



# Opportunities in Dividend and Thematic Indices

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**November 13<sup>rd</sup>, 2023**

**S&P Dow Jones  
Indices**

A Division of **S&P Global**

S&P Dow Jones Indices – For Financial Professionals Only

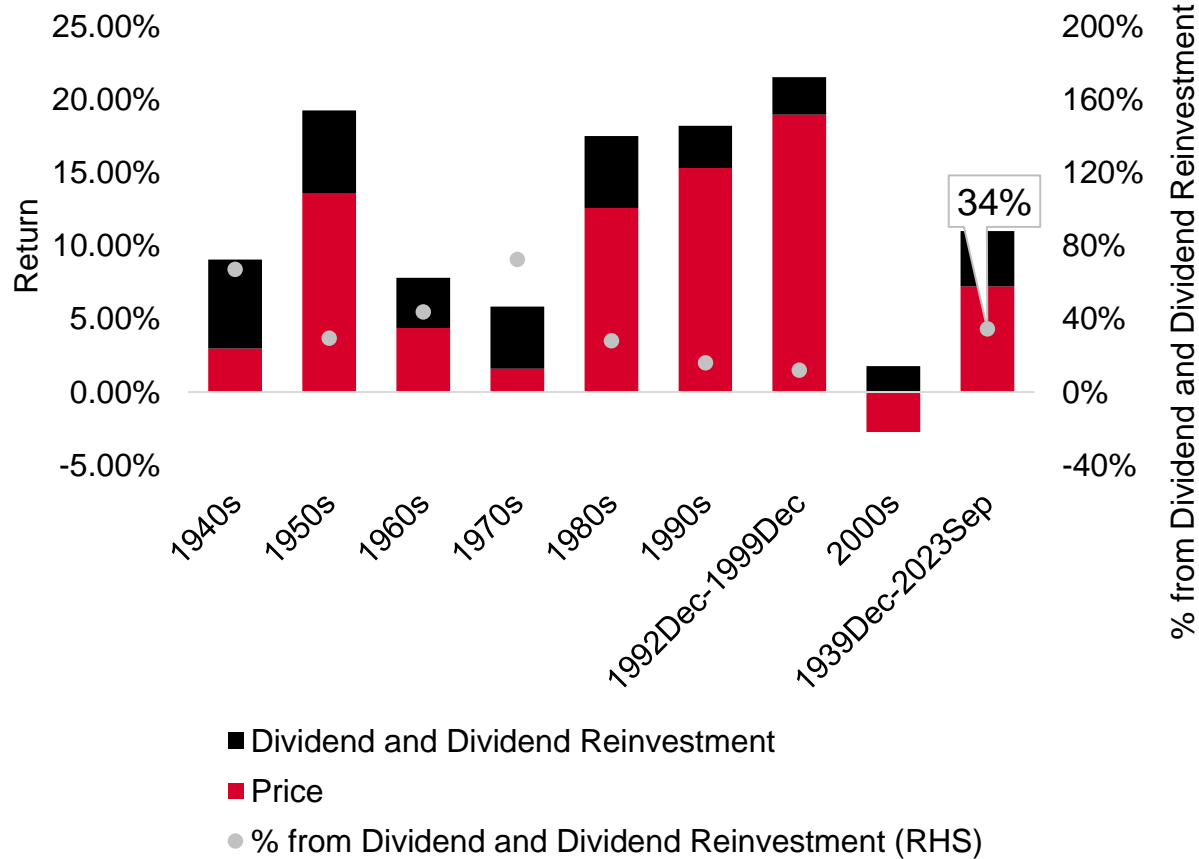
# Dividend

# Why Dividend?

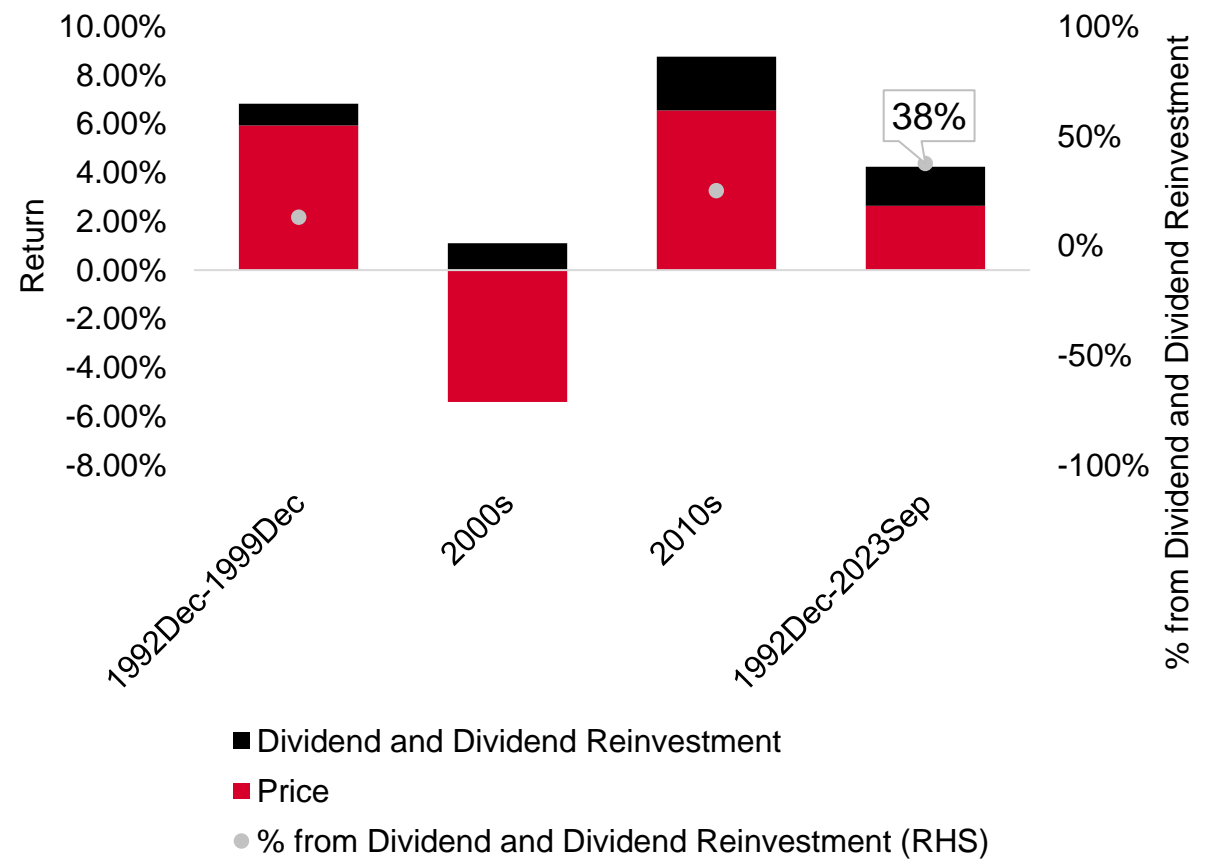
# Why Dividend?

## Important Source of Equity Total Return

### US (S&P 500)



### Japan (S&P Japan 500)

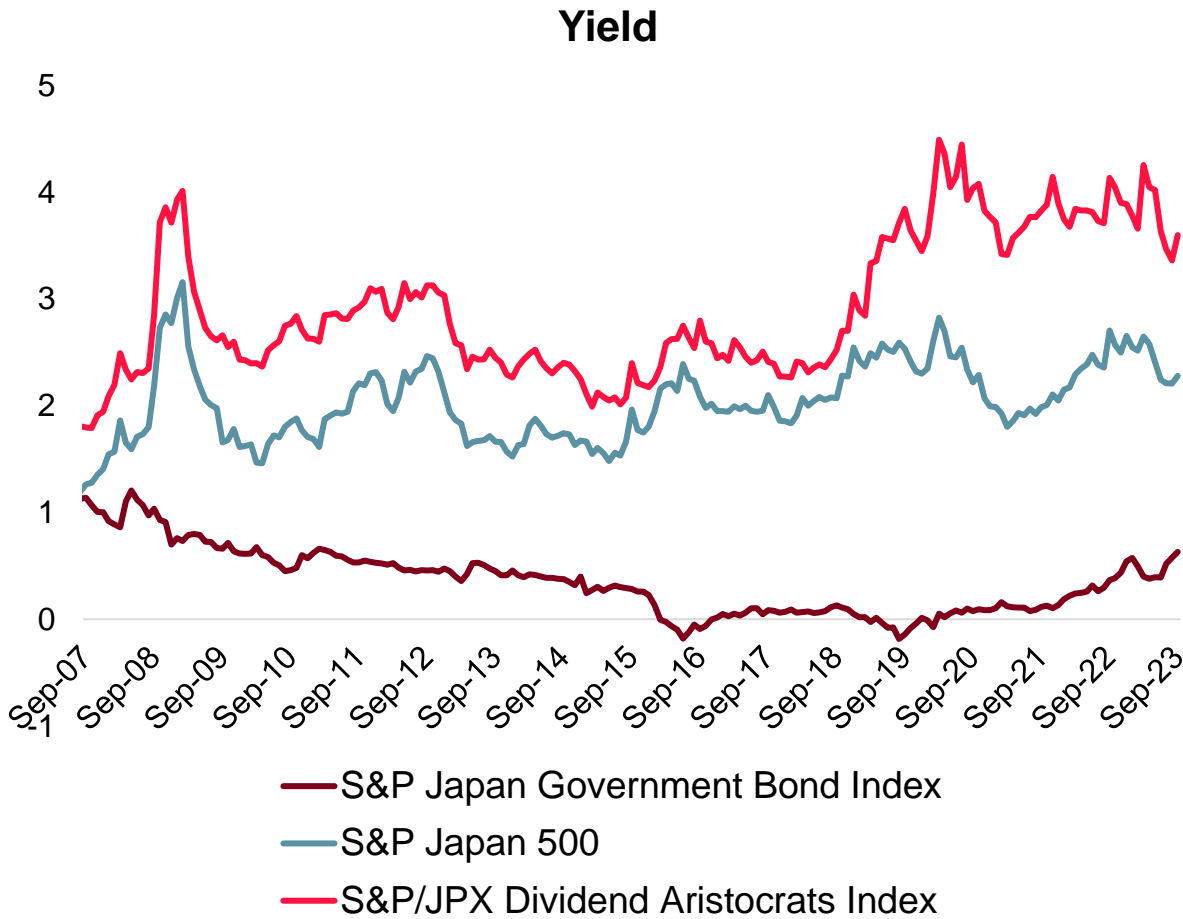


\*no % from dividend and dividend reinvestment was calculated for 2000s due to negative total return.

