

March 18, 2016



[If you no longer wish to receive this free newsletter, CLICK HERE to unsubscribe](#)

The ValuEngine Weekly is an Investor Education newsletter focused on the quantitative approach to investing and the tools available from In today's fast-moving and globalized financial markets, it is easy to get overloaded with information. The winners will adopt an objective, scientific, independent and unemotional approach to investing. If you are not yet a member of ValuEngine's stock analysis service, sign up now for a two-week free trial at www.valuengine.com!

VALUATION WATCH: Overvalued stocks now make up 41.81% of our stocks assigned a valuation and 12.92% of those equities are calculated to be overvalued by 20% or more. Five sectors are calculated to be overvalued.

MARKET OVERVIEW

Index	Started week	Friday AM	Change	Change %	ytd
DJIA	17207.49	17568.1	360.61	2.10%	0.82%
NASDAQ	4733.39	4784.29	50.90	1.08%	-4.46%
RUSSELL 2000	1086.97	1099.8	12.83	1.18%	-3.18%
S&P 500	2019.27	2047.07	27.80	1.38%	0.15%

Summary of VE Stock Universe	
Stocks Undervalued	58.19%
Stocks Overvalued	41.81%
Stocks Undervalued by 20%	25.53%
Stocks Overvalued by 20%	12.92%

Disclaimer:

SECTOR OVERVIEW

Sector	Change	MTD	YTD	Valuation	Last 12-M Return	P/E Ratio
Aerospace	0.66%	4.14%	-3.71%	2.81% undervalued	-9.25%	19.32
Auto-Tires-Trucks	1.16%	11.93%	0.44%	3.57% undervalued	-15.14%	12.76
Basic Materials	1.98%	12.89%	15.67%	6.44% overvalued	-2.61%	26.03
Business Services	1.29%	4.98%	-0.76%	2.77% undervalued	-10.92%	21.75
Computer and Technology	0.76%	5.09%	3.04%	2.11% undervalued	-9.11%	26.51
Construction	2.91%	8.02%	2.21%	7.74% undervalued	-5.61%	19.53
Consumer Discretionary	0.67%	6.74%	2.24%	4.14% undervalued	-8.84%	24.99
Consumer Staples	0.94%	5.07%	3.29%	8.46% overvalued	1.85%	24.34
Finance	1.10%	5.59%	-2.28%	4.31% undervalued	-6.61%	15.52
Industrial Products	1.72%	8.46%	3.29%	3.48% overvalued	-10.97%	18.07
Medical	-0.78%	2.53%	-11.65%	16.21% undervalued	-25.51%	25.23
Multi-Sector Conglomerates	1.73%	9.18%	2.91%	3.79% overvalued	-10.39%	19.67
Oils-Energy	2.13%	16.62%	6.18%	6.28% undervalued	-31.95%	22.95
Retail-Wholesale	0.91%	3.83%	0.10%	6.74% undervalued	-12.07%	22.62
Transportation	1.62%	7.35%	1.39%	9.76% undervalued	-21.89%	13.3
Utilities	1.04%	4.41%	5.19%	9.74% overvalued	-1.37%	23.56

Sector Talk—Utilities

Below, we present the latest data on leading Utilities Sector stocks from our [Professional Stock Analysis Service](#). We applied some basic liquidity criteria--share price greater than \$3 and average daily volume in excess of 100k shares. We have been following the sector closely of late because it has been correlated so tightly to overall equity price moves.

Top-Five Utilities Sector Stocks--Short-Term Forecast Returns

Ticker	Company Name	Market Price	Valuation	Last 12-M Retrn
SPKE	SPARK ENERGY	23.75	N/A	64.59%
T	AT&T INC	39.12	3.36%	18.91%
VZ	VERIZON COMM	53.63	6.51%	9.56%
FE	FIRSTENERGY CP	36.17	-3.40%	3.17%
BT	BT GRP PLC-ADR	32.76	15.30%	-2.30%

Top-Five Utilities Sector Stocks--Long-Term Forecast Returns

Ticker	Company Name	Market Price	Valuation	Last 12-M Retrn
SPKE	SPARK ENERGY	23.75	N/A	64.59%
T	AT&T INC	39.12	3.36%	18.91%
VZ	VERIZON COMM	53.63	6.51%	9.56%
FE	FIRSTENERGY CP	36.17	-3.40%	3.17%
BT	BT GRP PLC-ADR	32.76	15.30%	-2.30%

