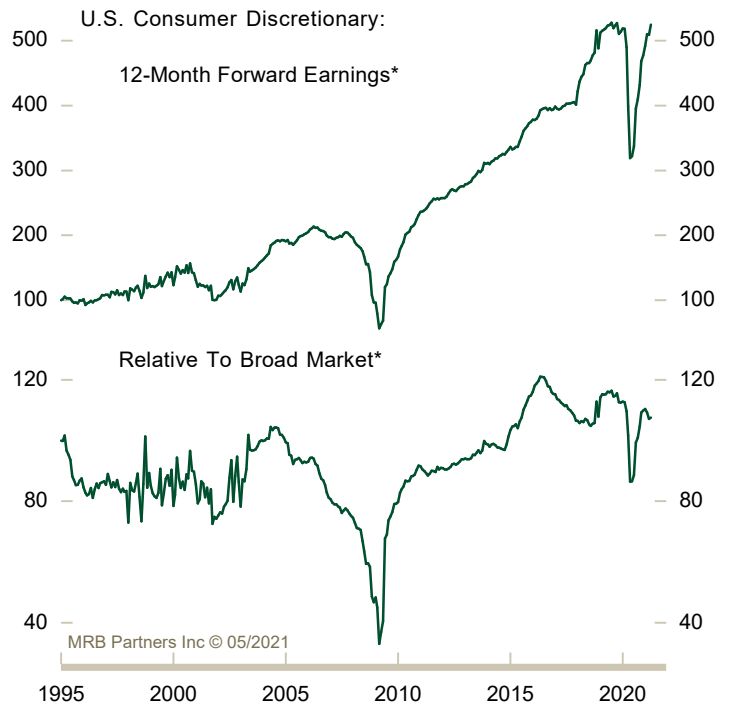
Consumer Discretionary: *Neutral*

Relative Price Momentum



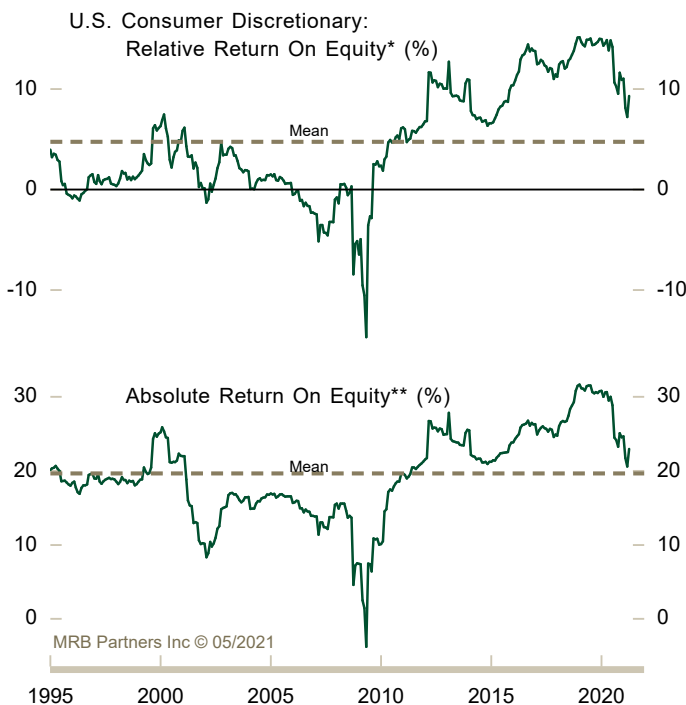
* ---40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI and MRB calculations
** Standardized

Earnings Momentum



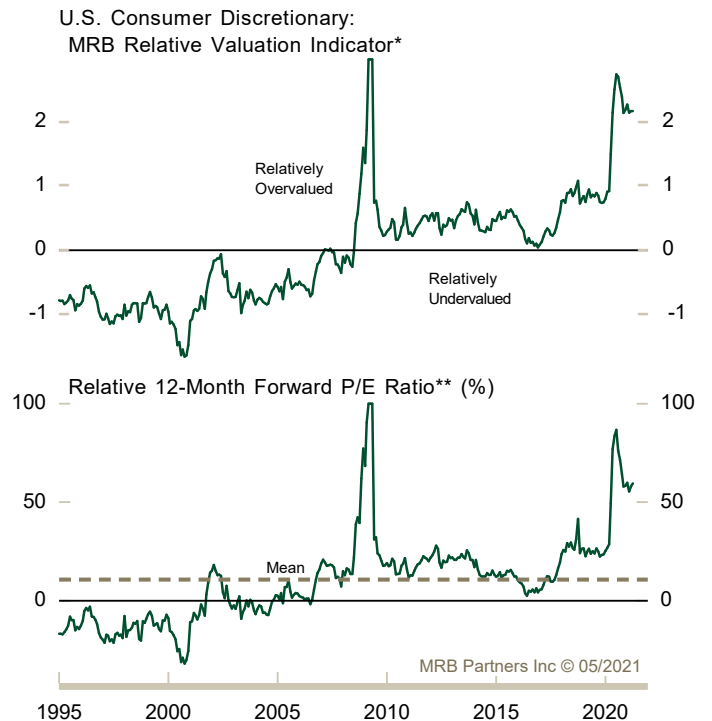
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
** Source: MSCI

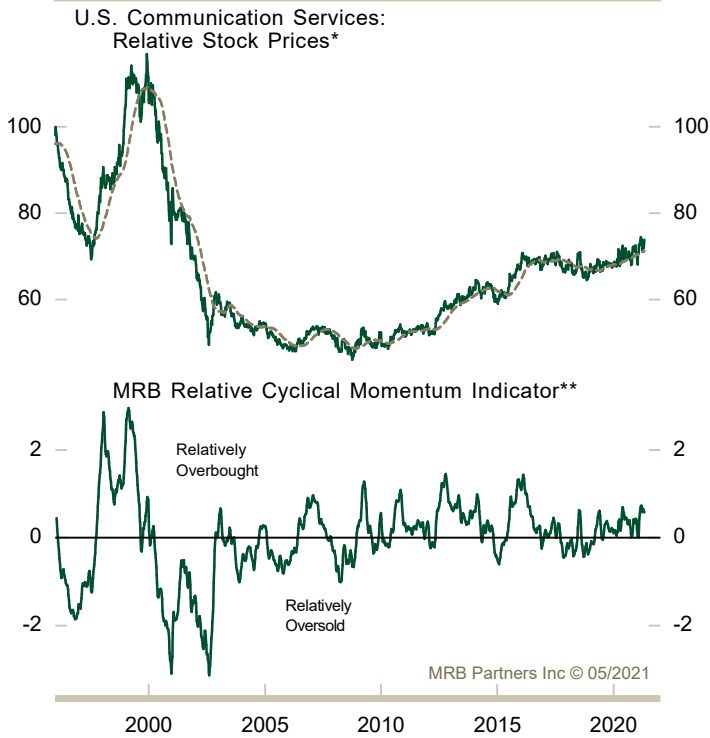
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI
Note: Panel 1 truncated above 3 & panel 2 truncated above 100%

Communication Services: *Neutral*

Relative Price Momentum



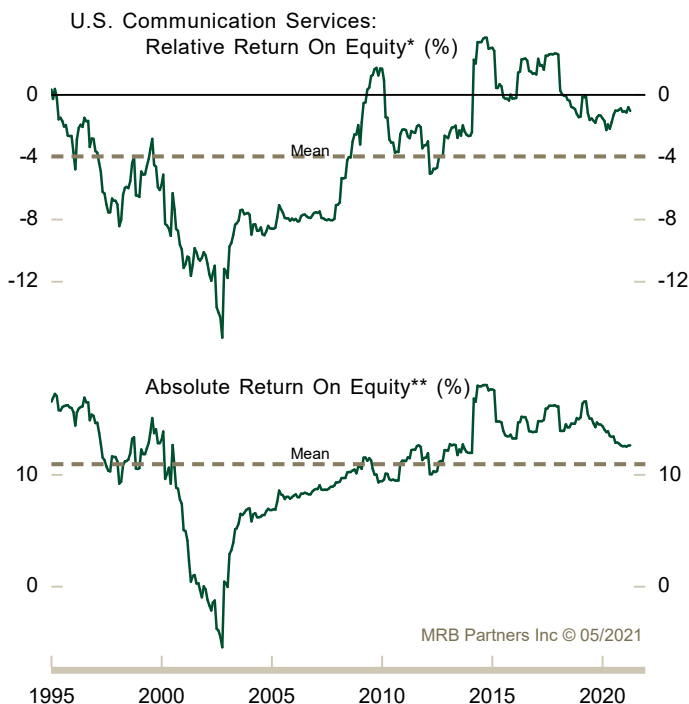
* ---40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI and MRB calculations
** Standardized