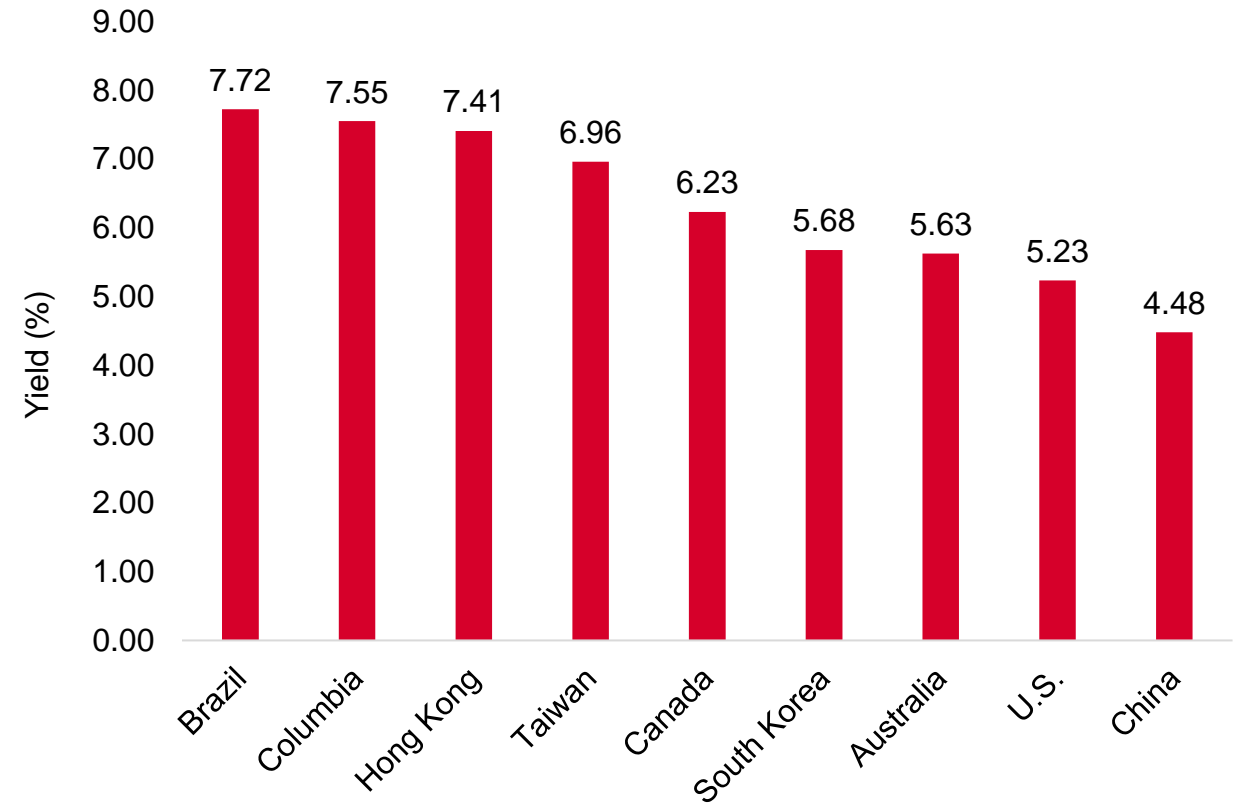
Source: S&P Dow Jones Indices LLC. Data from Dec 31, 1939, to Sep 30, 2023. Index performance based on monthly total return in local currency. Past performance is no guarantee of future results. Chart is provided for illustrative purposes.

# Why Dividend?

## Alternative Source of Income



**Trailing 12-month Dividend Yield of High Yield Strategies in Individual Markets**

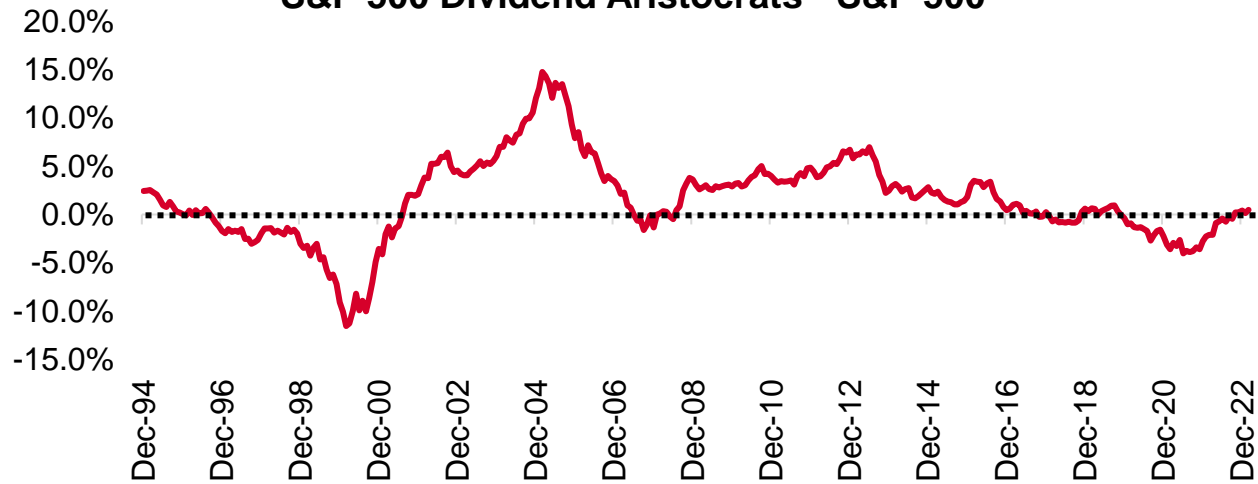


Source: S&P Dow Jones Indices LLC. Data as of Sep 30, 2023. Brazil, S&P/B3 Low Volatility High Dividend Index; Hong Kong, S&P Access Hong Kong Low Volatility High Dividend Index; Columbia, S&P Columbia Dividend Index; South Korea, S&P Korea Dividend Opportunities; Taiwan, Dow Jones Taiwan High Quality Dividend 30 Index; Australia, S&P/ASX Sustainability Screened Dividend Opportunities Index; Canada, S&P/TSX Composite Low Volatility High Dividend Index; China, S&P China A-Share Low Volatility High Dividend Index; U.S., S&P 500 Low Volatility High Dividend Index

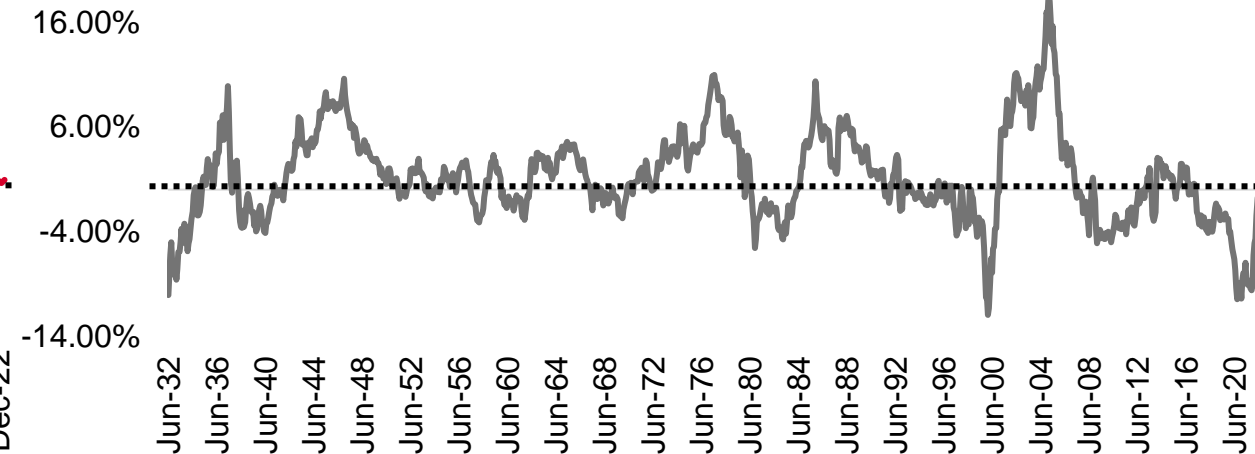
# Why Dividend?

## Historical Outperformance against the Market

**Rolling 5-Year Excess Return  
S&P 500 Dividend Aristocrats - S&P 500**



**Rolling 5-Year Excess Return  
High Yield Portfolio - Market in U.S.**



	<b>Dividend Grower</b>	<b>High Yield</b>					
	S&P 500 Aristocrats - S&P 500	Non Payer - Market	Low 1 - Market	Low 2 - Market	Mid - Market	High 4 - Market	High 5 - Market
<b>Observations</b>	277	1087	1087	1087	1087	1087	1087
<b>Average</b>	<b>2.18%</b>	-0.32%	-0.49%	0.19%	0.20%	<b>1.63%</b>	<b>1.19%</b>
<b>Standard Error</b>	0.26%	0.23%	0.09%	0.06%	0.07%	0.09%	0.13%
<b>T-Stats</b>	8.35	-1.35	-5.41	3.31	2.78	17.91	9.18
<b># of Beat</b>	201	477	521	530	659	763	633
<b>% of Beat</b>	<b>72.56%</b>	43.88%	47.93%	48.76%	60.63%	<b>70.19%</b>	<b>58.23%</b>

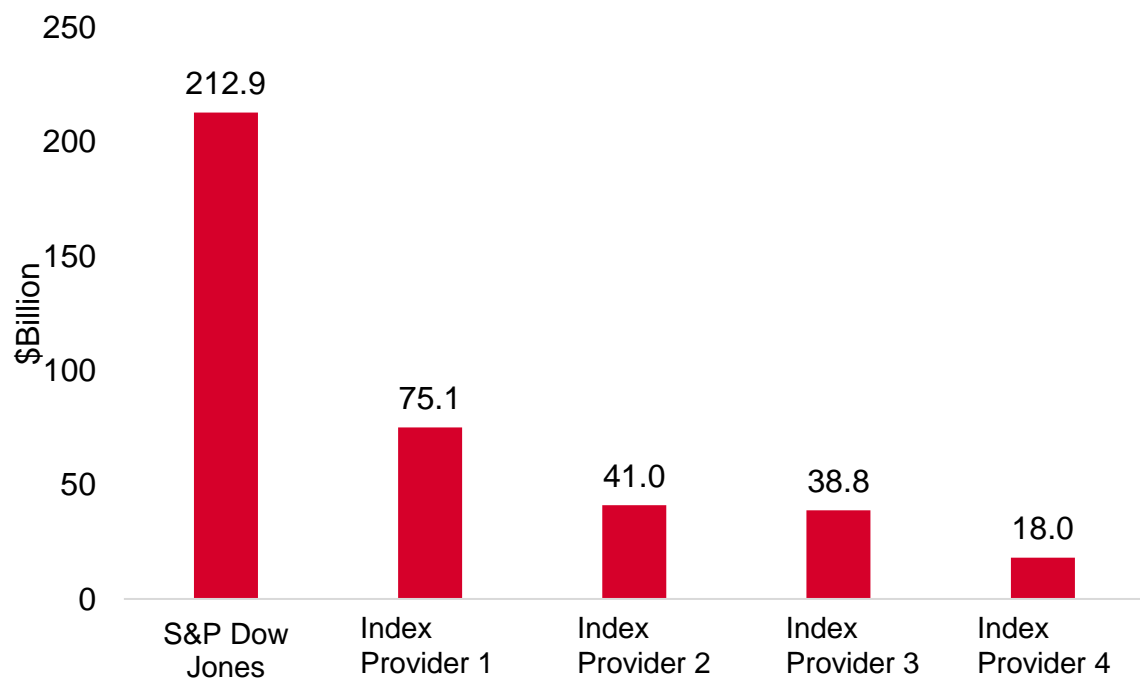
# Dividend Strategies

# Dividend ETF Market

Over 50% of Dividend ETF Assets tracking S&P Dow Jones Dividend Indices

As of June 30, 2023, **\$212.9** billion in combined ETF assets were tracking S&P Dow Jones dividend indices, comprising leading ETF names in the US, Canada, International and Emerging markets.

## Global Dividend ETF AUM by Index Providers



**S&P Dow Jones Indices**

A Division of S&P Global

Source: S&P Dow Jones Indices LLC. Data as of June 30, 2023. Table is provided for illustrative purposes.