Top-Five Utilities Sector Stocks--Composite Score

Ticker	Company Name	Market Price	Valuation	Last 12-M Retrn
T	AT&T INC	39.12	3.36%	18.91%
FE	FIRSTENERGY CP	36.17	-3.40%	3.17%
VZ	VERIZON COMM	53.63	6.51%	9.56%
EXC	EXELON CORP	34.91	2.38%	6.01%
BIP	BROOKFIELD INFR	40.25	-8.05%	-6.53%

Top-Five Utilities Sector Stocks--Most Overvalued

Ticker	Company Name	Market Price	Valuation	Last 12-M Retrn
EDE	EMPIRE DISTRICT	33.32	47.72%	36.84%
ATNI	ATLANTIC TELE-N	73.68	42.90%	11.62%
PNY	PIEDMONT NAT GA	60	40.98%	64.56%
NTT	NIPPON TELE-ADR	44.06	40.64%	43.66%
TE	TECO ENERGY	27.55	37.62%	44.62%

Find out what Wall Street Investment and Media Professionals already know, ValuEngine offers sophisticated stock valuation and forecast research as well as a variety of portfolio screening and creation tools.

If you are reading this you should sign up for ValuEngine's award-winning stock valuation and forecast service

To Sign Up for a FREE TRIAL, Please Click [HERE](#)

NO OBLIGATION, 14 DAY FREE TRIAL!

The screenshot shows the ValuEngine website with a navigation bar including 'HOME', 'STOCK ANALYSIS', 'PORTFOLIOS', 'RESEARCH REPORT', and 'BLOGS'. The main content area features a 'ValuEngine Daily Newsletter' section, a 'Stock Analysis for US/CA tickers' search box, and a 'Market Indexes' table. The market index table shows data for Dow Jones, NASDAQ Composite, Russell 2000, and S&P 500.

Disclaimer:

This bulletin is intended for informational purposes only and does not constitute a recommendation, or an offer, to buy or sell any securities or related financial instruments. The bulletin has no regard to the specific investment objectives, financial situation, or particular needs of any specific recipient. The information contained herein accurately reflects the opinion of ValuEngine at the time the bulletin was released. The opinions of ValuEngine are subject to change at any time without notice and without obligation of notification. ValuEngine does not provide investment banking or consulting services to the companies mentioned in this report. ValuEngine does not receive any compensation from companies mentioned in this report. No warranty is made as to the accuracy of the information contained herein. This information is intended for the sole use of clients of ValuEngine, Inc. Any other use, distribution, or reproduction is strictly prohibited.

Free Download for Readers

As a bonus to our Free Weekly Newsletter subscribers, we are offering a FREE DOWNLOAD of one of our Stock Reports

Twitter (TWTR) is a public, real-time, global platform where any user can create a Tweet and any user can follow other users. The platform is unique in its simplicity: Tweets are limited to 140 characters of text. This constraint makes it easy for anyone to quickly create, distribute and discover content that is consistent across our platform and optimized for mobile devices. As a result, Tweets drive a high velocity of information exchange that makes Twitter uniquely live.

ValuEngine continues its SELL recommendation on TWITTER INC for 2016-03-17. Based on the information we have gathered and our resulting research, we feel that TWITTER INC has the probability to UNDERPERFORM average market performance for the next year. The company exhibits UNATTRACTIVE Momentum and Price Sales Ratio.

Read our Complete Detailed Valuation Report on TWTR [HERE](#).



ValuEngine Forecast		
	Target Price*	Expected Return
1-Month	16.71	-0.82%
3-Month	16.54	-1.83%
6-Month	16.25	-3.57%
1-Year	15.18	-9.89%
2-Year	15.96	-5.27%
3-Year	17.87	6.03%

Disclaimer:

Valuation & Rankings			
Valuation	n/a	Valuation Rank(?)	■ n/a
1-M Forecast Return	-0.82%	1-M Forecast Return Rank	■ 9
12-M Return	-64.10%	Momentum Rank(?)	■ 8
Sharpe Ratio	-0.64	Sharpe Ratio Rank(?)	■ 24
5-Y Avg Annual Return	-36.90%	5-Y Avg Annual Rtn Rank	■ 22
Volatility	57.72%	Volatility Rank(?)	■ 31
Expected EPS Growth	43.49%	EPS Growth Rank(?)	■ 75
Market Cap (billions)	10.69	Size Rank	■ 91
Trailing P/E Ratio	n/a	Trailing P/E Rank(?)	■ 26
Forward P/E Ratio	n/a	Forward P/E Ratio Rank	■ n/a
PEG Ratio	0.69	PEG Ratio Rank	■ 53
Price/Sales	4.82	Price/Sales Rank(?)	■ 18
Market/Book	3.44	Market/Book Rank(?)	■ 31
Beta	1.35	Beta Rank	■ 27
Alpha	-0.86	Alpha Rank	■ 2

ValuEngine Capital Provides Full-Service Money Management

We are pleased to announce that ValuEngine Capital has begun trading for our clients. ValuEngine Capital, a registered investment advisory firm, offers our clients investment-management services based on industry-leading ValuEngine research. ValuEngine Capital melds the cutting-edge financial theory of ValuEngine's award-winning quantitative independent research with the best real-world Wall St. practices. ValuEngine Capital offers refined investment portfolios for investors of all risk-reward profiles.

ValuEngine Capital is offering two investment strategies to clients, the ValuEngine View Strategy and the ValuEngine Market Neutral Strategy.

ValuEngine View Strategy: The ValuEngine View Strategy is the product of a sophisticated stock valuation model that was first developed by ValuEngine's academic research team. It utilizes a three factor approach: fundamental variables such as a company's trailing 12-month Earnings-Per-Share (EPS), the analyst consensus estimate of the company's future 12-month EPS, and the 30-year Treasury yield are all used to create a more accurate reflection of a company's fair value. A total of eleven additional firm specific variables are also used. The ValuEngine View portfolio is

Disclaimer:

ValuEngine is Quantitative Stock Analysis and Investment Forecasting. Click [HERE](#) for more information on ValuEngine products and services.

constructed by integrating both our Aggressive Growth—based on the Valuation Model—and Diversified Growth—based on the Forecast Model—Portfolio Strategies.

The ValuEngine View Strategy is constructed by integrating this model along with some basic rules for market capitalization and industry diversification. The portfolio has 15 stocks and is rebalanced once each month. Automatically Trade Our Portfolio Strategies
ValuEngine Market Neutral Strategy: The ValuEngine Market Neutral Strategy is the product of ValuEngine's Forecast Model. This model was developed by a team of PhD's and is based on the cutting edge economic theories of Wall Street professionals and Ivy League academics. We carefully examine dozens of fundamental and technical factors for over 8,000 individual stocks, synthesize the data, and then come up with a sector-diverse list of our best and worst forecast 1-month return stocks. Short and long-term historic factors in the VE Forecast model's calculation include past-valuation levels of the stock and its recent price-momentum factor relative to other stocks. The ValuEngine Market Neutral Strategy utilizes Forecast Model outputs along with market capitalization, price, and sector diversification rules to construct a monthly portfolio made up of 16 stocks for both the long and short sides.

***Please contact us if you would like to put the power of ValuEngine to work for you at our new full-service money management firm--
ValuEngine Capital***

For more information, please contact us by email at info@ValuEngineCapital.com or by phone at (407) 308-5686.

ValuEngine.com is an independent research provider, producing buy/hold/sell recommendations, target price, and valuations on over 7,000 US and Canadian equities every trading day.

[Visit www.ValuEngine.com](http://www.ValuEngine.com) for more information and a free trial.



Steve Hach
Senior Editor, [ValuEngine.com](http://www.ValuEngine.com)

ValuEngine, Inc. (800)381-5576 support@valuengine.com <http://www.ValuEngine.com>

Disclaimer:

This bulletin is intended for informational purposes only and does not constitute a recommendation, or an offer, to buy or sell any securities or related financial instruments. The bulletin has no regard to the specific investment objectives, financial situation, or particular needs of any specific recipient. The information contained herein accurately reflects the opinion of ValuEngine at the time the bulletin was released. The opinions of ValuEngine are subject to change at any time without notice and without obligation of notification. ValuEngine does not provide investment banking or consulting services to the companies mentioned in this report. ValuEngine does not receive any compensation from companies mentioned in this report. No warranty is made as to the accuracy of the information contained herein. This information is intended for the sole use of clients of ValuEngine, Inc. Any other use, distribution, or reproduction is strictly prohibited.