

Figure 64: S&P 500 Advised Sector and Industry Allocation (2014/15 PE based on DB US Equity Strategy top down sector and industry EPS estimates)

	Market Weight (%)	Advised Weight (%)	Sector	2015 PE	2016 PE	Overweight		Equalweight		Underweight		2015 PE	2016 PE	
						2015 PE	2016 PE	2015 PE	2016 PE	2015 PE	2016 PE			
Over-weight	14.5%	18.0%	Health Care	17.0	15.9	Biotechnology	15.1	13.5			Health Care Providers & Services	16.0	15.2	
						Health Care Equipment & Supplies	21.8	20.4						
						Health Care Technology	27.2	23.6						
						Life Sciences Tools & Services	19.5	18.8						
						Pharmaceuticals	17.1	16.3						
Information Technology	21.0%	21.0%	17.5	16.5	Technology Hardware, Storage & Peripherals	12.2	11.5							
					Internet Software & Services	29.8	26.6							
					IT Services	19.0	17.9							
					Semiconductors	16.6	16.1							
					Software	21.4	20.2							
Financials	16.4%	17.2%	14.0	13.2	Banks	12.1	11.5	Diversified Financial Services	20.9	19.3				
					Capital Markets	15.0	13.9	Insurance	12.3	11.7				
					Consumer Finance	11.7	11.2	REITs	18.8	18.0				
							Real Estate Mgmt. & Development	17.4	16.1					
Utilities	2.0%	3.4%	15.7	15.2	Electric Utilities	15.0	14.7							
					Gas Utilities	21.2	19.8							
					Independent Power Producers	10.8	9.8							
					Multi-Utilities	17.1	16.5							
Telecom	2.3%	2.6%	12.6	13.0	Telecommunication Services	12.6	13.0							
Equal-weight	13.0%	13.2%	Consumer Discretionary	21.1	19.5	Auto Components	13.7	12.7	Diversified Consumer Services	18.3	16.7			
						Automobiles	8.6	8.2	Hotels, Restaurants & Leisure	25.0	22.8			
						Distributors	19.5	18.2	Textiles, Apparel & Luxury Goods	23.6	21.5			
						Household Durables	16.6	14.7						
						Leisure Products	21.2	20.0						
						Multiline Retail	14.5	13.6						
						Specialty Retail	21.1	19.4						
						Internet & Catalog Retail	80.7	64.6						
						Media	18.9	17.6						
						Food & Staples Retailing	18.1	17.5	Beverages	23.1	22.9			
Under-weight	9.6%	8.5%	Consumer Staples	20.6	20.1	Food Products	21.3	20.4						
						Household Products	20.6	20.0						
						Personal Products	27.7	24.2						
						Tobacco	20.3	20.6						
						Airlines	7.3	6.3	Aerospace & Defense	17.7	16.7			
						Building Products	24.2	22.6	Construction & Engineering	13.7	13.7			
						Air Freight & Logistics	18.8	17.6	Electrical Equipment	16.3	16.3			
						Commercial Services & Supplies	19.6	18.7	Machinery	15.5	16.0			
						Industrial Conglomerates	23.0	21.8	Trading Companies & Distributors	16.7	15.9			
						Professional Services	20.1	18.3						
Road & Rail	15.9	15.0	Chemicals	17.3	16.5	Construction Materials	45.6	38.0						
Materials	3.0%	2.6%	17.9	16.7	Containers & Packaging	16.1	15.4							
					Metals & Mining	28.3	18.5							
					Paper & Forest Products	11.0	11.0							
					Energy Equipment & Services	20.9	29.9							
Energy	7.0%	5.0%	28.5	24.6	Oil, Gas & Consumable Fuels	30.6	23.8							
Aggregate PE of DB Industry allocations						Overweight	15.6	14.9	Equalweight	18.5	17.4	Underweight	21.3	20.0
S&P 500 Index						2081.24	2015 & 2016 DB Strategy EPS		119.0	125.0	2015 & 2016 DB Strategy PE		17.5	16.6
							Bottom-up Cons. EPS		118.8	128.5	Bottom-up Cons. PE		17.5	16.2

Source: Deutsche Bank Markets Research