Earnings Momentum



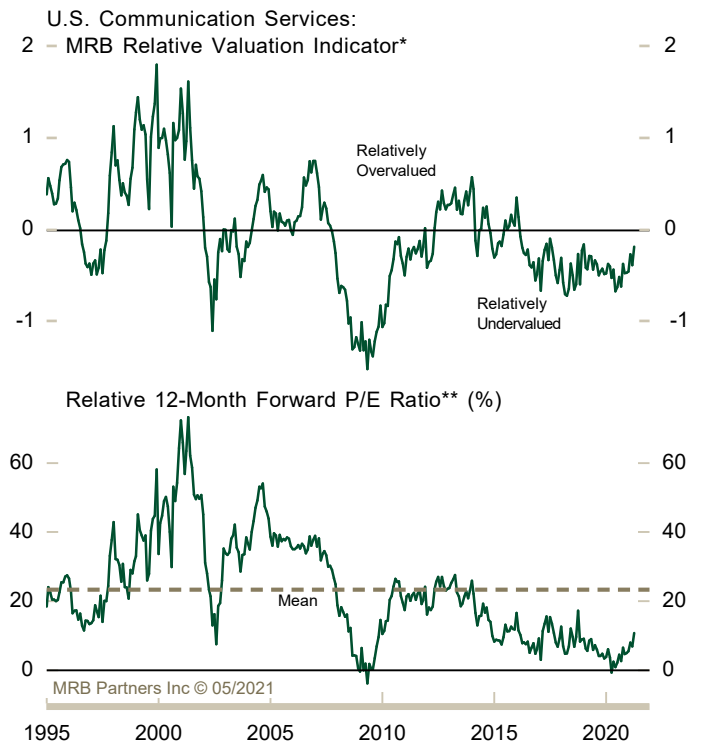
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI

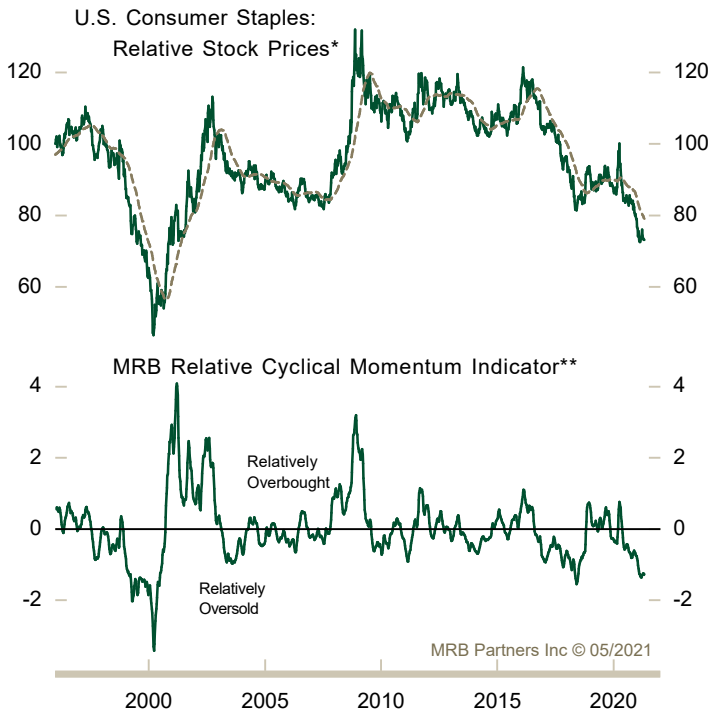
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI

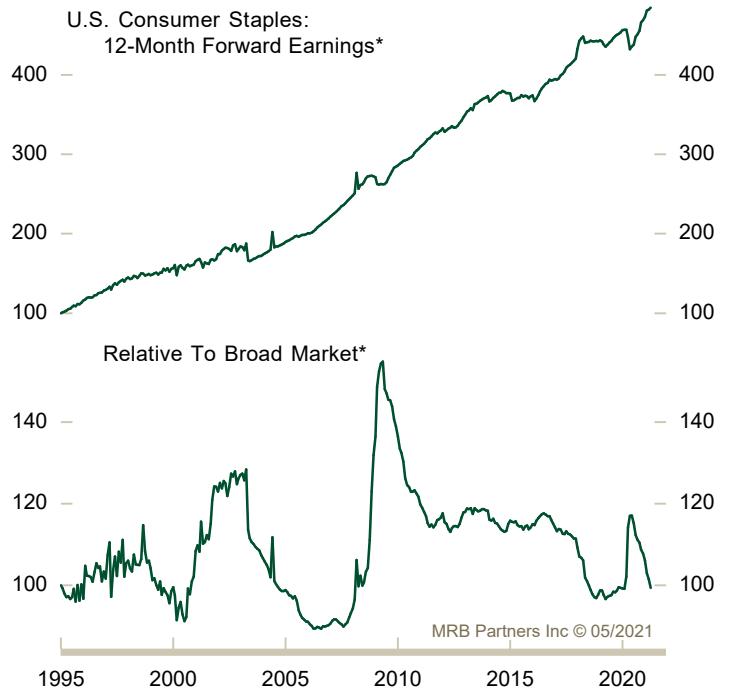
Consumer Staples: *Underweight*

Relative Price Momentum



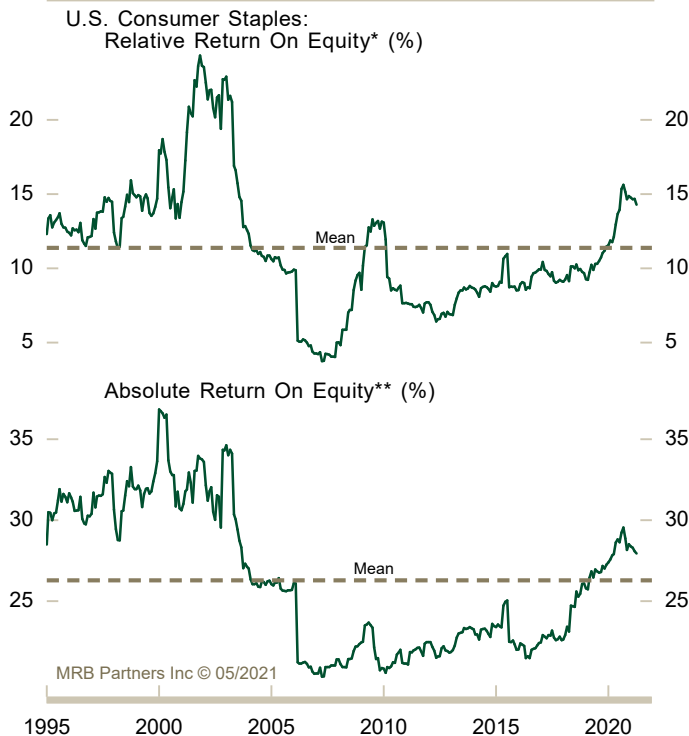
* --- 40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI
** Standardized

Earnings Momentum



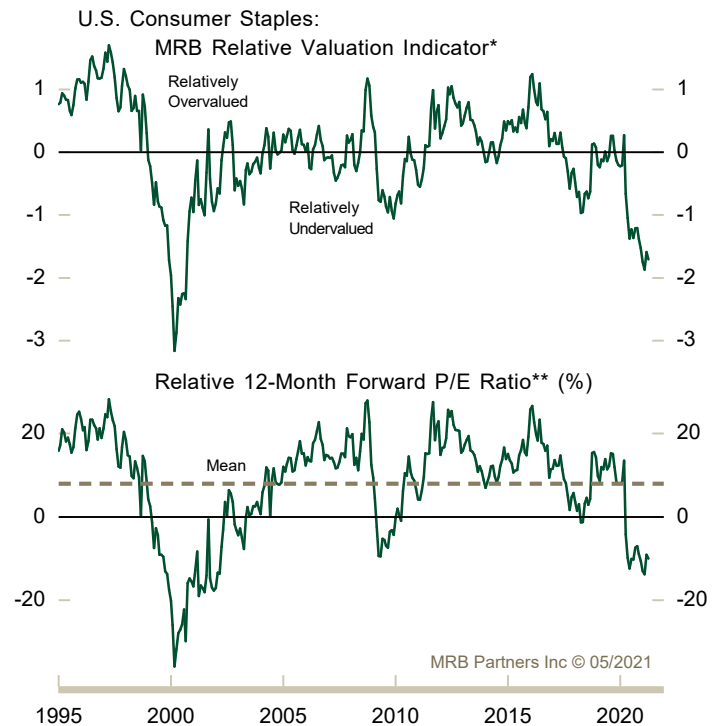
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
** Source: MSCI

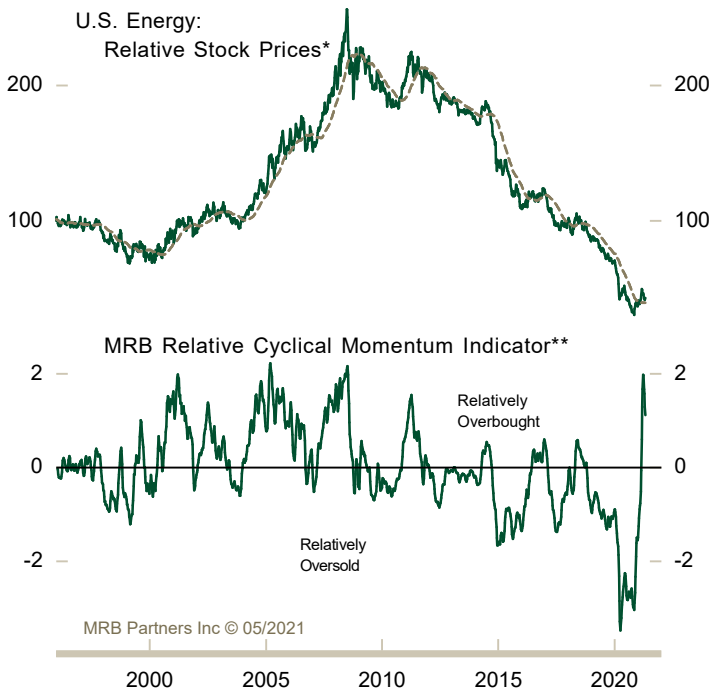
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI

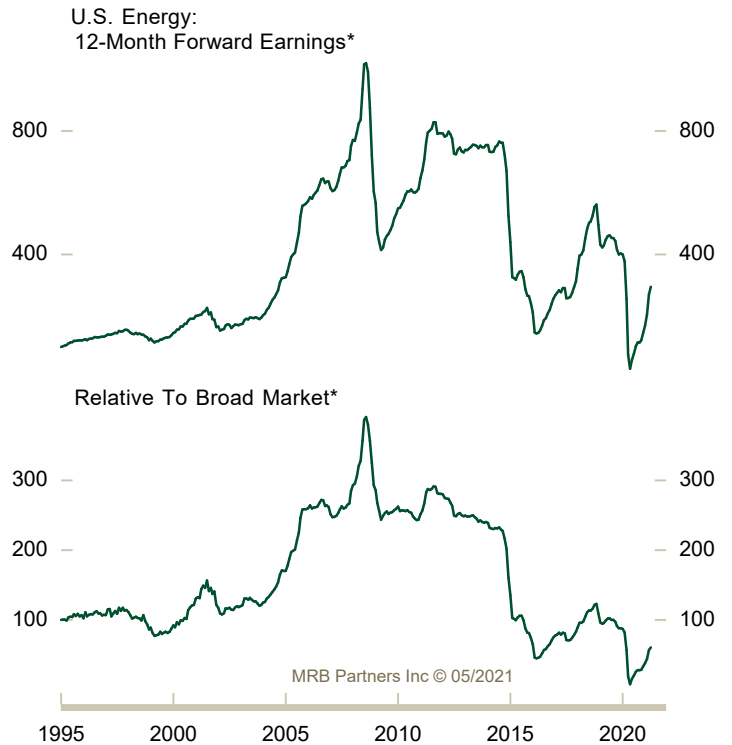
Energy: Overweight

Relative Price Momentum



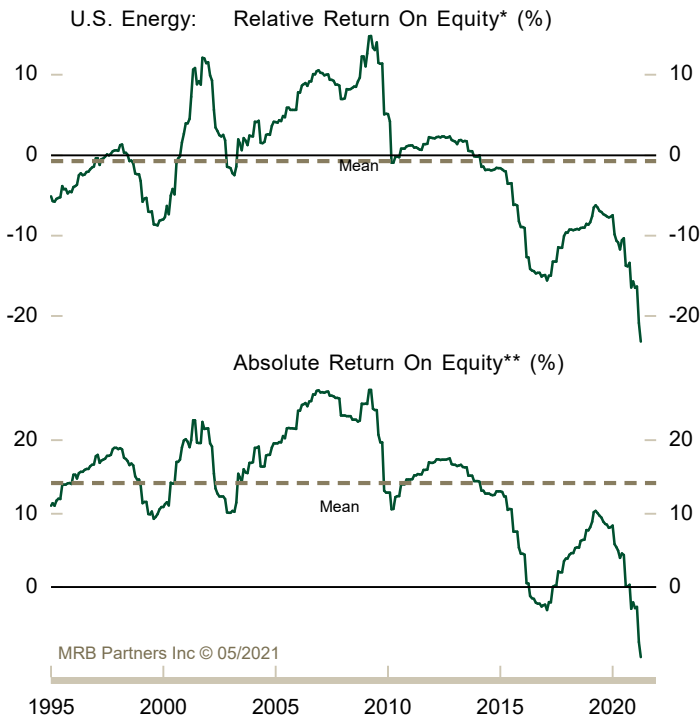
* ---40-week moving average; relative to U.S. equity benchmark; rebased; source: MSCI
 ** Standardized

Earnings Momentum



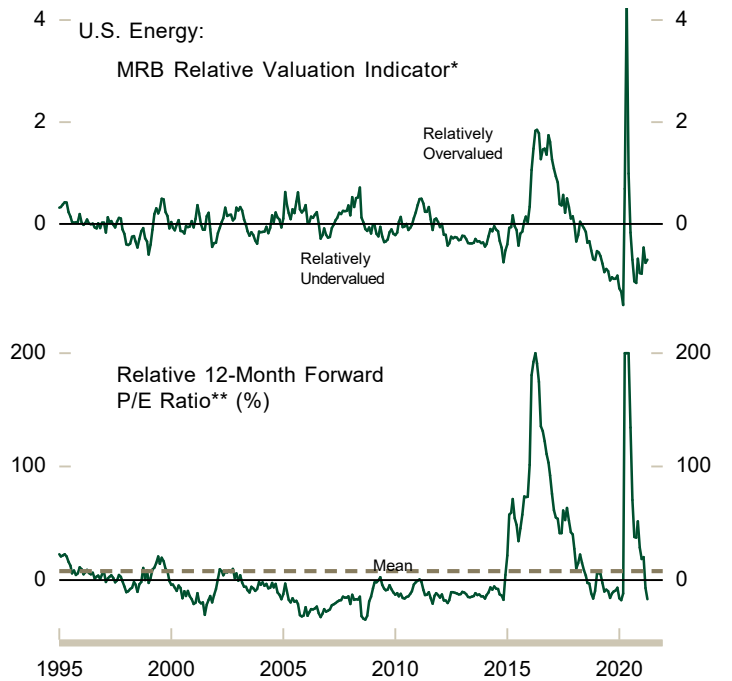
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
 ** Source: MSCI

Relative Valuation

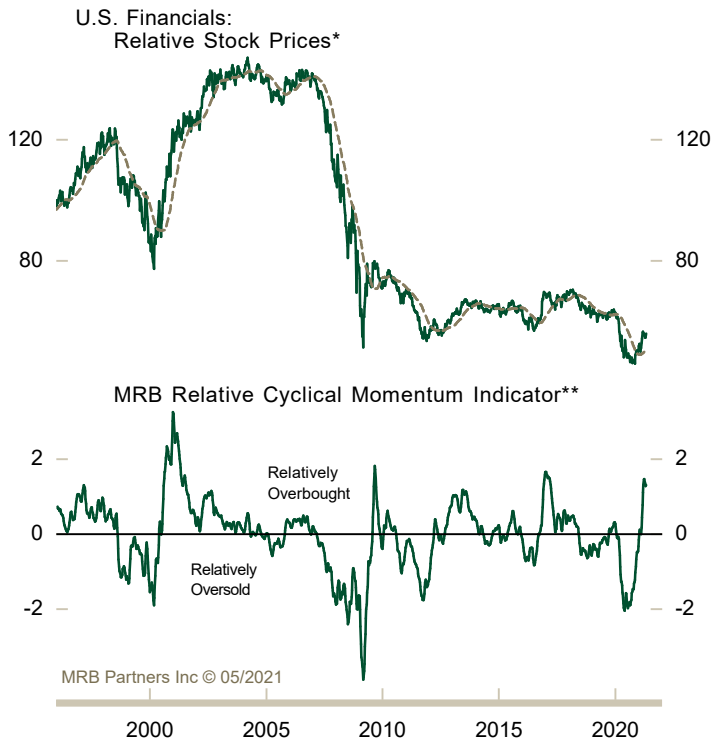


* Weighted average of select valuation measures; standardized
 ** % Premium (+), discount (-) to U.S. broad market; source: MSCI
 Note: Panel 2 is truncated above 200%

MRB Partners Inc © 05/2021

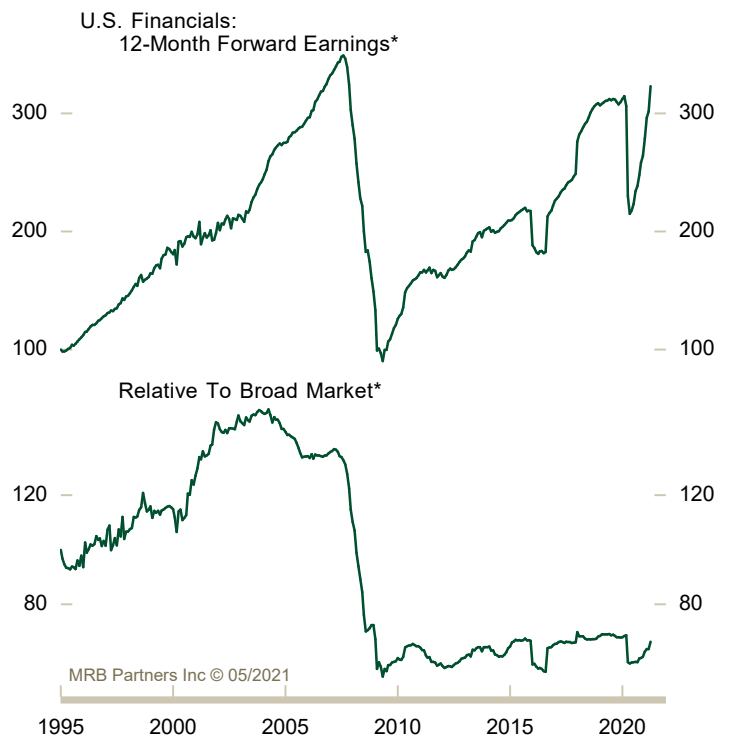
Financials: *Overweight*

Relative Price Momentum



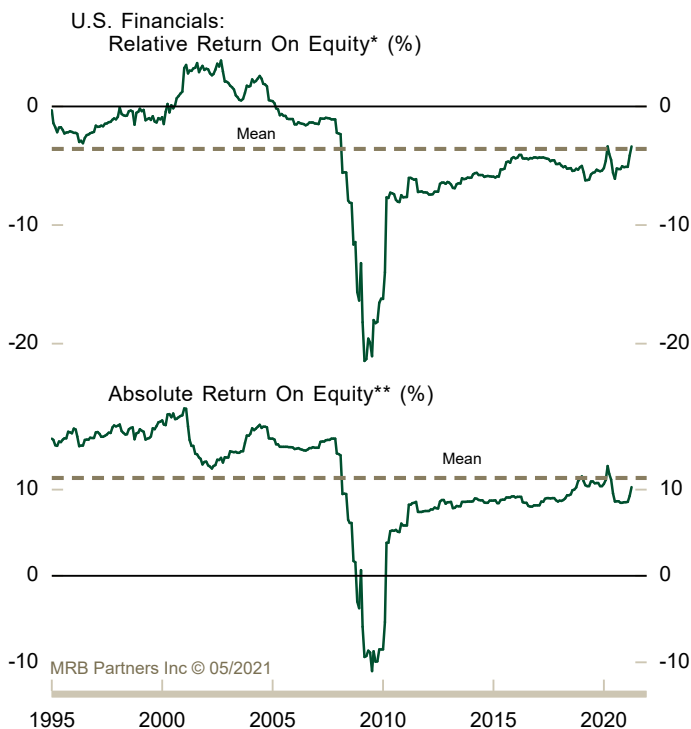
* ---40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI
** Standardized

