

ISRG and GOOG Both Set to Open Higher on Earnings

Both Google (GOOG) and Intuitive Surgical (ISRG) are set to open higher this morning after reporting earnings yesterday after the close. From our *Interactive Earnings Report Database*, we pulled the historical reports for both companies and found all times when the stocks have opened higher to see how they have typically done from the open to the close of trading on these days. For Intuitive Surgical, the results have been pretty astounding. The stock has now opened higher 16 times following an earnings report, and it has continued higher from the open to the close 14 times for an average open to close change of 4.48%. When the stock has opened up by 10% or more (it's set to open up by 12% this morning), it has continued higher from the open to the close nine out of nine times for an average change of 4.74%. *Continued on the following page.*

Bespoke's Earnings Report Database - Stock Query

Enter Ticker Here: ISRG	% Beat EPS Estimates	92.3	Avg % Chg on Report Days	6.71	Avg % Open to Close When Gaps Up	4.48
	% Beat Revenues	88.5	Avg Absolute % Chg (Volatility)	14.48	Avg % Open to Close When Gaps Down	-2.48
	% Guides Higher	11.5	Avg % Chg on EPS Beat	7.36		
			Avg % Chg on EPS Miss	None		

Historical Quarterly Reports:

Quarterly Earnings and Revenue Numbers										Price Change on First Trading Day After Report							
Date	Time of Day	Prior Close	Quarterly EPS (\$/Share)			Quarterly Revenues (\$, Mil)			Guidance	Gap %	Pt	Open to Close		1-Day Change		1-Wk From Open	
			Actual	Estimate	Act vs Est	Actual	Estimate	Act vs Est			%	Pt	%	Pt	%	Pt	
10/25/05	A	71.99	0.55	0.29	0.26	61	50	11	None	24.67	17.76	0.50	0.45	25.30	18.21	3.40	3.05
7/26/05	A	51.30	0.40	0.21	0.19	53	44	8	None	23.12	11.86	2.63	1.66	26.35	13.52	12.71	8.03
7/22/09	A	169.79	1.62	1.25	0.37	261	230	31	None	17.13	29.09	8.29	16.49	26.84	45.58	14.11	28.07
7/19/07	A	150.08	0.79	0.67	0.12	140	125	16	None	16.99	25.50	13.11	23.01	32.32	48.51	15.36	26.97
4/27/06	A	103.17	0.38	0.20	0.18	77	64	13	None	16.12	16.63	6.01	7.20	23.10	23.83	6.70	8.03
2/1/07	A	99.32	0.62	0.51	0.11	113	105	8	Raised	15.79	15.68	1.54	1.77	17.57	17.45	-2.56	-2.94
1/31/08	A	254.00	1.24	1.04	0.20	189	176	14	None	15.25	38.73	4.40	12.88	20.32	51.61	2.72	7.95
2/8/05	A	41.10	0.32	0.18	0.14	45	36	9	None	14.62	6.01	0.59	0.28	15.30	6.29	3.35	1.58
7/22/08	A	280.23	1.28	1.18	0.10	219	209	11	Inline	11.87	33.27	5.63	17.64	18.16	50.90	-0.20	-0.63
1/21/10	A	304.49	1.95	1.71	0.24	323	293	30	Raised	7.97	24.26	3.53	11.60	11.78	35.86	1.90	6.26
10/26/04	A	24.81	0.17	0.09	0.08	35	30	5	None	7.82	1.94	9.38	2.51	17.94	4.45	15.89	4.25
4/19/07	A	121.19	0.62	0.53	0.09	114	111	3	None	5.61	6.80	2.94	3.76	8.71	10.56	4.16	5.32
10/18/07	A	256.44	0.95	0.79	0.16	157	144	13	None	4.80	12.30	0.22	0.60	5.03	12.90	22.46	60.35
4/16/09	B	117.41	1.02	1.02	0.00	188	201	-12	None	4.60	5.40	-3.91	-4.81	0.50	0.59	11.16	13.70
7/27/04	B	18.26	0.14	0.05	0.09	31	30	1	None	0.38	0.07	25.48	4.67	25.96	4.74	22.09	4.05
7/26/06	D	121.91	0.55	0.40	0.15	87	82	5	None	0.11	0.13	-8.69	-10.60	-8.59	-10.47	-19.76	-24.11

The open to close results for Google have been much less spectacular than ISRG. Google has opened higher following an earnings report 15 times in its history, but it has averaged a decline of 0.88% from the open to the close following these gaps higher. The stock is set to open up much less than ISRG (only by 2% or so), and when it has gapped up between 2% and 10%, it has averaged a decline of 1.43% from the open to the close with negative returns 5 out of 7 times.