Rank	Name	Primary Benchmark
1	ETF Product 1	S&P US Dividend Growers TR USD
2		
3	ETF Product 2	Dow Jones US Dividend 100 TR USD
4		
5	ETF Product 3	S&P High Yield Dividend Aristocrats TR USD
6	ETF Product 4	Dow Jones US Select Dividend TR USD
7		
8		
9	ETF Product 5	S&P 500 Dividend Aristocrats TR USD
10		



# S&P 500 Dividend Aristocrats

# S&P Dividend Aristocrats Family

## Introduction

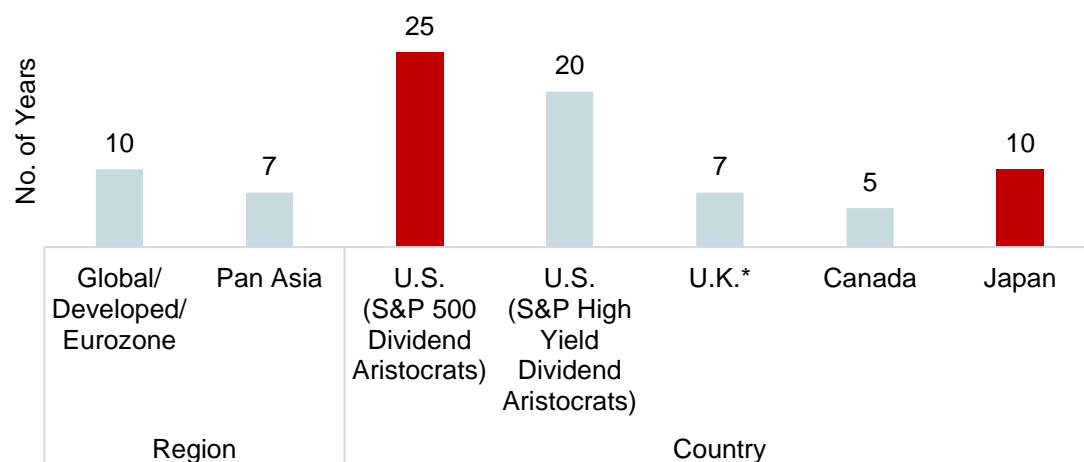
- The S&P Dividend Aristocrats® Indices measure the performance of companies that have increased/maintained dividends for a specified number of years.
- The index family currently consists of:

Region	Index	Country	Index
Global	S&P Global Dividend Aristocrats	U.S.	S&P 500 Dividend Aristocrats
	S&P Global Dividend Aristocrats Quality Income		S&P High Yield Dividend Aristocrats
Developed	S&P Developed Dividend Aristocrats	U.K.	S&P UK High Yield Dividend Aristocrats
Eurozone	S&P Euro High Yield Dividend Aristocrats	Canada	S&P/TSX Canadian Dividend Aristocrats
Pan Asia	S&P Pan Asia Dividend Aristocrats	Japan	S&P/JPX Dividend Aristocrats

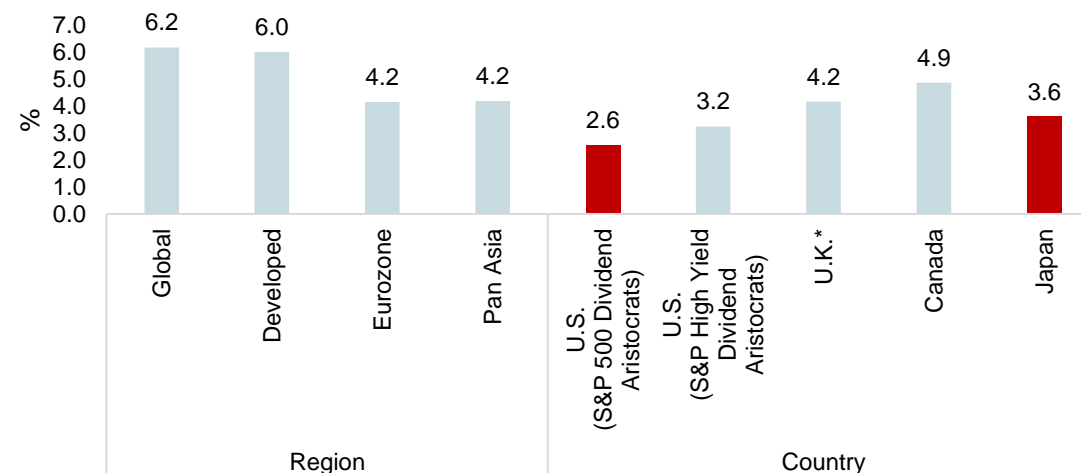
### Dividend Growth/Maintenance Requirement

### Dividend Yield of S&P Dividend Aristocrats

Required No. of Years of Increasing or Maintaining Dividends

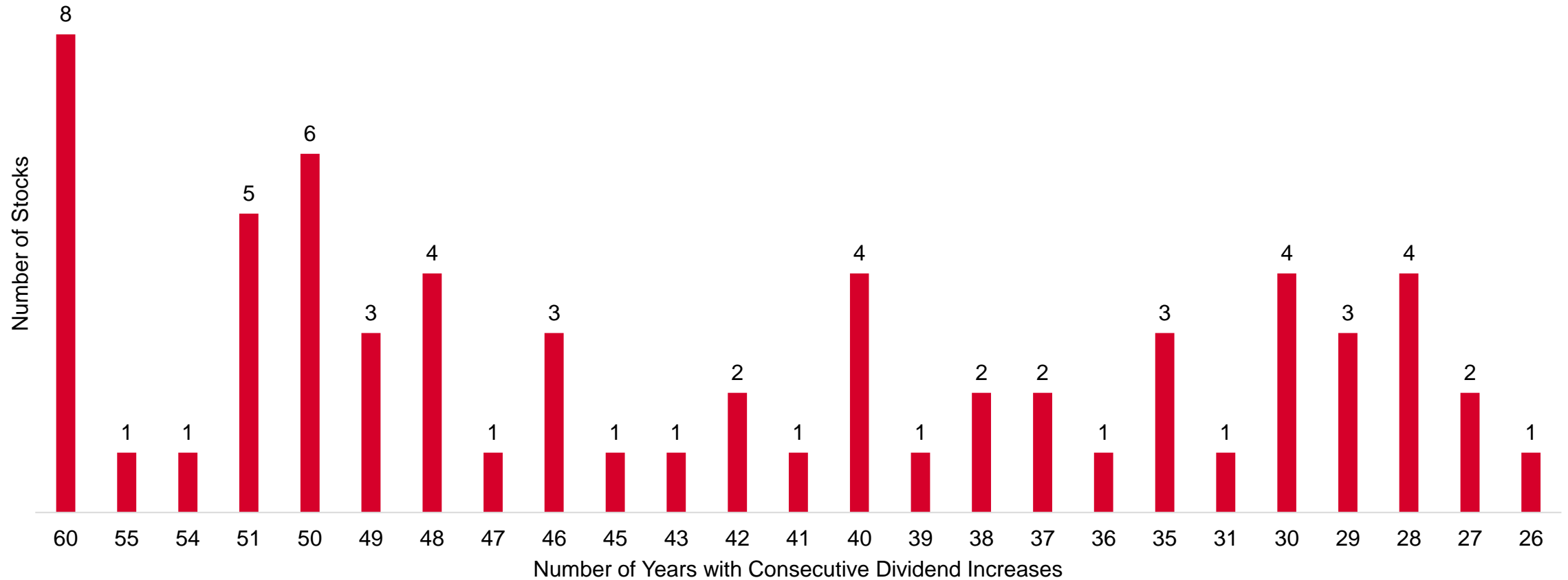


Trailing 12-Month Dividend Yield



# S&P 500 Dividend Aristocrats

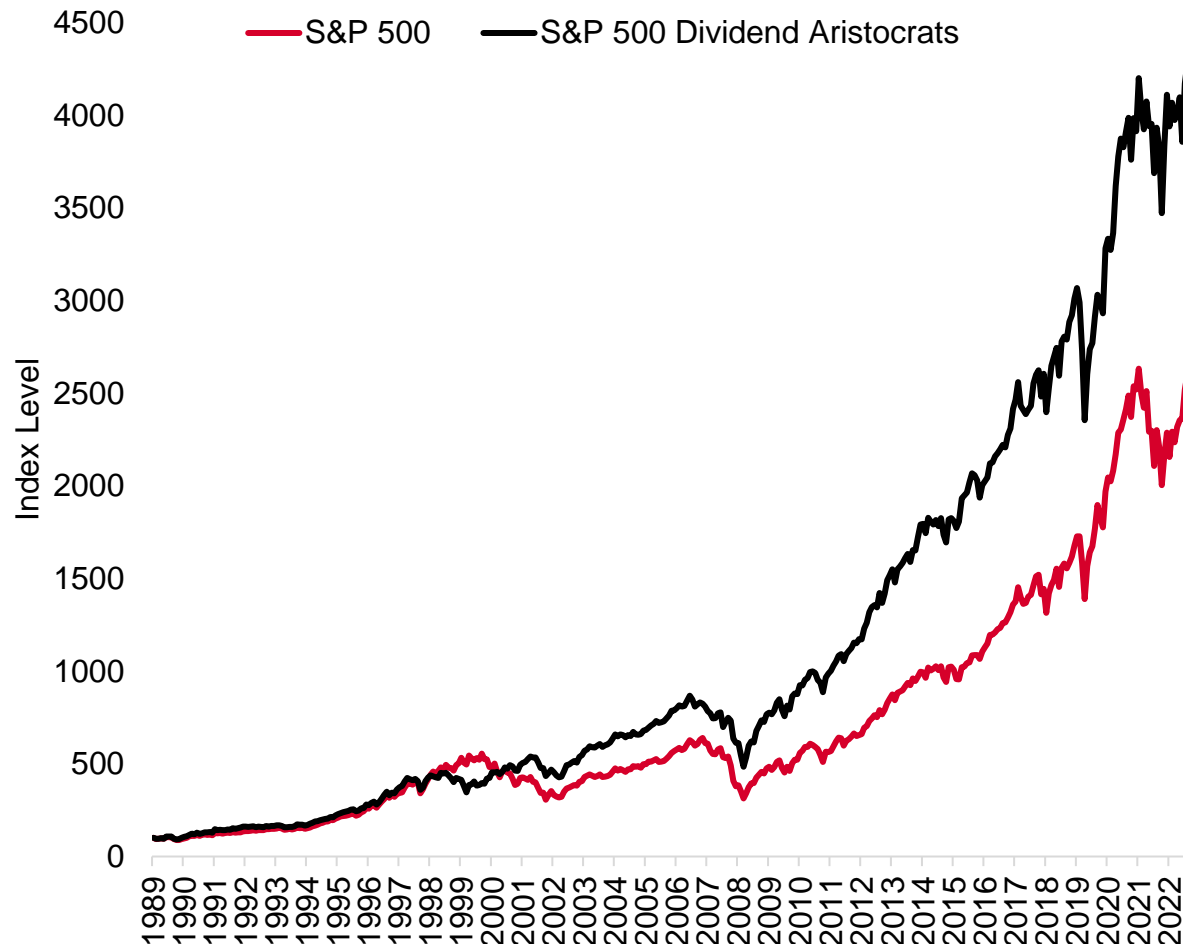
## A Long History of Dividend Growth



# S&P 500 Dividend Aristocrats

## Historical Outperformance

Dec 31, 1989 = 100



### Rolling Excess Returns Against S&P 500

	Rolling 1-Year	Rolling 3-Year	Rolling 5-Year	Rolling 10-Year	Rolling 15-Year
<b>Number of Observation</b>	394	370	346	286	226
<b>Number of Months Beating S&amp;P 500</b>	221	209	222	236	226
<b>% of Months Beating S&amp;P 500</b>	56.1%	56.5%	64.2%	82.5%	100.0%
<b>Average Excess Return</b>	1.3%	1.3%	1.5%	2.2%	2.6%

### Up/Down Market Performance

	Number of Observations	Number of Months Beating S&P 500	Win Rate	Average Excess Return
<b>S&amp;P 500 Up months</b>	266	116	43.6%	-0.37%
<b>S&amp;P 500 Down months</b>	139	95	68.3%	1.02%