Earnings Momentum



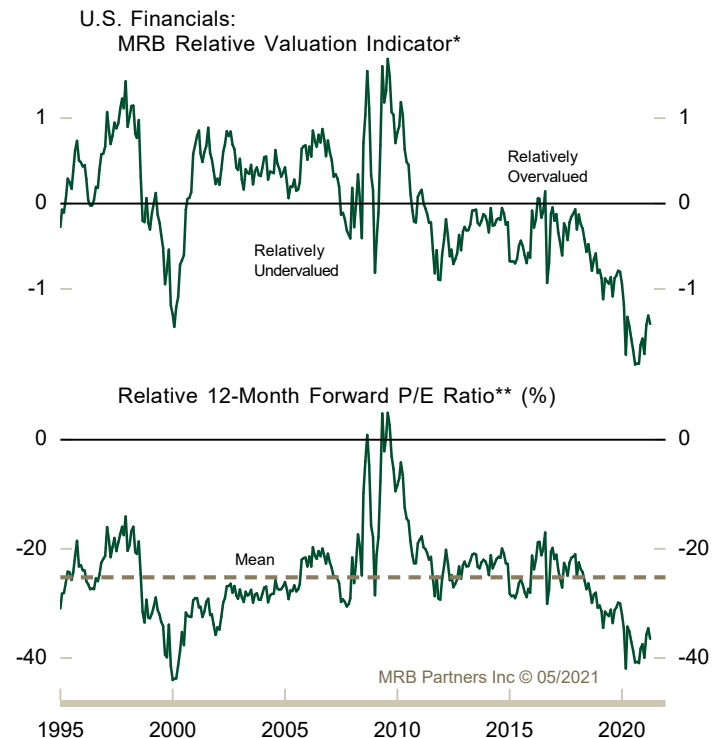
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
** Source: MSCI

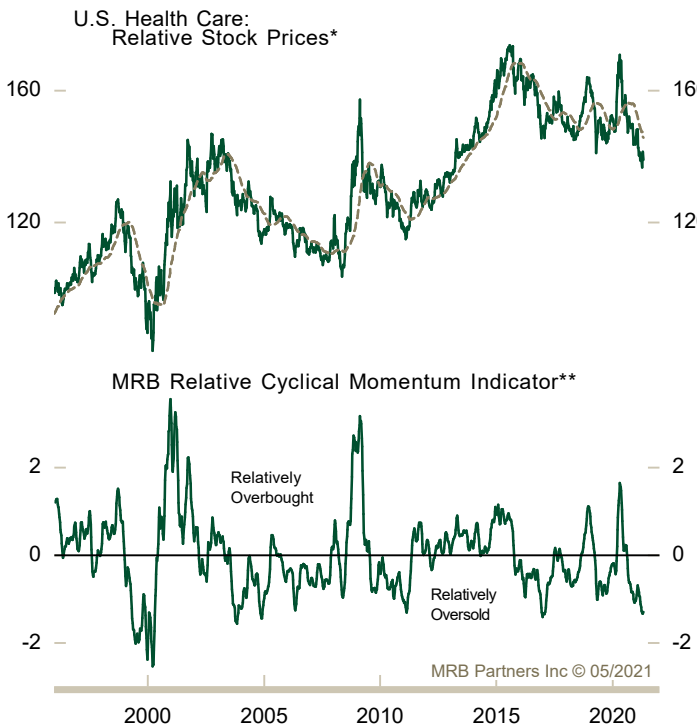
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI

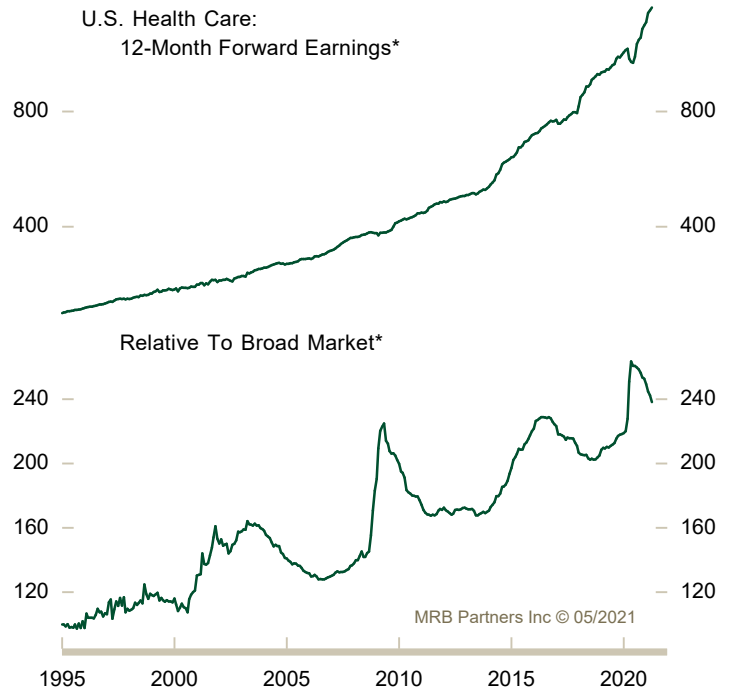
Health Care: Overweight

Relative Price Momentum

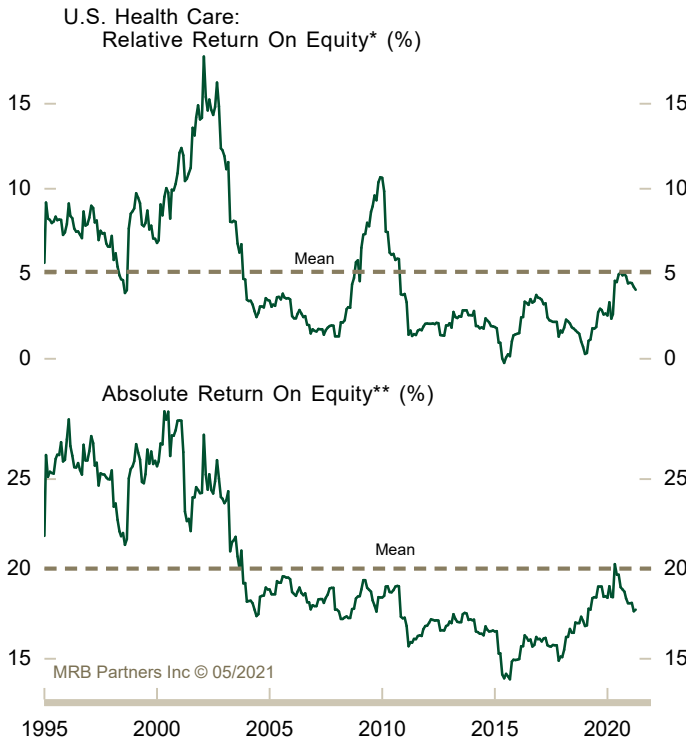


* ---40-week moving average; relative to U.S. equity benchmark; rebased; source: MSCI
 ** Standardized

