

# AUTOS Report

## Monthly Report on the Global Automotive Industry

### June 2012

### Index Fundamentals

| TTM EPS     |         |         | TTM P/E     |       |      | TTM Div. Yield     |       |  |
|-------------|---------|---------|-------------|-------|------|--------------------|-------|--|
| S&P 500     | AUTOS   |         | S&P 500     | AUTOS |      | S&P 500            | AUTOS |  |
| 99.20       | 160.53  | 13.63   | 9.27        | 2.12  | 2.08 |                    |       |  |
| Forward EPS |         |         | Forward P/E |       |      | Forward Div. Yield |       |  |
| S&P 500     | AUTOS   |         | S&P 500     | AUTOS |      | S&P 500            | AUTOS |  |
| 109.86      | 191.12  | 12.30   | 7.78        | 2.34  | 2.74 |                    |       |  |
| Forecast    |         |         | Forecast    |       |      | Forecast           |       |  |
| S&P 500     | AUTOS   |         | S&P 500     | AUTOS |      | S&P 500            | AUTOS |  |
| +10.75%     | +19.06% | +10.38% | +31.73%     |       |      |                    |       |  |

Traffic Lights: Green indicates potentially stronger than S&P 500; Amber indicates neutral versus S&P 500; Red indicates potentially weaker than S&P 500.

Source: Bloomberg

### Industry News

- US auto sales rose +22% in June from a year earlier fueled by stable gas prices and greater access to credit. The automotive industry has seen a recent rise in demand for newer models with focuses on fuel efficiency. The rebounding housing market has also led to greater demand for pickup trucks. New sales are currently on track for the best year since 2007. [Quick Link 1](#) [Quick Link 2](#) [Quick Link 3](#)
- US car manufacturers posted encouraging results for the month. Chrysler once again led U.S. based automakers with a reported +20% increase from the same period a year earlier. General Motors recorded a gain of +16% and Ford Motor Co's sales rose 7%. [Quick Link 4](#) [Quick Link 5](#) [Quick Link 6](#)
- The recent economic turmoil in Europe drove auto sales lower in June. The majority of countries posted declines, with new car sales dropping -14% in Italy, -12% in Spain, and -5% in France. Despite the difficulties in Europe, the German auto industry rebounded from a poor May with a growth of +3%. [Quick Link 7](#) [Quick Link 8](#)
- India's automakers reported lackluster sales in June caused by rising fuel prices and hikes in interest costs. The Indian government's refusal to fully deregulate oil prices has made it difficult for automakers to grow stronger, as gasoline prices have increased sharply in the last 18 months. Tata Motors posted a decline of -3%. Maruti Suzuki India rose +20% from a year earlier, however, this large gain is a result of the company rebounding from a crippling strike in June 2011. [Quick Link 9](#)
- Auto sales in Japan have continued their efficient recovery with a +41% increase from a year earlier. This growth has been aided by consumers rushing to collect government incentives before they end. Japan's top auto manufacturers posted large gains from last June, as Toyota's sales grew +70% and Honda's grew +50%. Nissan posted a -6% percent decrease, as the company was less effected by the previous year's natural disasters. [Quick Link 10](#)

## Quick Links

- 1 "June U.S. Auto Sales Remain Strong" <http://online.wsj.com/article/SB10001424052702304299704577504433416076536.html> (accessed July 5, 2012).
- 2 "June US Auto Sales Point to Best Yr Since 2007" <http://in.reuters.com/article/2012/07/03/usa-autosales-idINL2E8I3A2E20120703> (accessed July 5, 2012).
- 3 "U.S. Auto Sales Up in June" <http://www.foxnews.com/leisure/2012/07/03/us-auto-sales-up-in-june/> (accessed July 5, 2012).
- 4 "June U.S. Auto Sales Remain Strong" <http://online.wsj.com/article/SB10001424052702304299704577504433416076536.html> (accessed July 5, 2012).
- 5 "U.S. Auto Sales Accelerate in June" <http://www.foxbusiness.com/industries/2012/07/03/us-auto-sales-accelerate-in-june/> (accessed July 5, 2012).
- 6 "GM, Chrysler See June U.S. Auto Sales Beating Estimates" <http://www.bloomberg.com/news/2012-07-03/chrysler-u-s-sales-beat-estimates-as-industry-pace-slows.html> (accessed July 5, 2012).
- 7 "Peugeot Bears Brunt of Shrinking French Car Market" <http://online.wsj.com/article/SB10001424052702304211804577502152499227304.html> (accessed July 5, 2012).
- 8 "German Car Sales Rebound in June Amid European Decline" <http://in.reuters.com/article/2012/07/03/german-cars-sales-idINF9E-7J101Q20120703> (accessed July 5, 2012).
- 9 "Auto Sales Remain Subdued in June" <http://india.nydailynews.com/business/6c9f5e6087e1d3a577ca6bf3dd6e3173/auto-sales-remain-subdued-in-june-roundup> (accessed July 5 2012).
- 10 "Japan Auto Sales Surge, but Slowdown Expected" <http://online.wsj.com/article/SB10001424052702304211804577502101209576024.html> (accessed July 5, 2012).

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