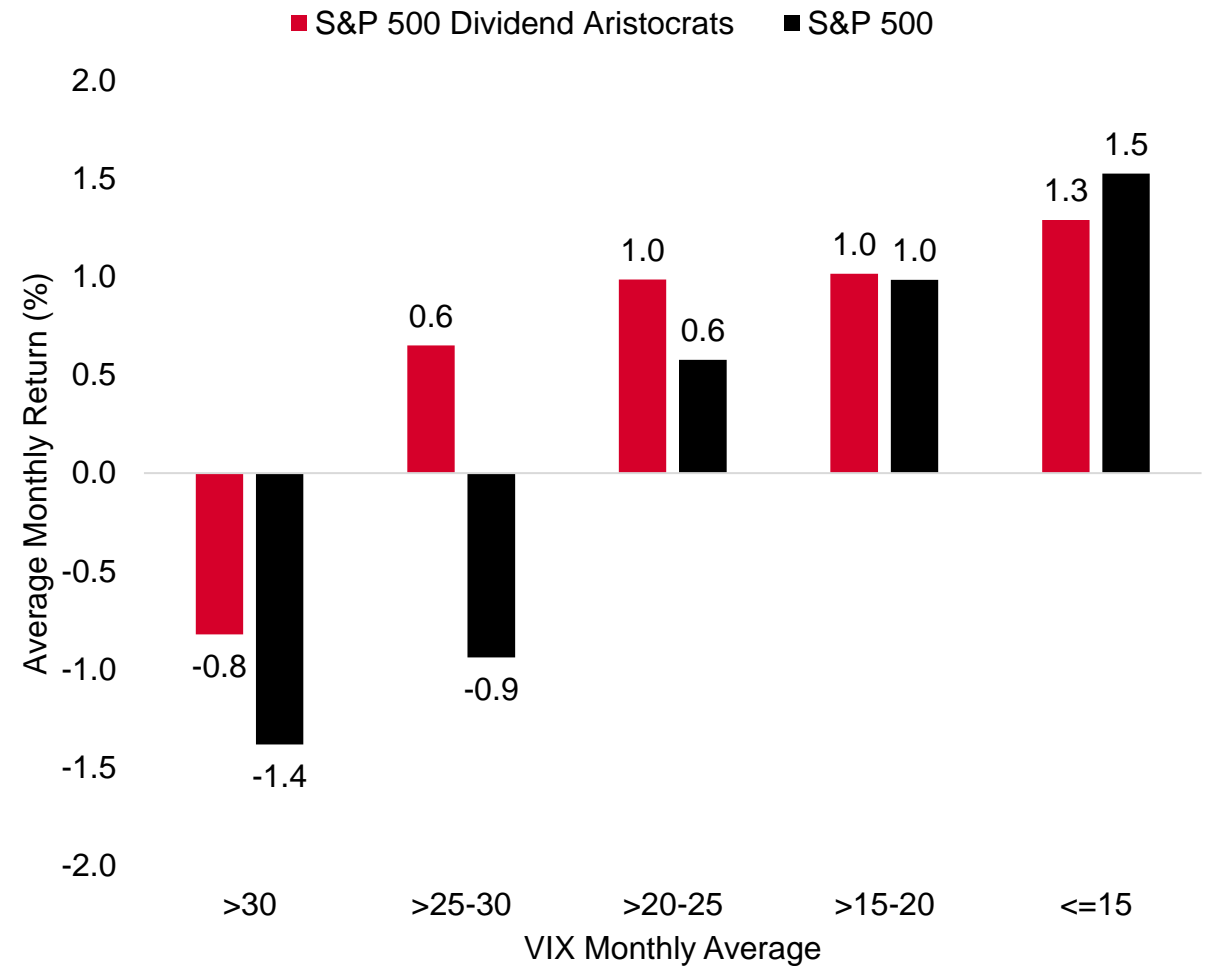
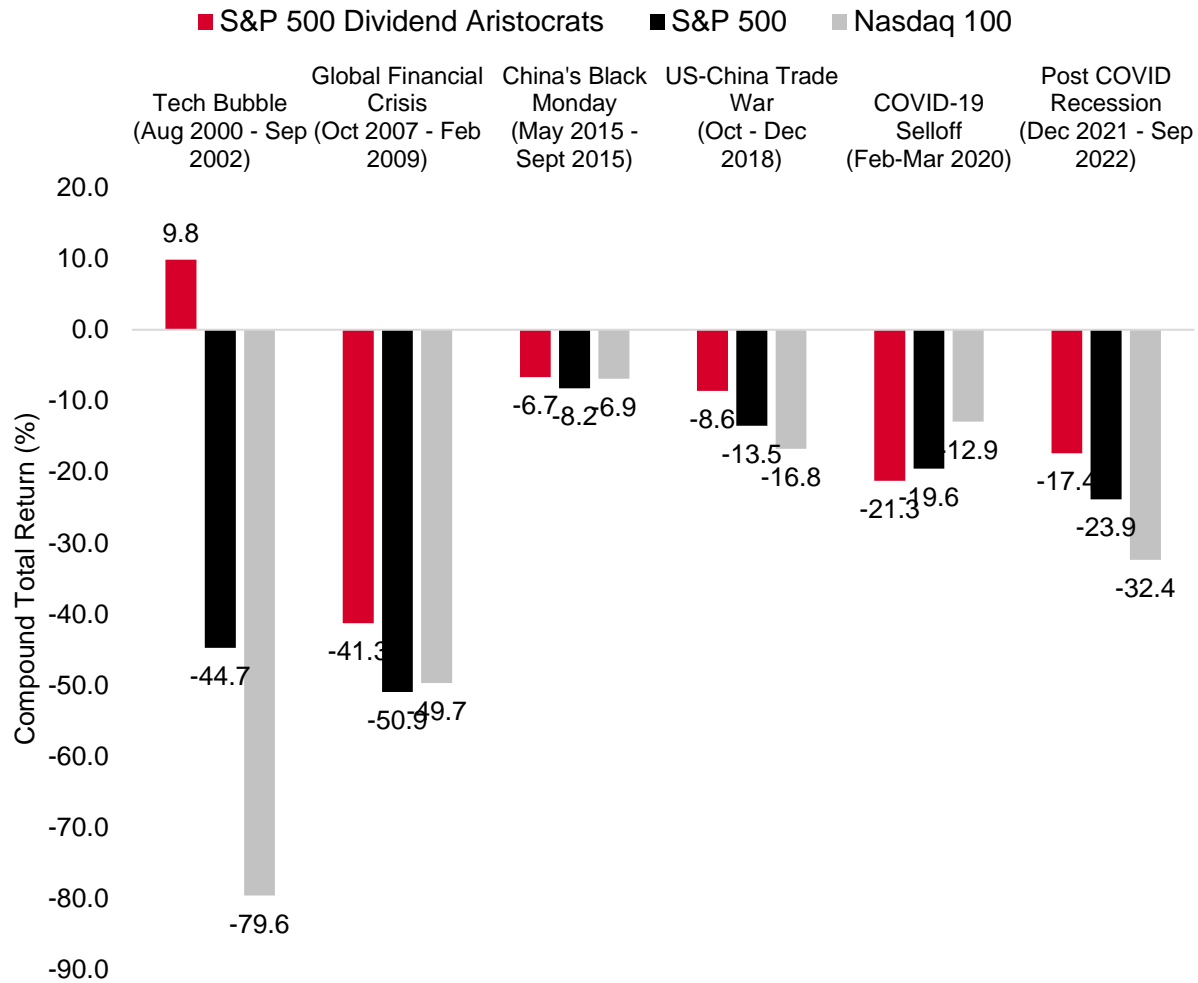
**S&P Dow Jones Indices**

A Division of S&P Global

Source: S&P Dow Jones Indices LLC. Data from Dec 31, 1989 to Sep 30, 2023. Index performance based on monthly total return in USD. Past performance is no guarantee of future results. Chart is provided for illustrative purposes and reflects hypothetical historical performance. Please see the Performance Disclosure at the end of this document for more information regarding the inherent limitations associated with back-tested performance..