Earnings Momentum

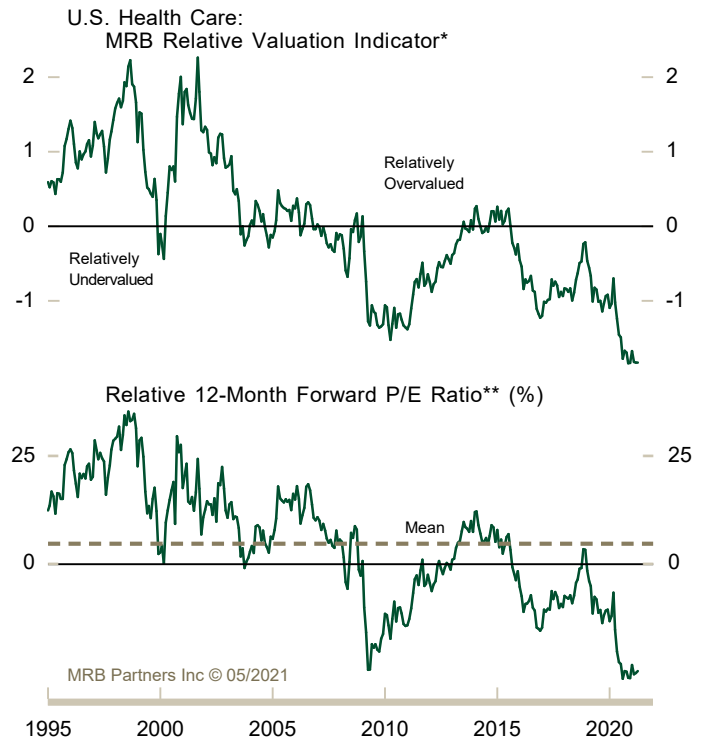


ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
 ** Source: MSCI

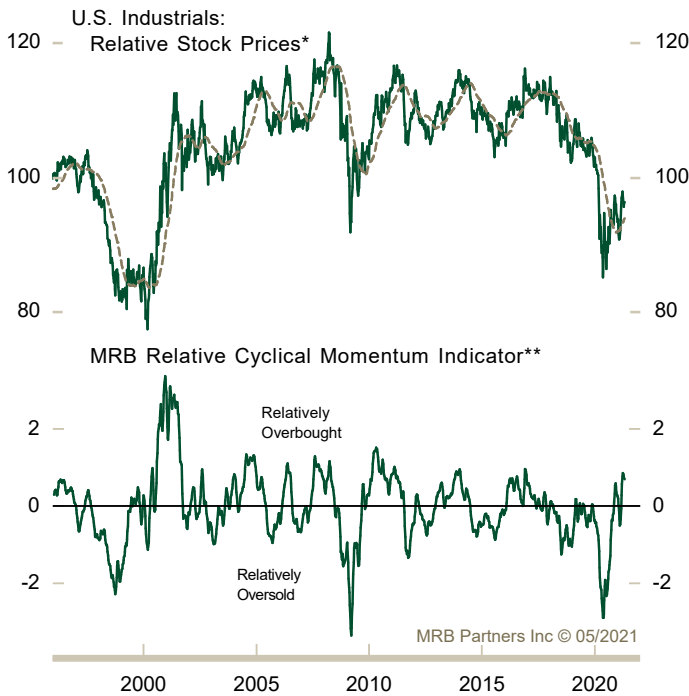
Relative Valuation



* Weighted average of select valuation measures; standardized
 ** % Premium (+), discount (-) to U.S. broad market; source: MSCI

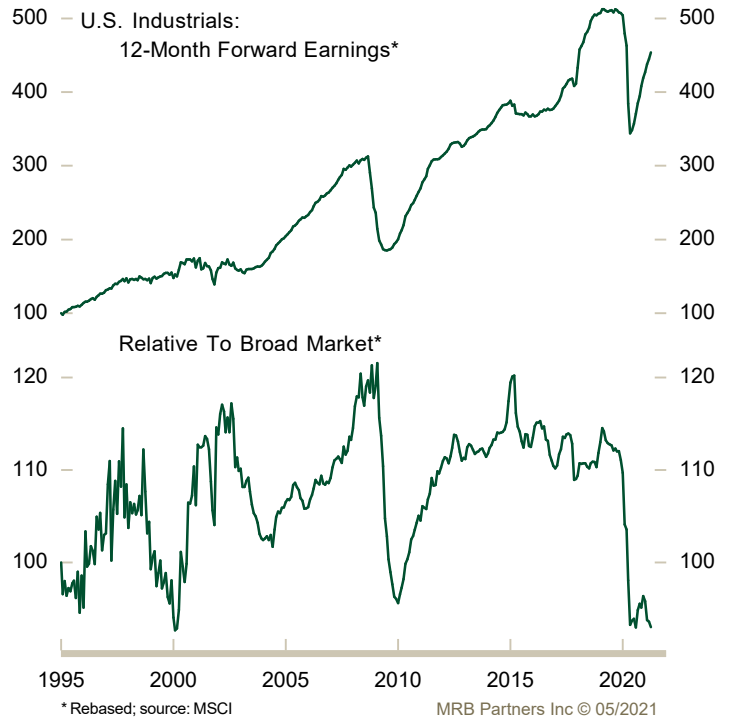
Industrials: *Neutral*

Relative Price Momentum

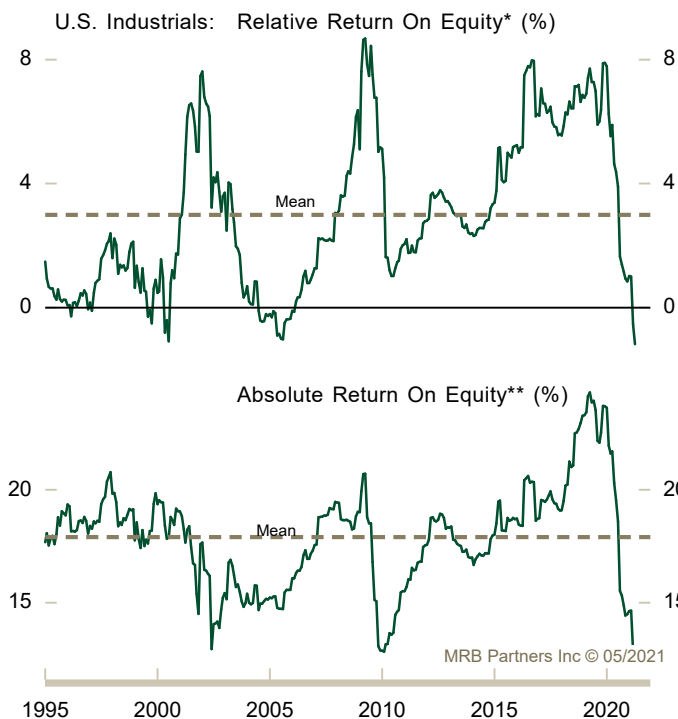


* ---40-week moving average; relative to U.S. equity benchmark; rebased; source: MSCI
 ** Standardized

Earnings Momentum

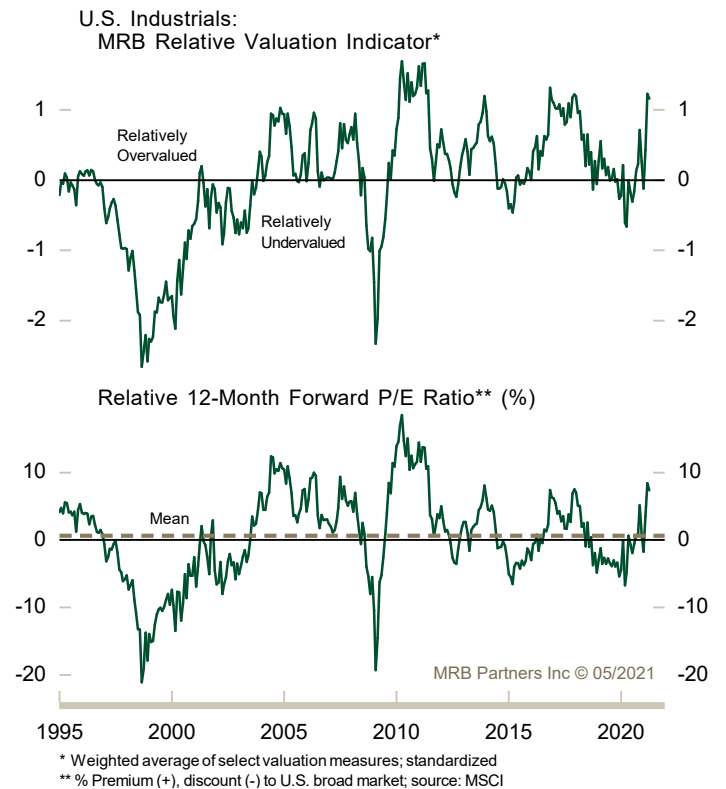


ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
 ** Source: MSCI

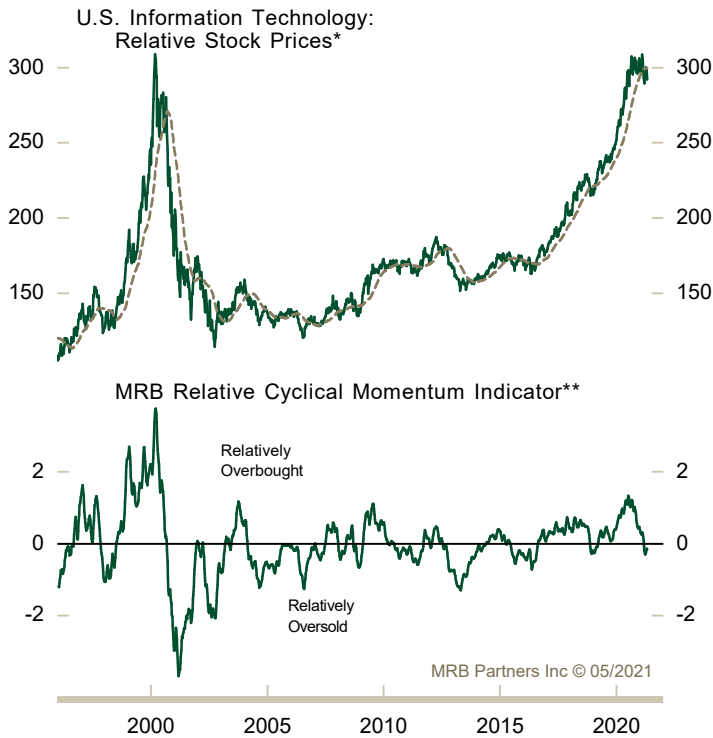
Relative Valuation



* Weighted average of select valuation measures; standardized
 ** % Premium (+), discount (-) to U.S. broad market; source: MSCI