Bespoke's Earnings Report Database - Stock Query

Enter Ticker Here: GOOG	% Beat EPS Estimates	84.0	Avg % Chg on Report Days	2.09	Avg % Open to Close When Gaps Up	-0.88
	% Beat Revenues	88.0	Avg Absolute % Chg (Volatility)	6.42	Avg % Open to Close When Gaps Down	-1.04
	% Guides Higher	0.0	Avg % Chg on EPS Beat	3.94		
			Avg % Chg on EPS Miss	-7.63		

Historical Quarterly Reports:

Date	Time of Day	Quarterly Earnings and Revenue Numbers								Price Change on First Trading Day After Report							
		Quarterly EPS (\$/Share)				Quarterly Revenues (\$, Mil)				Gap		Open to Close		1-Day Change		1-Wk From Open	
		Prior Close	Actual	Estimate	Act vs Est	Actual	Estimate	Act vs Est	Guidance	%	Pt	%	Pt	%	Pt	%	Pt
4/17/08	A	449.54	4.84	4.52	0.32	3700	3608	92	None	19.06	85.67	0.78	4.20	19.99	89.87	1.65	8.85
10/21/04	A	149.38	0.70	0.56	0.14	806	752	54	None	14.09	21.06	1.17	2.00	15.43	23.05	11.85	20.21
10/20/05	A	303.20	1.51	1.35	0.16	1578	1458	120	None	14.05	42.60	-1.71	-5.90	12.10	36.70	3.58	12.37
2/1/05	A	191.90	0.92	0.77	0.15	1032	963	69	None	12.32	23.65	-4.45	-9.59	7.33	14.06	-11.12	-23.97
10/14/10	A	540.93	7.64	6.68	0.96	5480	5270	210	None	10.79	58.34	0.36	2.18	11.19	60.52	2.21	13.26
4/21/05	A	204.22	1.29	0.92	0.37	1256	1164	92	None	9.15	18.69	-3.18	-7.10	5.68	11.59	-1.30	-2.91
4/20/06	A	415.00	2.29	1.98	0.31	2250	2151	99	None	8.17	33.90	-2.63	-11.80	5.33	22.10	-6.90	-30.96
10/19/06	A	426.06	2.62	2.41	0.21	2690	2617	72	None	7.73	32.93	0.15	0.68	7.89	33.61	3.53	16.21
10/16/08	A	353.02	4.92	4.76	0.16	4040	4058	-18	None	7.35	25.94	-1.69	-6.42	5.53	19.52	-10.47	-39.67
4/19/07	A	471.65	3.68	3.31	0.37	4000	3571	429	None	4.00	18.87	-1.64	-8.04	2.30	10.83	-2.35	-11.51
10/15/09	A	529.91	5.89	5.42	0.47	4380	4240	140	None	3.29	17.42	0.46	2.52	3.76	19.94	1.16	6.36
10/18/07	A	639.62	3.91	3.77	0.14	4230	4134	96	None	2.34	14.94	-1.50	-9.85	0.80	5.09	3.06	20.04
1/22/09	A	306.50	5.10	4.95	0.15	4220	4117	103	None	0.90	2.77	4.99	15.43	5.94	18.20	9.46	29.26
1/31/07	A	501.50	3.18	2.91	0.27	3205	3140	65	None	0.90	4.50	-4.79	-24.25	-3.94	-19.75	-6.91	-34.97
1/30/06	A	426.82	1.81	1.77	0.04	1919	1917	2	None	0.88	3.75	0.49	2.09	1.37	5.84	-14.55	-62.65