# S&P 500 Dividend Aristocrats

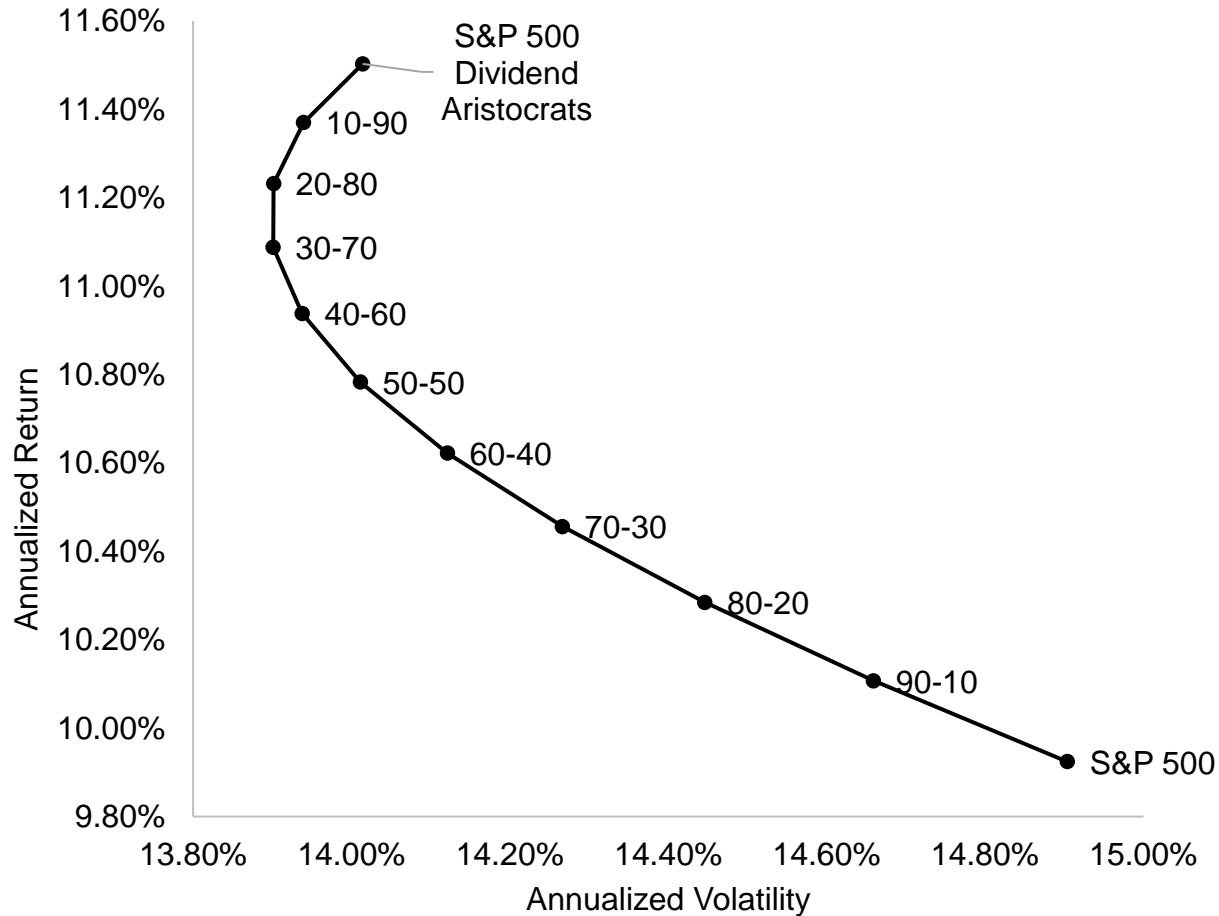
## Defensive



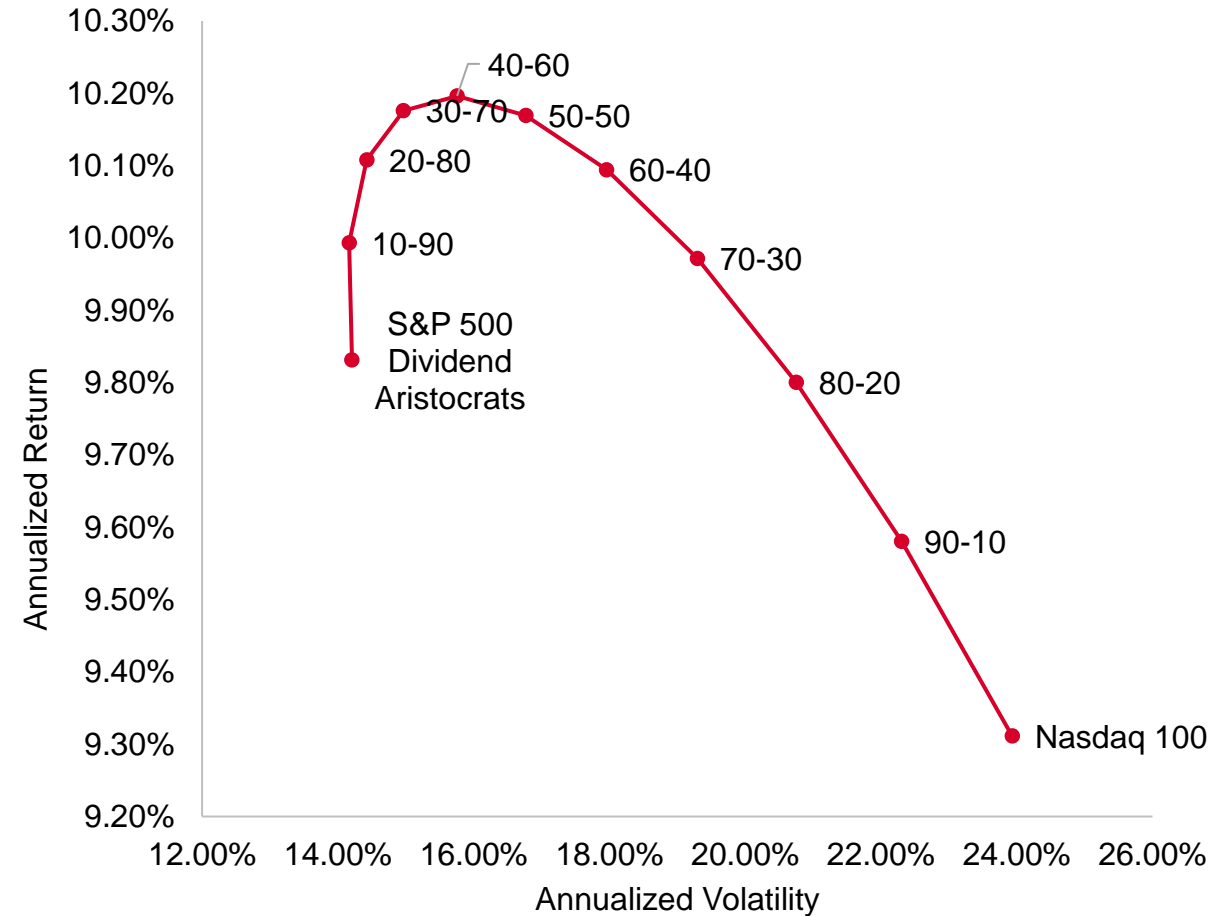
# S&P 500 Dividend Aristocrats

## Improved Risk/Return Profile in Combination

**S&P Dividend Aristocrats + S&P 500**  
(From Dec 31, 1989 to Sep 30, 2023)



**S&P Dividend Aristocrats + Nasdaq 100**  
(From Mar 31, 1999 to Sep 30, 2023)



# S&P Dividend Monarchs

# S&P Dividend Monarchs

## Index Methodology

**Universe:** S&P Composite 1500

**Size:** Float-adjusted Market Cap  $\geq$  USD 2 billion

**Liquidity:** 3-month ADVT  $\geq$  USD 5 million

**Stability Criteria:**

- **Dividend Growth:** Constituents must have increased dividends every year for at least **50** consecutive years.

**Selection:** All eligible stocks

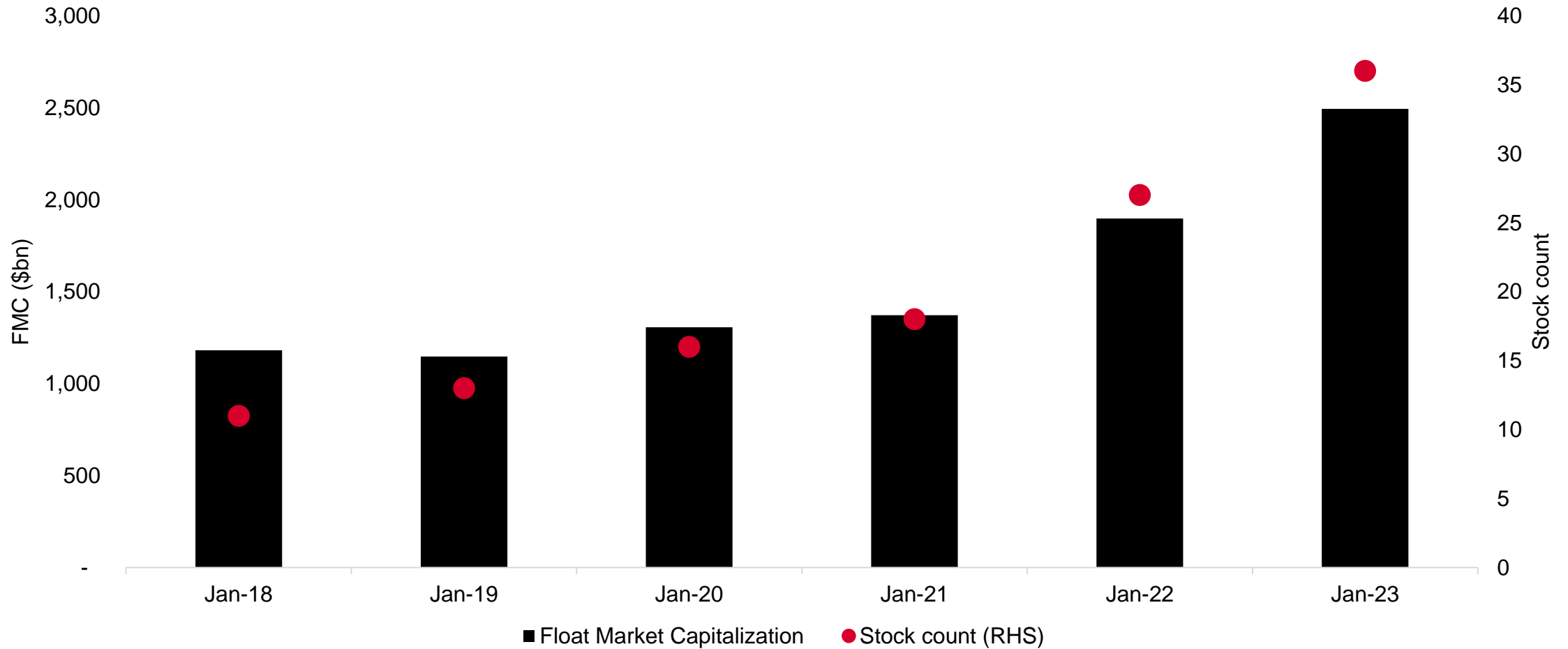
**Weightings:** by indicated annual dividend yield, subject to 5% single stock weight cap

**Rebalancing:** Annually in January with a quarterly re-weighting



# S&P Dividend Monarchs

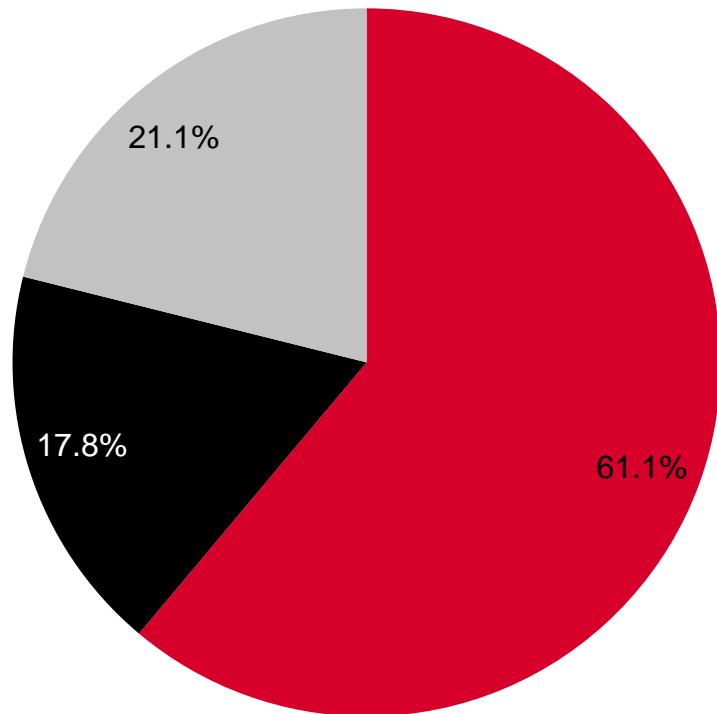
## At Least 50 Years of Increasing Dividends



# S&P Dividend Monarchs

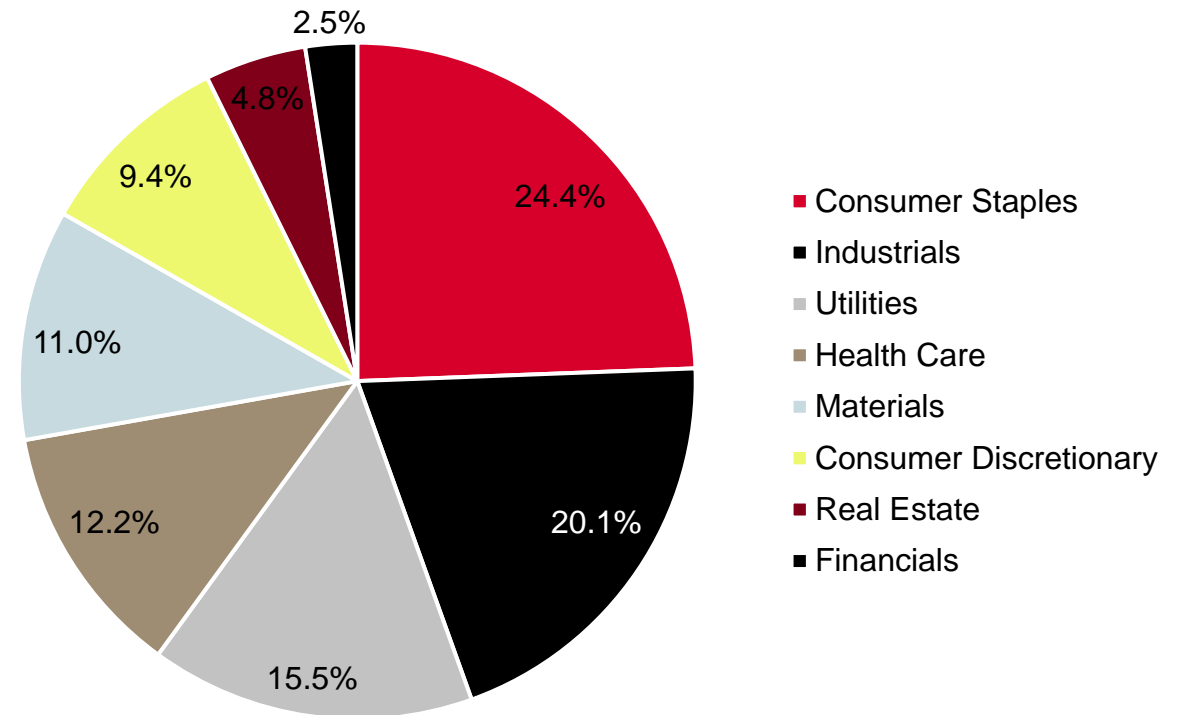
## Market Cap Distribution and Sector Exposure

Large, Mid, Small-Cap Distribution  
Index Weight (%)



■ S&P 500 ■ S&P 400 ■ S&P 600

GICS Sector  
Index Weight (%)



- Consumer Staples
- Industrials
- Utilities
- Health Care
- Materials
- Consumer Discretionary
- Real Estate
- Financials