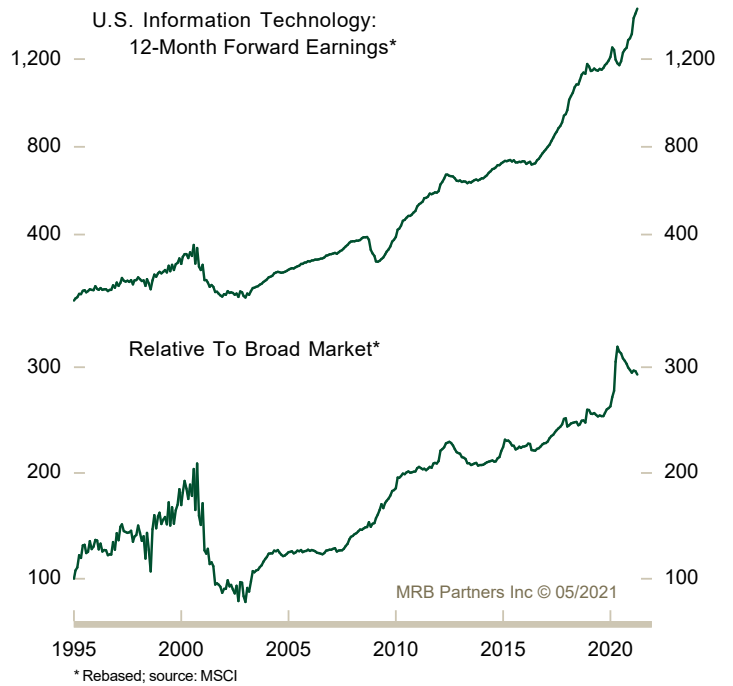
Information Technology: *Neutral*

Relative Price Momentum



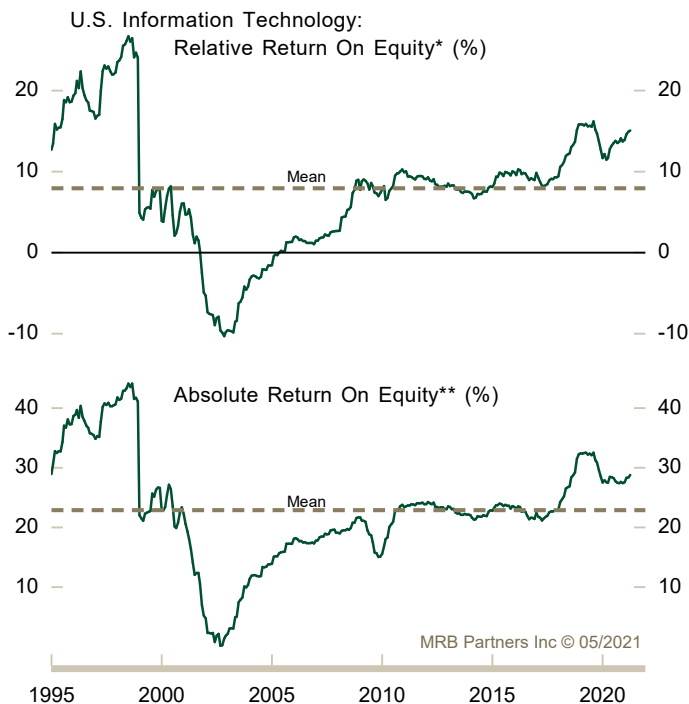
* ---40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI and MRB calculations
** Standardized

Earnings Momentum



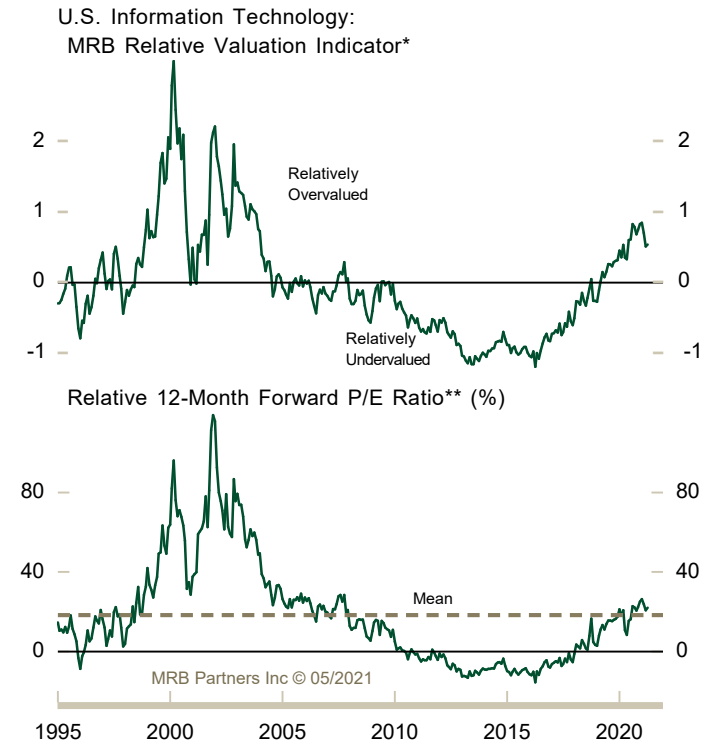
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
** Source: MSCI

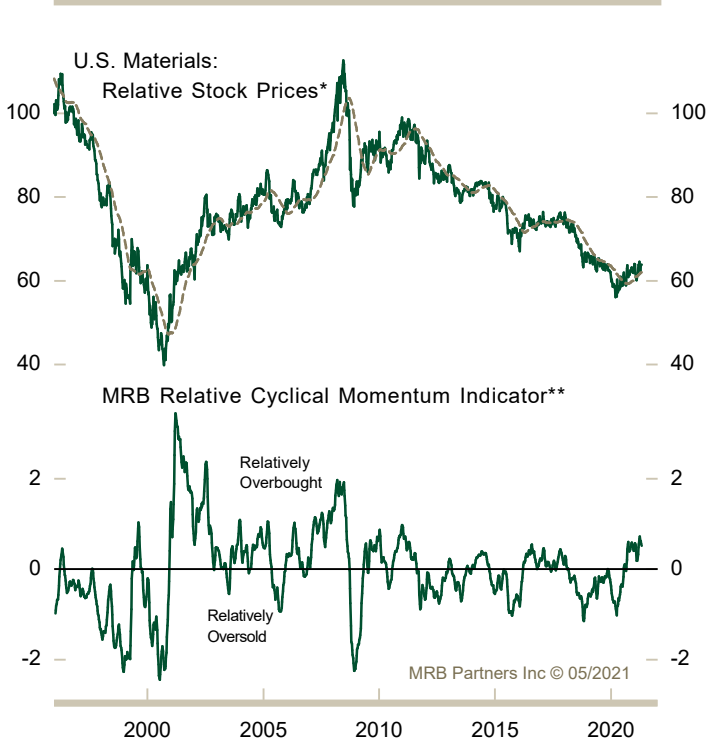
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI

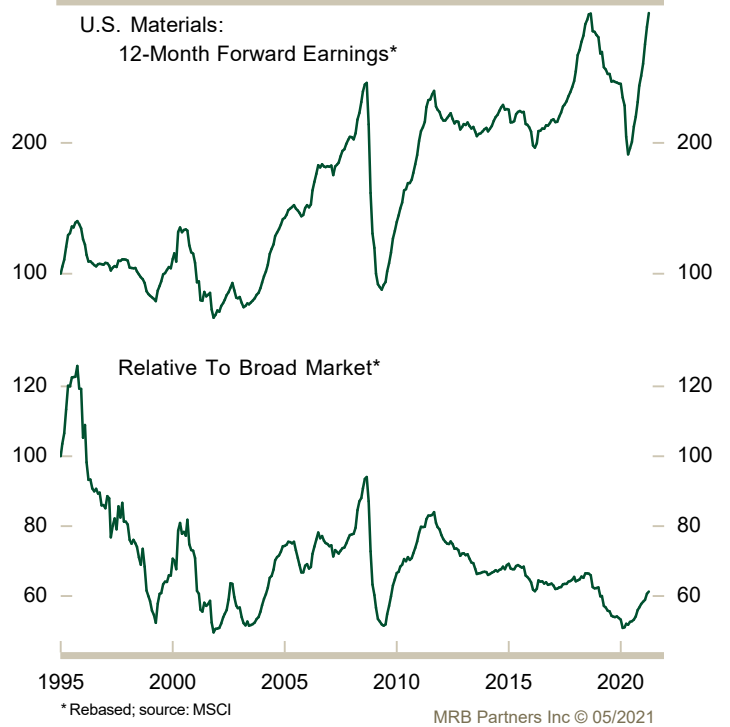
Materials: *Neutral*

Relative Price Momentum



* ---40-week moving average; relative to U.S. equity benchmark; rebased; source: MSCI
 ** Standardized

