

Figure 8: S&P 500 Advised Sector and Industry Allocation (2014/15 PE based on DB US Equity Strategy top down sector and industry EPS estimates)

2015/16 PE															
	Market Weight (%)	Advised Weight (%)	Sector	2015 PE	2016 PE	Overweight	2015 PE	2016 PE	Equalweight	2015 PE	2016 PE	Underweight	2015 PE	2016 PE	
Over-weight	14.5%	20.0%	Health Care	17.1	16.1	Biotechnology	14.4	12.9				Health Care Providers & Services	16.3	15.5	
						Health Care Equipment & Supplies	21.6	20.3							
						Health Care Technology	27.8	24.1							
						Life Sciences Tools & Services	19.1	18.4							
Over-weight	21.2%	25.0%	Information Technology	17.4	16.3	Technology Hardware, Storage & Peripherals	11.9	11.2							
						Internet Software & Services	30.0	26.7							
						IT Services	18.5	17.5							
						Semiconductors	16.9	16.3							
Over-weight	2.8%	5.0%	Utilities	15.4	14.9	Electric Utilities	14.6	14.3							
						Gas Utilities	21.3	19.9							
						Independent Power Producers	10.5	9.5							
						Mut-Utilities	16.9	16.4							
Over-weight	2.3%	2.5%	Telecom	12.4	12.7	Telecommunication Services	12.4	12.7							
Equal-weight	16.4%	16.5%	Financials	13.7	13.0	Banks	11.8	11.2							
						Capital Markets	14.7	13.6							
						Consumer Finance	11.3	10.9							
						Diversified Financial Services	20.4	18.8							
Equal-weight	13.1%	13.0%	Consumer Discretionary	20.9	19.3	Insurance	12.1	11.6							
						REITs	18.5	17.8							
						Real Estate Mgmt. & Development	17.3	16.0							
						Thriffs & Mortgage Finance	33.2	11.6							
Under-weight	9.7%	7.0%	Consumer Staples	21.0	20.6	Auto Components	13.4	12.5				Diversified Consumer Services	18.4	16.8	
						Automobiles	8.4	8.0							
						Distributors	19.3	18.0							
						Household Durables	16.4	14.6							
Under-weight	10.2%	5.0%	Industrials	16.4	16.1	Leisure Products	20.5	19.3				Hotels, Restaurants & Leisure	24.5	22.4	
						Multiline Retail	15.3	14.3							
						Specialty Retail	21.5	19.8							
						Internet & Catalog Retail	81.5	65.2							
Under-weight	3.0%	2.5%	Materials	17.7	16.5	Media	18.1	17.1				Textiles, Apparel & Luxury Goods	23.8	21.7	
						Food & Staples Retailing	18.1	17.5							
						Beverages	22.8	22.6							
						Food Products	24.4	23.4							
Under-weight	6.0%	3.5%	Energy	27.5	23.8	Airlines	7.3	8.3				Personal Products	27.4	24.0	
						Building Products	23.9	22.3							
						Air Freight & Logistics	18.1	17.0							
						Commercial Services & Supplies	19.1	18.1							
Under-weight	3.0%	2.5%	Energy	27.5	23.8	Professional Services	19.6	17.9				Tobacco	20.3	20.6	
						Road & Rail	14.8	13.9							
						Industrial Conglomerates	22.7	21.6							
						Aerospace & Defense	17.2	16.3							
Under-weight	3.0%	2.5%	Energy	27.5	23.8	Chemicals	17.1	16.3				Construction & Engineering	14.0	14.0	
						Construction Materials	43.2	36.0							
						Containers & Packaging	16.0	15.3							
						Metals & Mining	28.0	18.3							
Under-weight	6.0%	3.5%	Energy	27.5	23.8	Paper & Forest Products	10.6	10.6				Machinery	15.3	15.9	
						Energy Equipment & Services	20.5	20.3							
						Oil, Gas & Consumable Fuels	29.6	22.9							
						Trading Companies & Distributors	16.7	15.9							
Aggregate PE of DB Industry allocations				Overweight		15.6	14.8	Equalweight		17.6	16.6	Underweight		21.3	20.0
S&P 500 Index						2049.62		2015 & 2016 DB Strategy EPS		119.0	125.0	2015 & 2016 DB Strategy PE		17.2	16.4
								Bottom-up Cons. EPS		118.4	128.1	Bottom-up Cons. PE		17.3	16.0

Source: Deutsche Bank Research, IBES

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