# S&P Dividend Monarchs

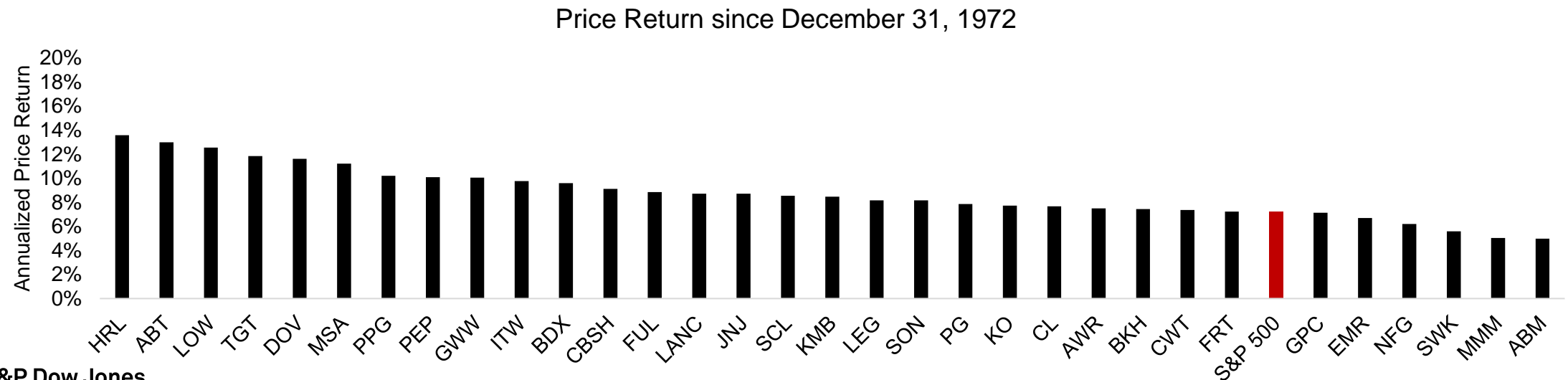
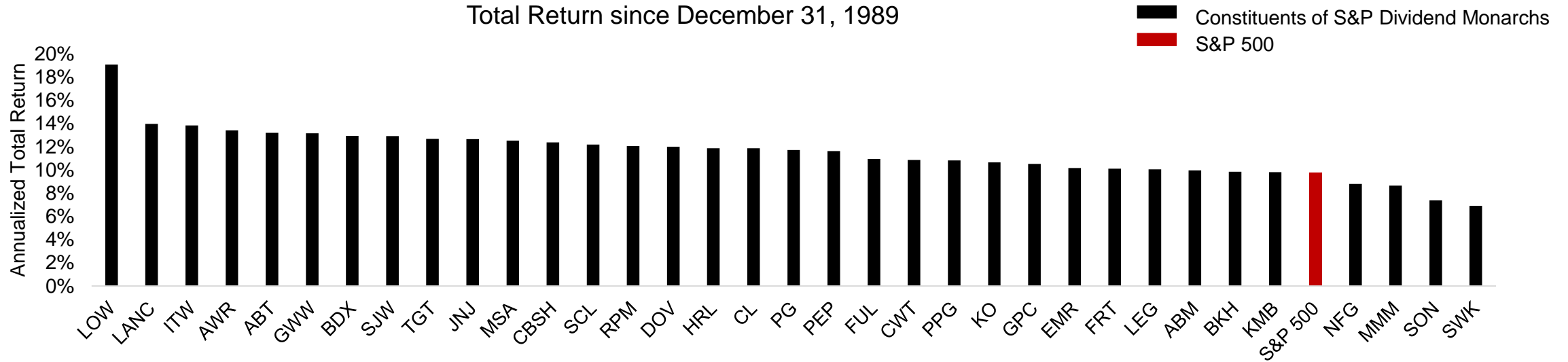
## Long-Standing Names

#	Company	GICS Sector	Weight	#	Company	GICS Sector	Weight
1	AbbVie Inc.	Health Care	5.7%	19	Commerce Bancshares Inc (MO)	Financials	2.5%
2	3M Co	Industrials	5.0%	20	RPM International Inc.	Materials	2.4%
3	Federal Realty Invt Trust	Real Estate	4.8%	21	Illinois Tool Works Inc	Industrials	2.3%
4	National Fuel Gas	Utilities	4.8%	22	ABM Industries Inc	Industrials	2.3%
5	Leggett & Platt	Consumer Discretionary	4.8%	23	SJW Group	Utilities	2.2%
6	Black Hills Corp	Utilities	4.3%	24	California Water Services Group	Utilities	2.2%
7	Sonoco Products Co	Materials	4.0%	25	Lowe's Cos Inc	Consumer Discretionary	2.1%
8	Kimberly-Clark	Consumer Staples	3.7%	26	American States Water Co	Utilities	2.0%
9	Stanley Black & Decker	Industrials	3.7%	27	Abbott Laboratories	Health Care	2.0%
10	Coca-Cola Co	Consumer Staples	3.4%	28	PPG Industries Inc	Materials	1.8%
11	Target Corp	Consumer Staples	3.4%	29	Lancaster Colony Corp	Consumer Staples	1.8%
12	Hormel Foods Corp	Consumer Staples	3.2%	30	Becton Dickinson & Co	Health Care	1.6%
13	Johnson & Johnson	Health Care	3.0%	31	Dover Corp	Industrials	1.6%
14	PepsiCo Inc	Consumer Staples	3.0%	32	Stepan Co	Materials	1.5%
15	Emerson Electric Co	Industrials	3.0%	33	Fuller H.B. Co	Materials	1.3%
16	Procter & Gamble	Consumer Staples	2.9%	34	MSA Safety Inc	Industrials	1.3%
17	Colgate-Palmolive Co	Consumer Staples	2.8%	35	W.W. Grainger Inc	Industrials	1.0%
18	Genuine Parts Co	Consumer Discretionary	2.5%	36	Kenvue Inc.	Consumer Staples	0.2%

Source: S&P Dow Jones Indices LLC. Data as of Sep 30, 2023. Chart is provided for illustrative purposes and reflects hypothetical historical performance. Please see the Performance Disclosure at the end of this document for more information regarding the inherent limitations associated with back-tested performance..