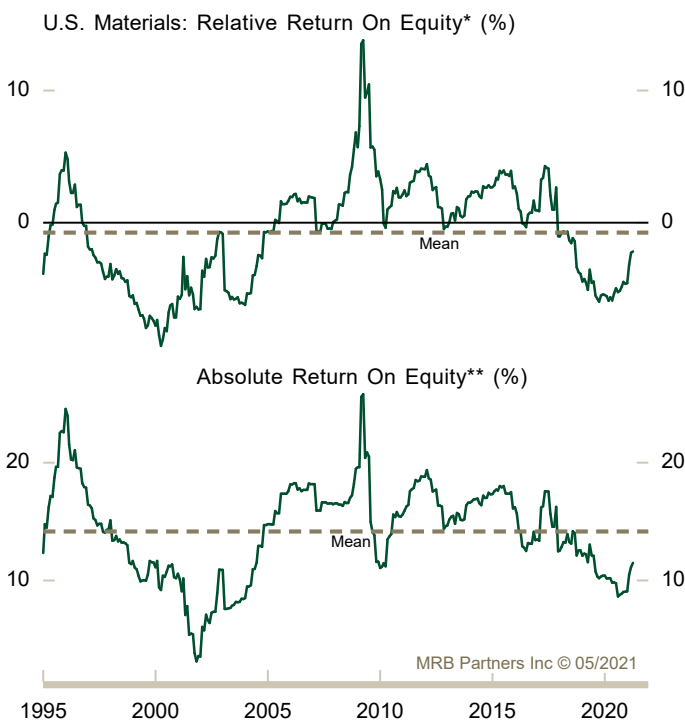
Earnings Momentum



* Rebased; source: MSCI

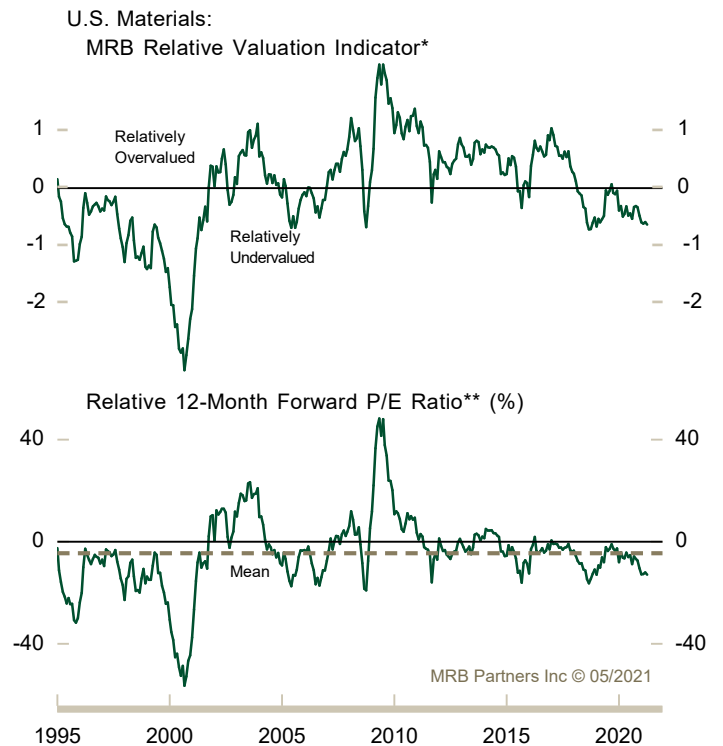
MRB Partners Inc © 05/2021

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
 ** Source: MSCI

Relative Valuation

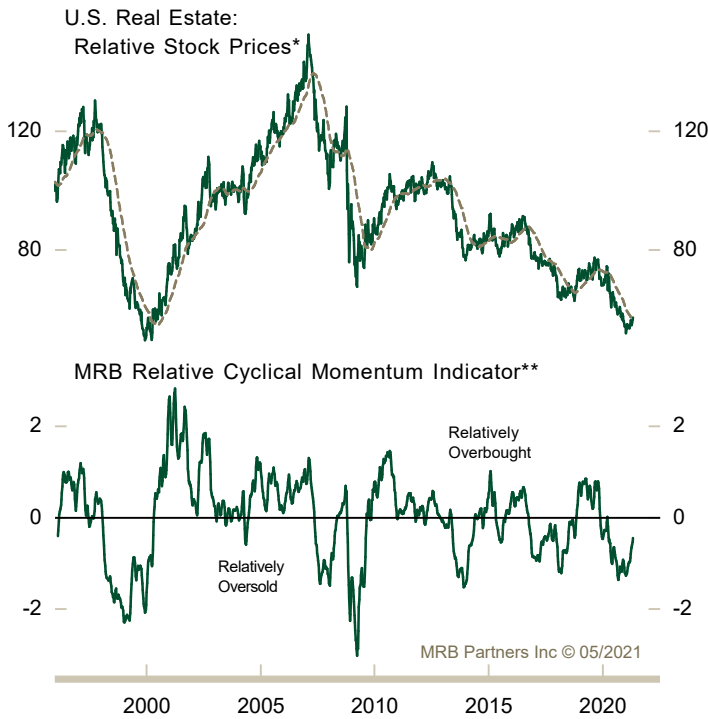


* Weighted average of select valuation measures; standardized
 ** % Premium (+), discount (-) to U.S. broad market; source: MSCI

MRB Partners Inc © 05/2021

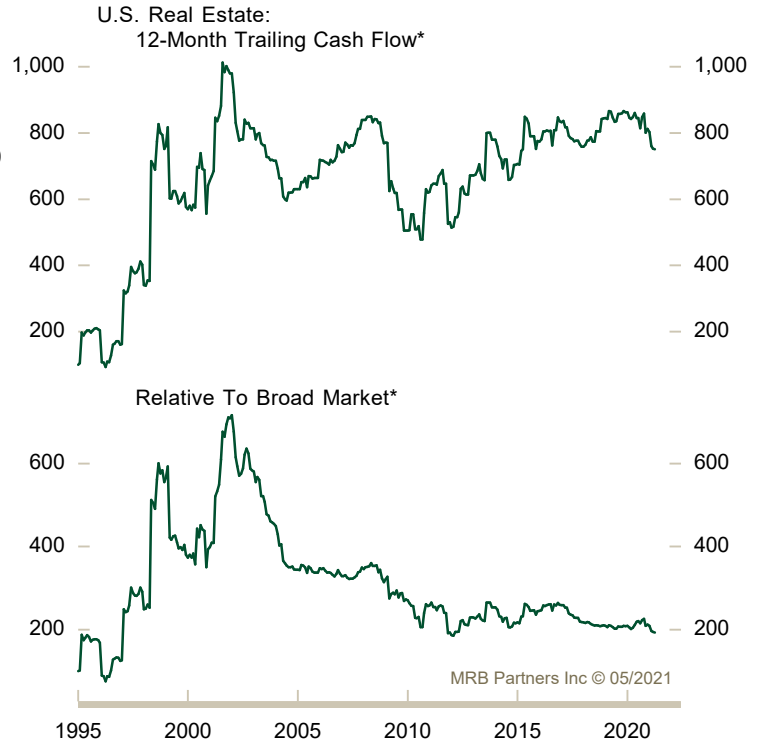
Real Estate: *Underweight*

Relative Price Momentum



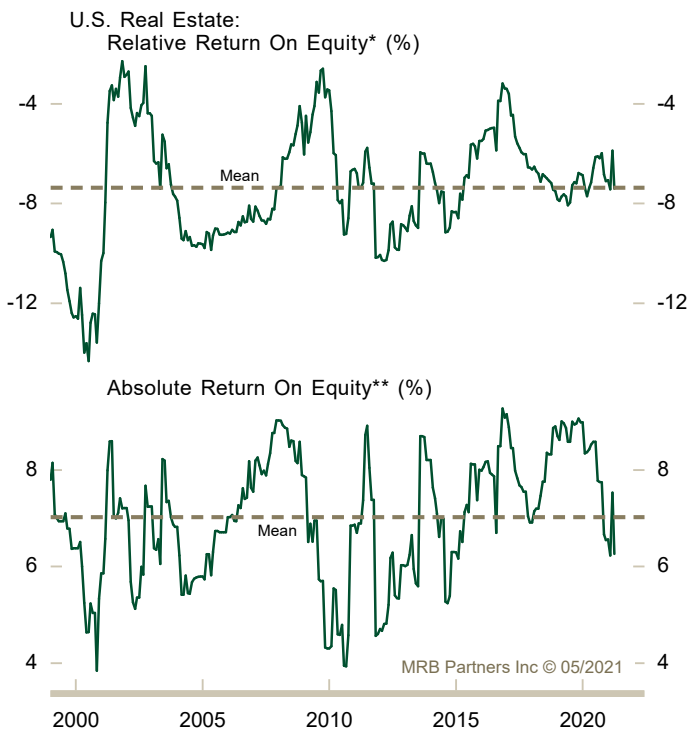
* ---40-week moving average; relative to U.S. equity benchmark; rebased;
source: MSCI
** Standardized

