

**Insights**

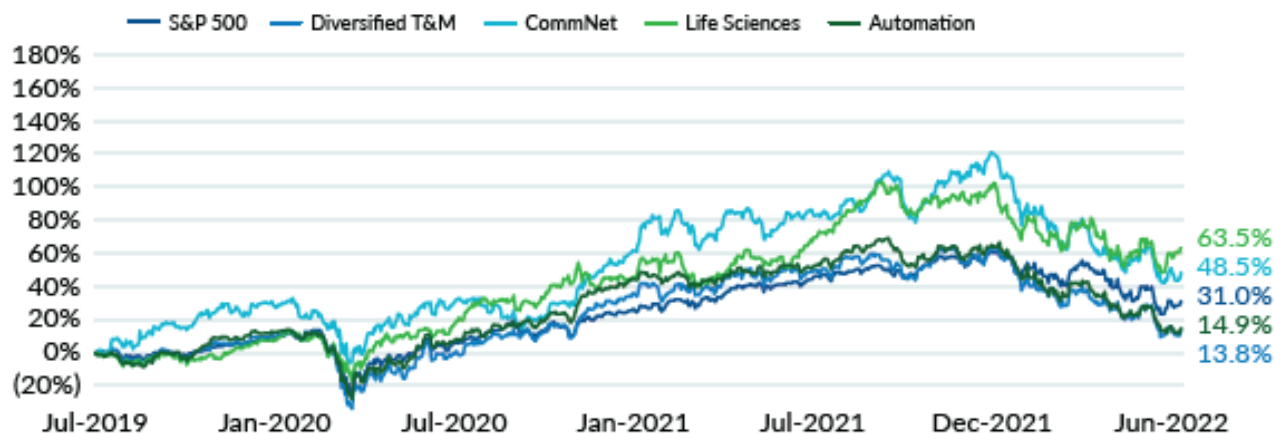
# 2022 Mid-Year Sector Report: Industrials

**Test & measurement and industrial automation sector update****Sector trading multiples below 3-year average**

Equity returns and valuations across the test & measurement and industrial automation (TM&IA) sector have outperformed the broader market since the early-pandemic trough. However, equity valuations across the sector had declined from late 2021 highs:

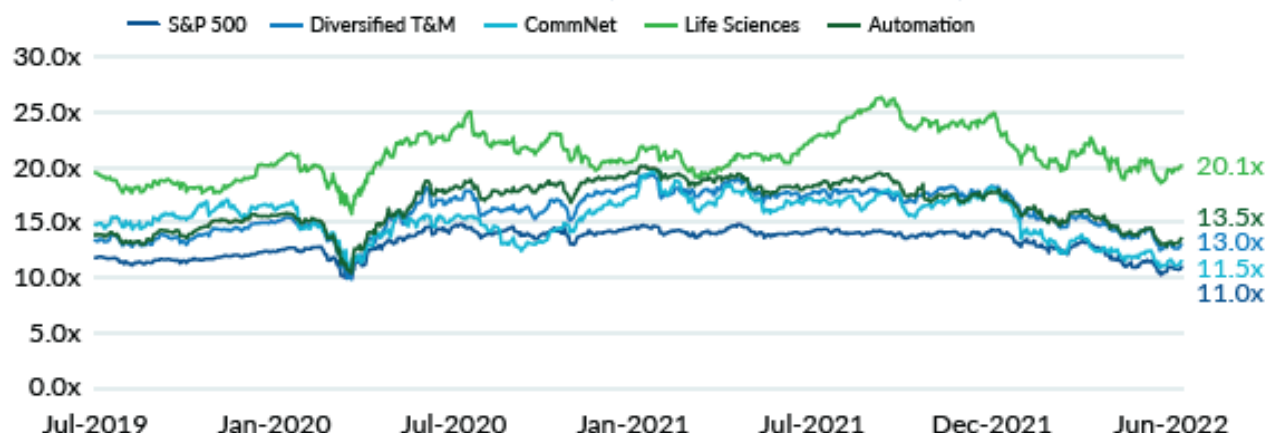
- The sector average EV/NTM\* EBITDA multiple declined 3.1x compared to the three-year average.
- The S&P 500 EV/NTM EBITDA multiple declined 2.2x compared to the three-year average

CHART 1: EQUITY PERFORMANCE (JULY 2018–JULY 2022)



Source: CapIQ, as of 7.8.2022. Past performance is not indicative of future results. Please see page 7 for important information.

CHART 2: VALUATION PERFORMANCE (JULY 2019–JULY 2022)



Source: CapIQ, as of 7.8.2022. Past performance is not indicative of future results. Please see page 7 for important information.

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