# S&P Dividend Monarchs

## Most Dividend Monarchs Outperformed the S&P 500

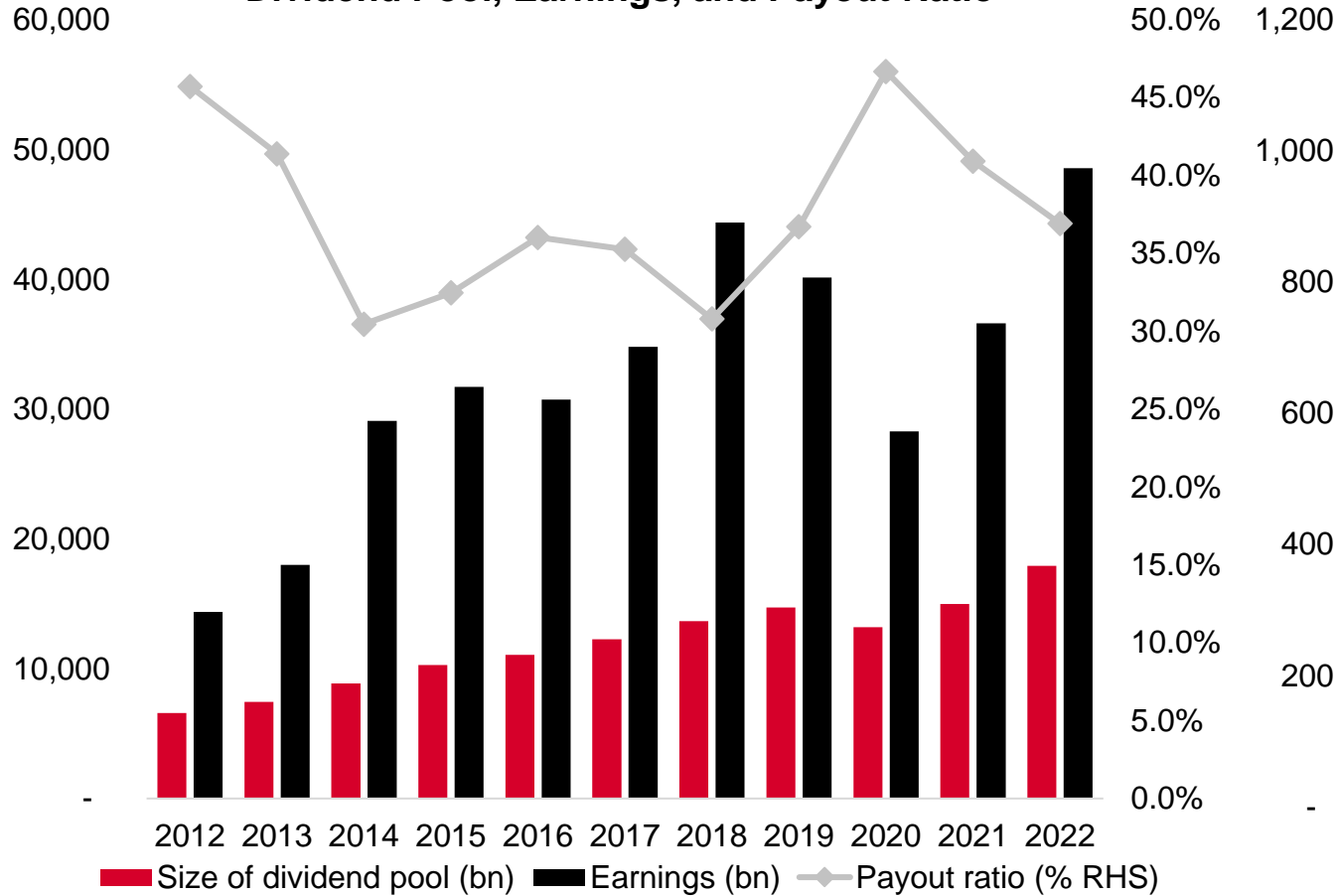


# Dividend Strategies for Japan Market

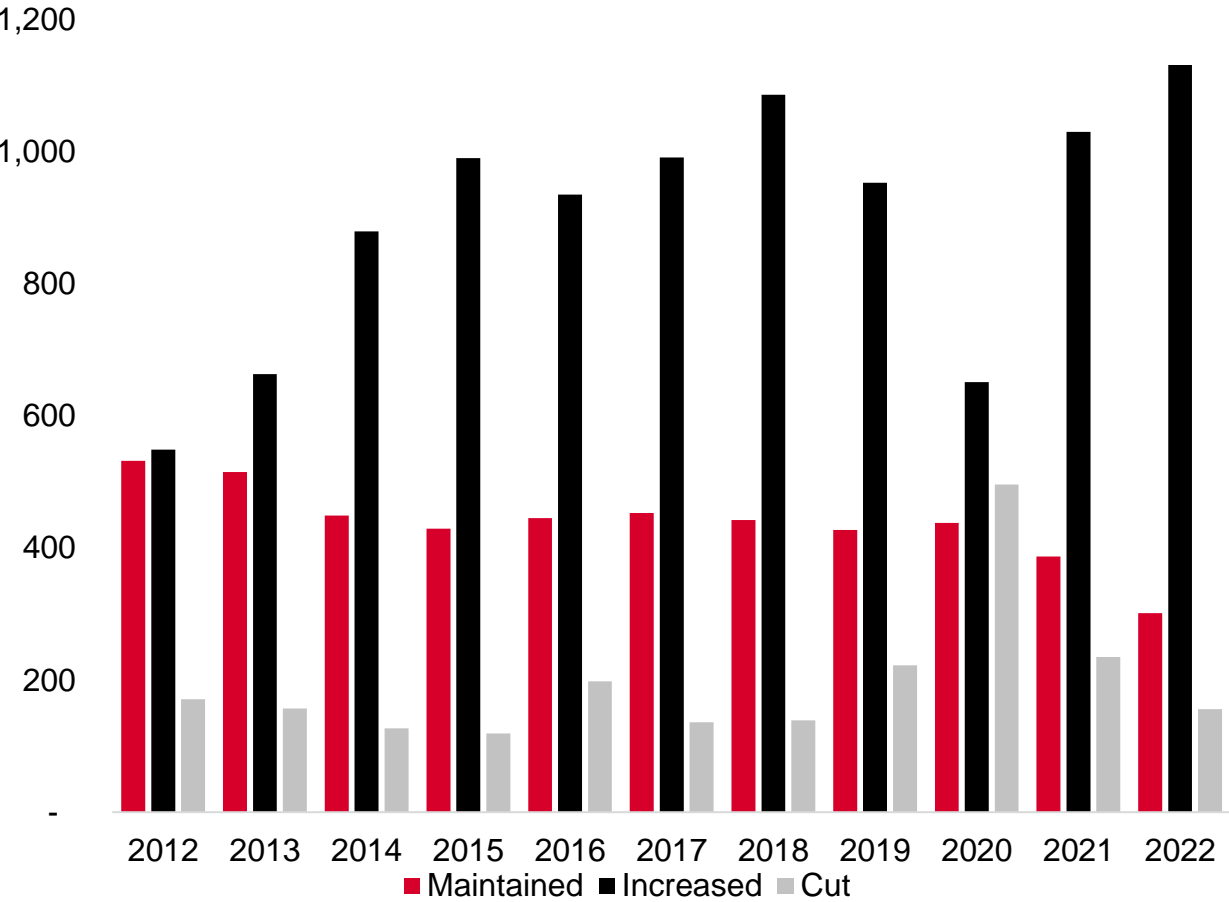
# Japan Dividend Market

## A Continuously Growing Dividend Pool with Resilience

Dividend Pool, Earnings, and Payout Ratio



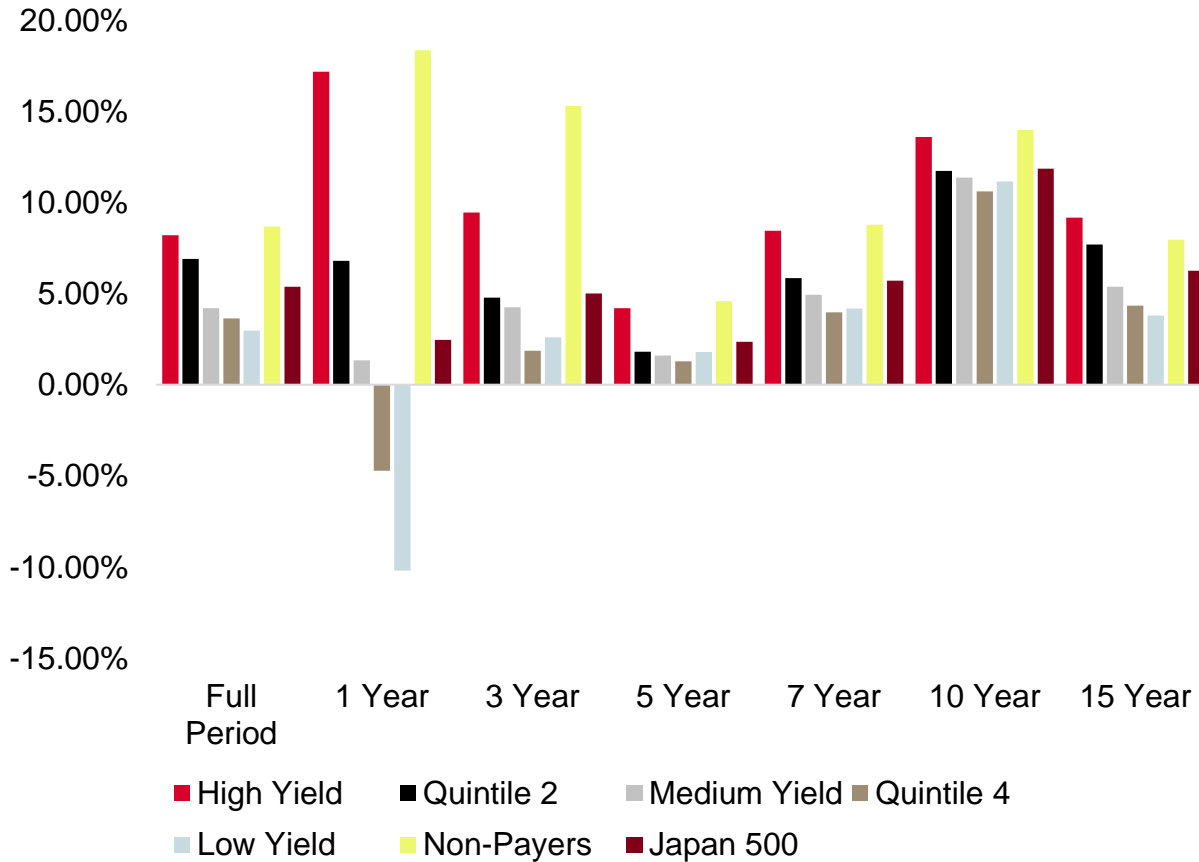
Year-Over-Year Dividend Change



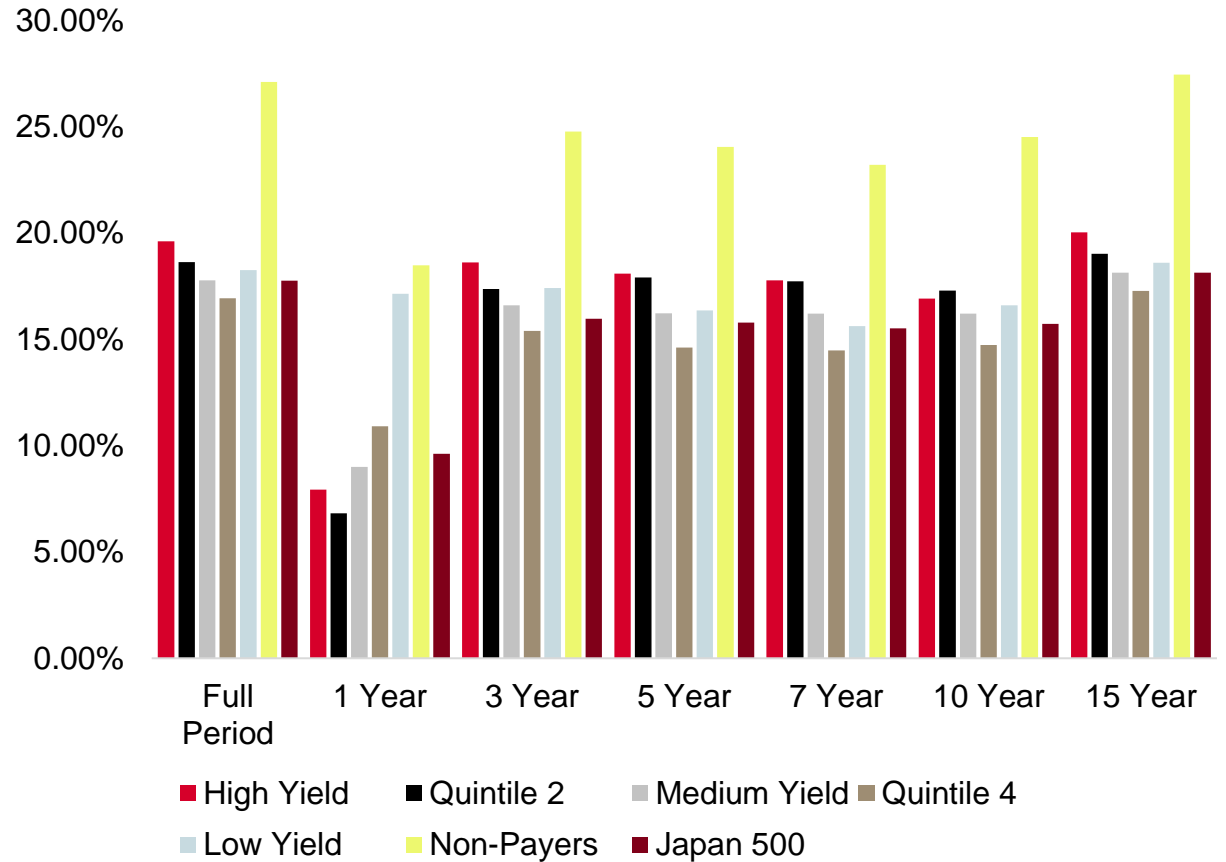
# Japan High Yield Strategy

## High Dividend Yield Strategy Outperformed the Market

Annualized Compounded Returns



Annualized Standard Deviation



Source: S&P Dow Jones Indices LLC. FactSet, Data from December 31, 2007, to December 31, 2022. Equal Weighted Performance of KOSPI 200 stocks sorted into dividend portfolios

# S&P/JPX Dividend Aristocrats Index Methodology

**Universe:** TOPIX

**Size:** Float-adjusted Market Cap  $\geq$  JPY 50 billion

**Liquidity:** 3 month ADVT  $\geq$  JPY 300 million

**Stability Criteria:**

- **Dividend Growth:** Constituents must have increased dividends or maintained stable dividends every year for at **least 10 consecutive years**
- **Payout Ratio:** between 0 and 100%
- **Dividend Yield:** between 0 and 10%

**Selection:** Top 50 stocks with the highest 12-month trailing dividend yields

**Weightings:** Yield Weighted, subject to 5% single stock weight cap and 30% sector weight cap

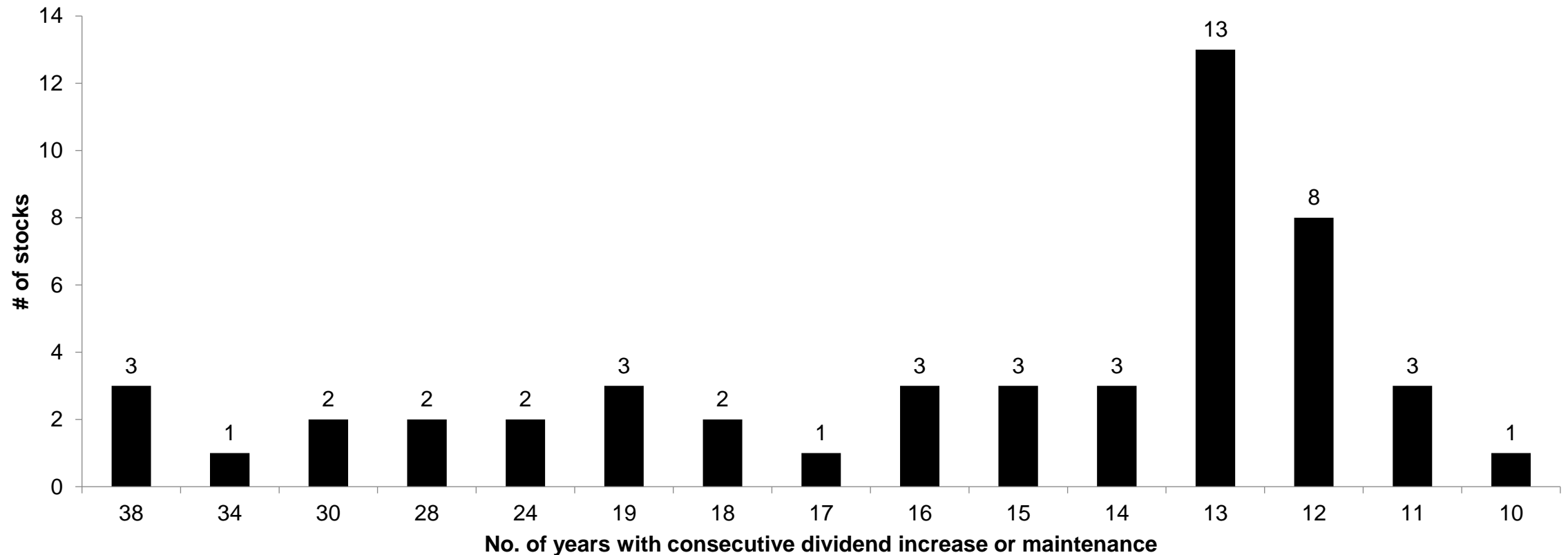
**Rebalancing:** Annually in July with semi-annual re-weighting