Earnings Momentum



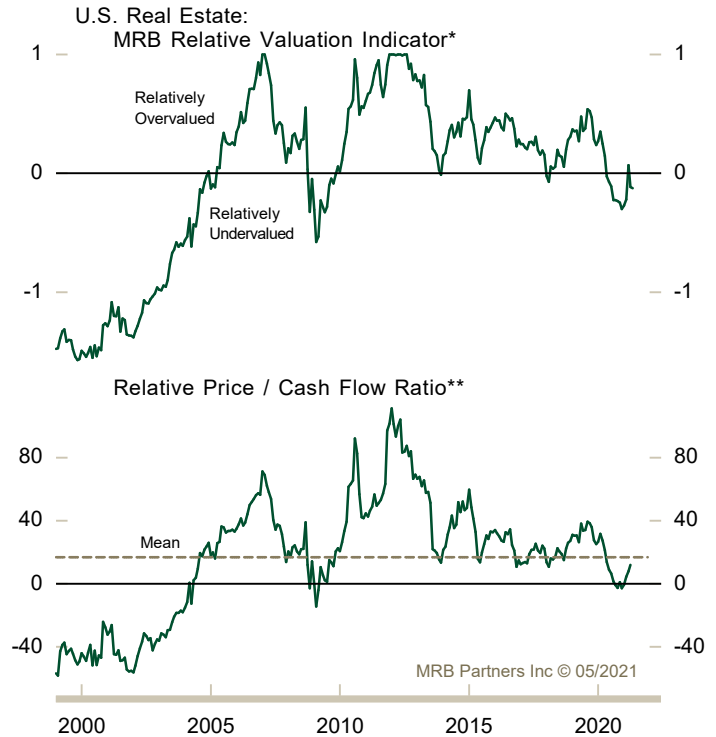
* Rebased; source: MSCI

ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
** Source: MSCI

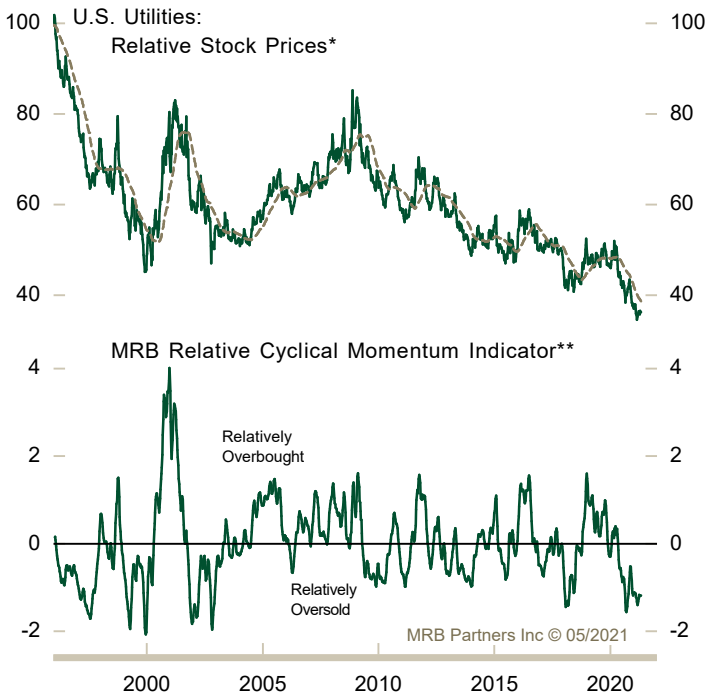
Relative Valuation



* Weighted average of select valuation measures; standardized
** % Premium (+), discount (-) to U.S. broad market; source: MSCI

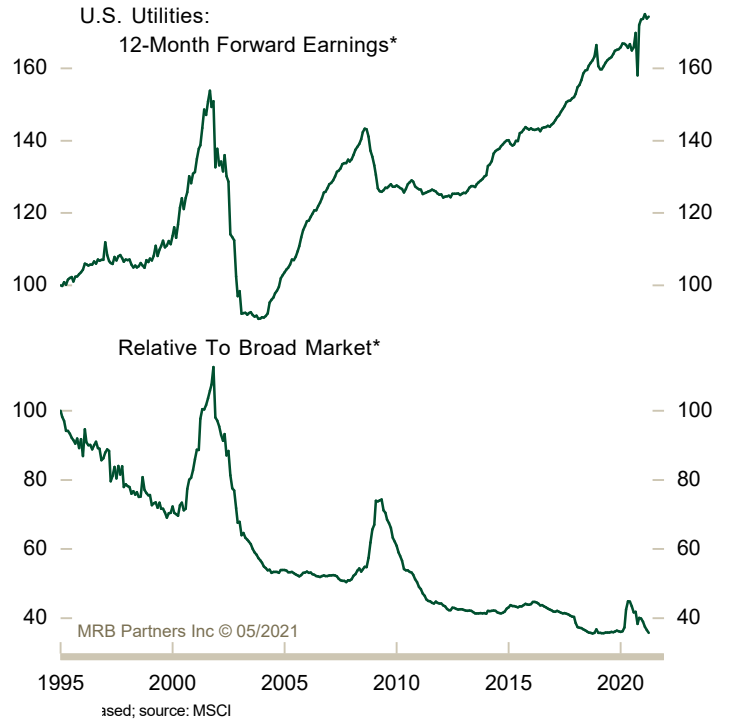
Utilities: *Underweight*

Relative Price Momentum

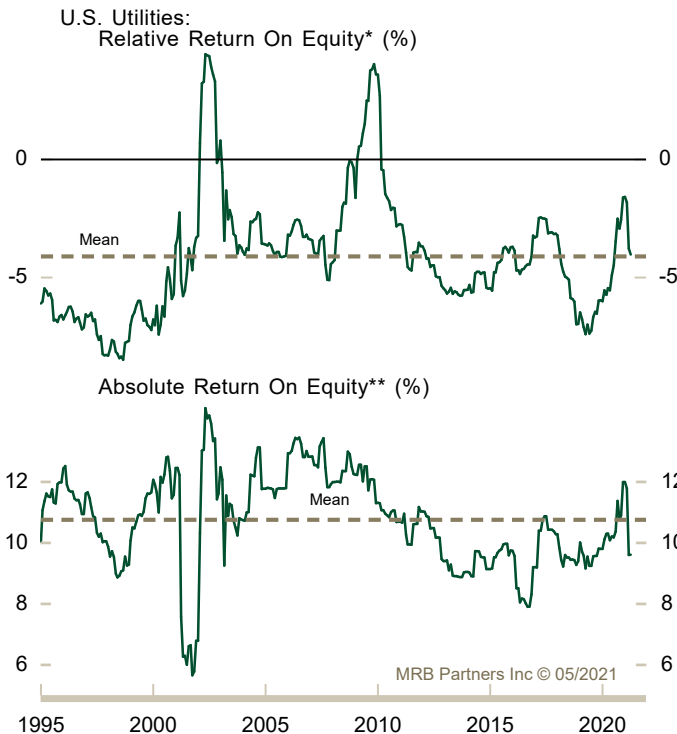


* ---40-week moving average; relative to U.S. equity benchmark; rebased; source: MSCI
 ** Standardized

Earnings Momentum

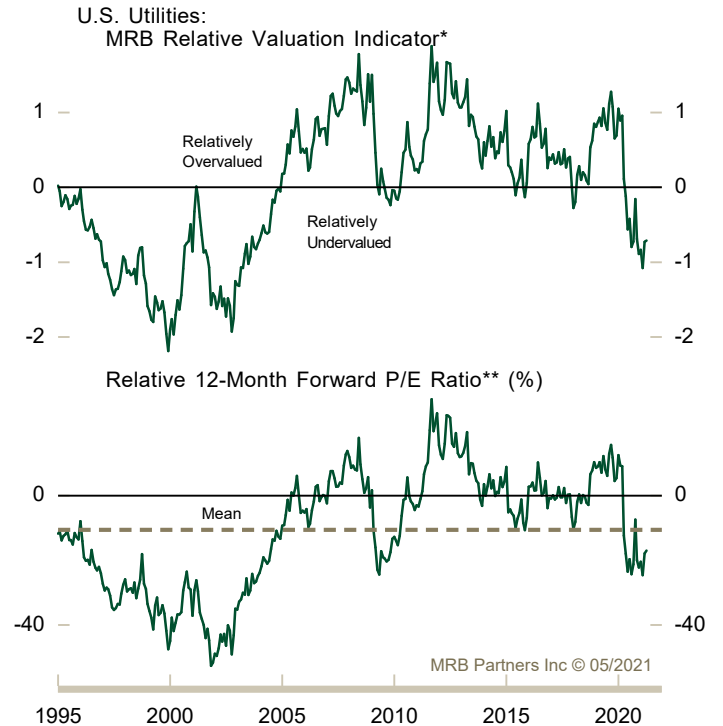


ROE Cycle



* Relative to U.S. equity benchmark; source: MSCI
 ** Source: MSCI

Relative Valuation



* Weighted average of select valuation measures; standardized
 ** % Premium (+), discount (-) to U.S. broad market; source: MSCI

MRB - The Macro Research Board is a privately-owned independent top-down research firm that provides integrated, global, multi-asset investment strategy as well as actionable absolute and relative return ideas. Our views incorporate a long-term outlook based on in-depth thematic research, together with a rigorous set of frameworks and forecasting models/indicators that drive 6-12 month asset market performance. MRB's team of analysts and strategists leverage the firm's robust research engine and their extensive experience to form one cohesive house view and ensure that investment strategy is articulated in a client-friendly manner.

For more information, please contact:

Client Relations

clientrelations@mrbbpartners.com

London

24 Old Bond Street, 3rd Floor
London, W1S 4AP, United Kingdom
Tel +44 (0) 20 3667 2160

Montreal

1275 Ave. des Canadiens-de-Montréal, Suite 500
Montreal, Quebec H3B 0G4, Canada
Tel +1 514 558 1515

New York

1345 Avenue of the Americas, FL 2
New York, NY, 10105, United States
Tel +1 212 390 1148

MRB Research Coverage

Weekly Macro Strategy

Global Macro & Investment Themes

Tactical Asset Allocation Strategy

Absolute Return Strategy

Developed Market Strategy

Emerging Market Strategy

Global Equity Strategy

U.S. Equity Sectors Strategy

Global Fixed Income Strategy

Foreign Exchange Strategy

Commodity Strategy

Weekly Webcasts

Copyright 2021©, MRB Partners Inc. All rights reserved.

The information, recommendations and other materials presented in this document are provided for information purposes only and should not be considered as an offer or solicitation to sell or buy securities or other financial instruments or products, nor to constitute any advice or recommendation with respect to such securities or financial instruments or products. This document is produced for general circulation and as such represents the general views of MRB Partners Inc., and does not constitute recommendations or advice for any specific person or entity receiving it.

This document is the property of MRB Partners Inc. and should not be circulated without the express authorization of MRB Partners Inc. Any use of graphs, text or other material from this report by the recipient must acknowledge MRB Partners Inc. as the source and requires advance authorization.

MRB Partners Inc. relies on a variety of data providers for economic and financial market information. The data used in this report are judged to be reliable, but MRB Partners Inc. cannot be held accountable for the accuracy of data used herein.