# S&P/JPX Dividend Aristocrats

## Long History of Dividend Increase or Maintenance

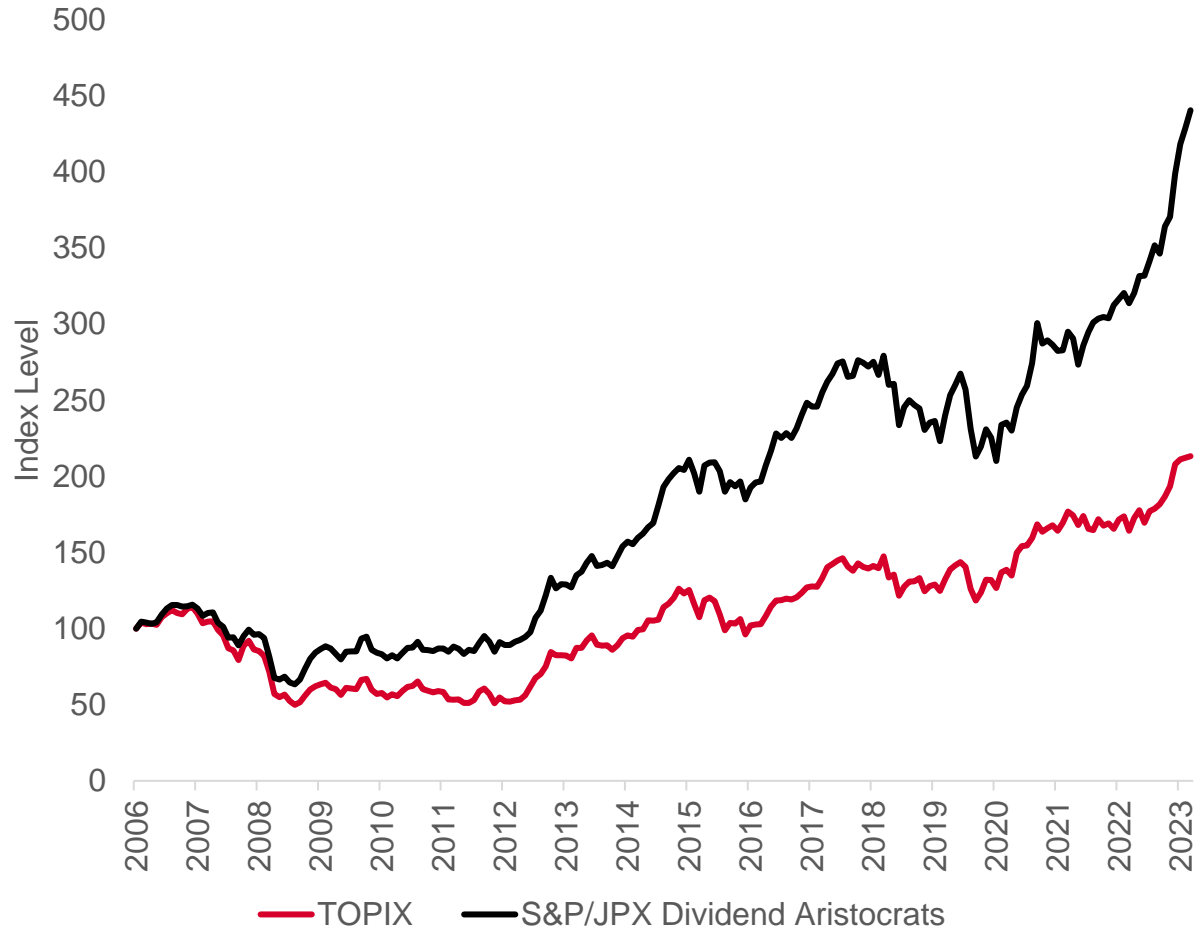
- While the hurdle for index inclusion is 10 straight years of increasing or maintaining dividends, the index average is **17.3 years**.
- Additionally, there are **8 constituents** with over **25 consecutive years** of dividend increases or maintenance.



# S&P/JPX Dividend Aristocrats

## Historical Outperformance

Jul 31, 2006 = 100  
500



JPY, TR,  
as of Sep 30, 2023

	<b>S&amp;P/JPX Dividend Aristocrats</b>	<b>TOPIX</b>
<b>Ann. Rtn (%)</b>		
1-Year	40.41	29.80
3-Year	23.25	15.41
5-Year	9.54	7.64
10-Year	12.55	9.32
20-Year	7.69	6.29
<b>Since 31 Jul, 2006</b>	<b>9.02</b>	<b>4.51</b>
<b>Ann. Vol (%)</b>		
1-Year	8.19	10.38
3-Year	11.19	12.49
5-Year	15.57	15.20
10-Year	13.52	14.63
20-Year	14.00	16.82
<b>Since 31 Jul, 2006</b>	<b>15.08</b>	<b>17.17</b>
<b>Rtn/Vol</b>		
1-Year	4.93	2.87
3-Year	2.08	1.23
5-Year	0.61	0.50
10-Year	0.93	0.64
20-Year	0.55	0.37
<b>Since 31 Jul, 2006</b>	<b>0.60</b>	<b>0.26</b>

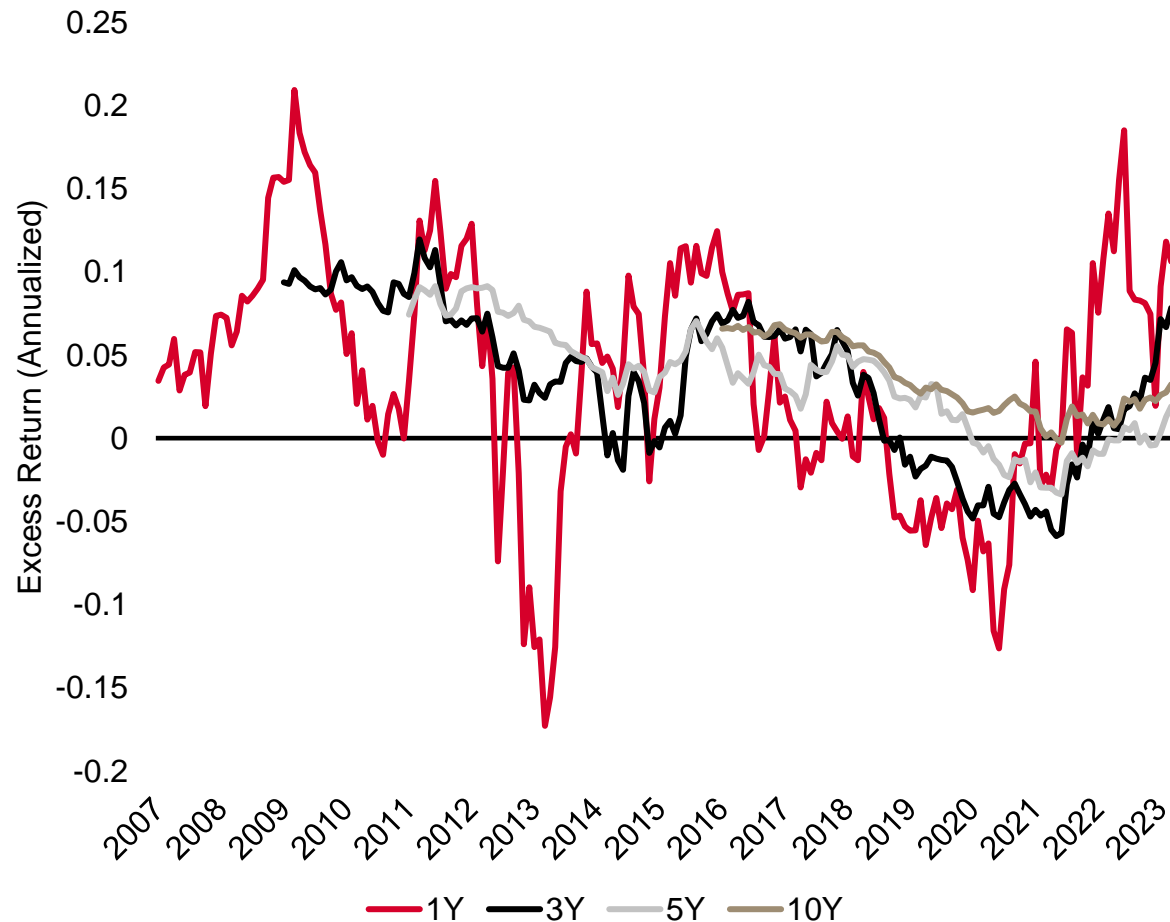
**S&P Dow Jones Indices**

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Source: S&P Dow Jones Indices LLC. Data from Jul 31, 2006 to Sep 30, 2023. Index performance based on monthly total return in JPY. Past performance is no guarantee of future results. Chart is provided for illustrative purposes and reflects hypothetical historical performance. Please see the Performance Disclosure at the end of this document for more information regarding the inherent limitations associated with back-tested performance..

# S&P/JPX Dividend Aristocrats

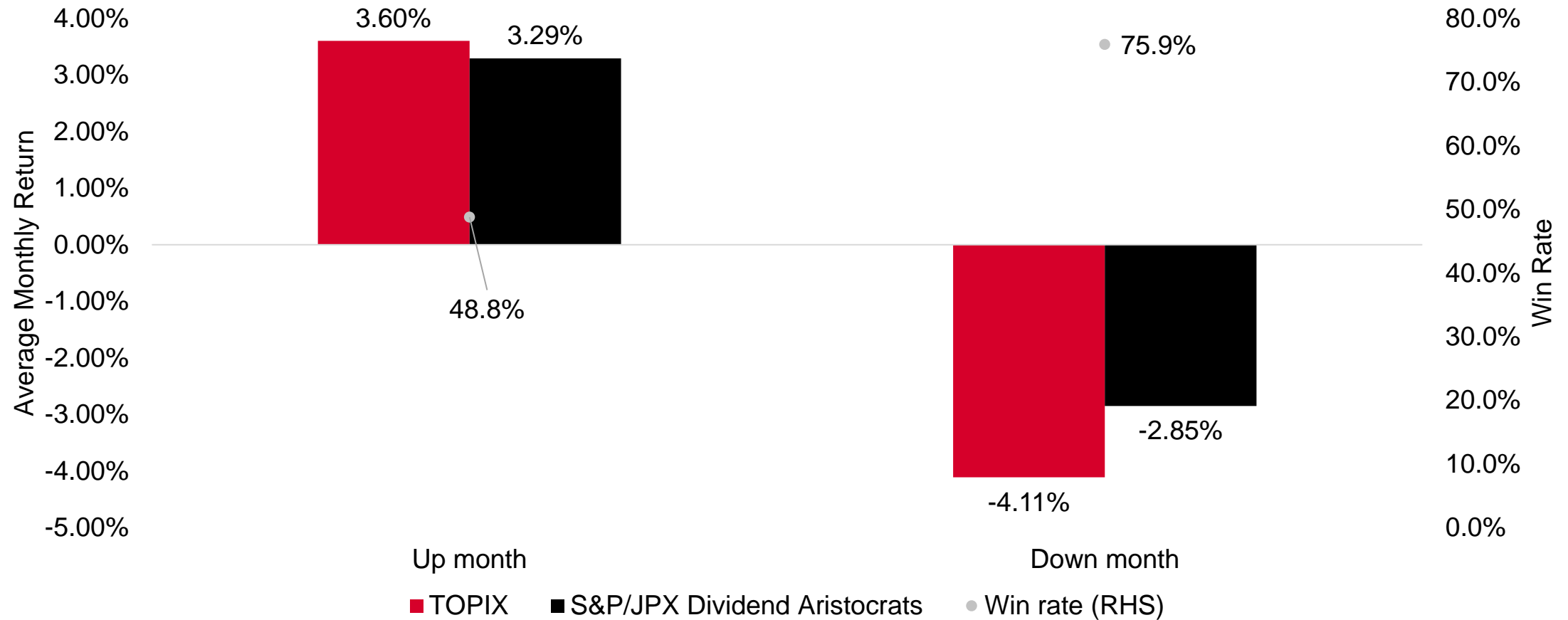
## Rolling Returns against the TOPIX



	Rolling 1-Year	Rolling 3-Year	Rolling 5-Year	Rolling 10-Year
<b>Number of Observations</b>	195	171	147	87
<b>Number of Months Beating TOPIX</b>	136	126	115	85
<b>% of Months Beating S&amp;P 500</b>	69.7%	73.7%	78.2%	97.7%
<b>Average Excess Return</b>	3.7%	3.5%	3.4%	3.5%

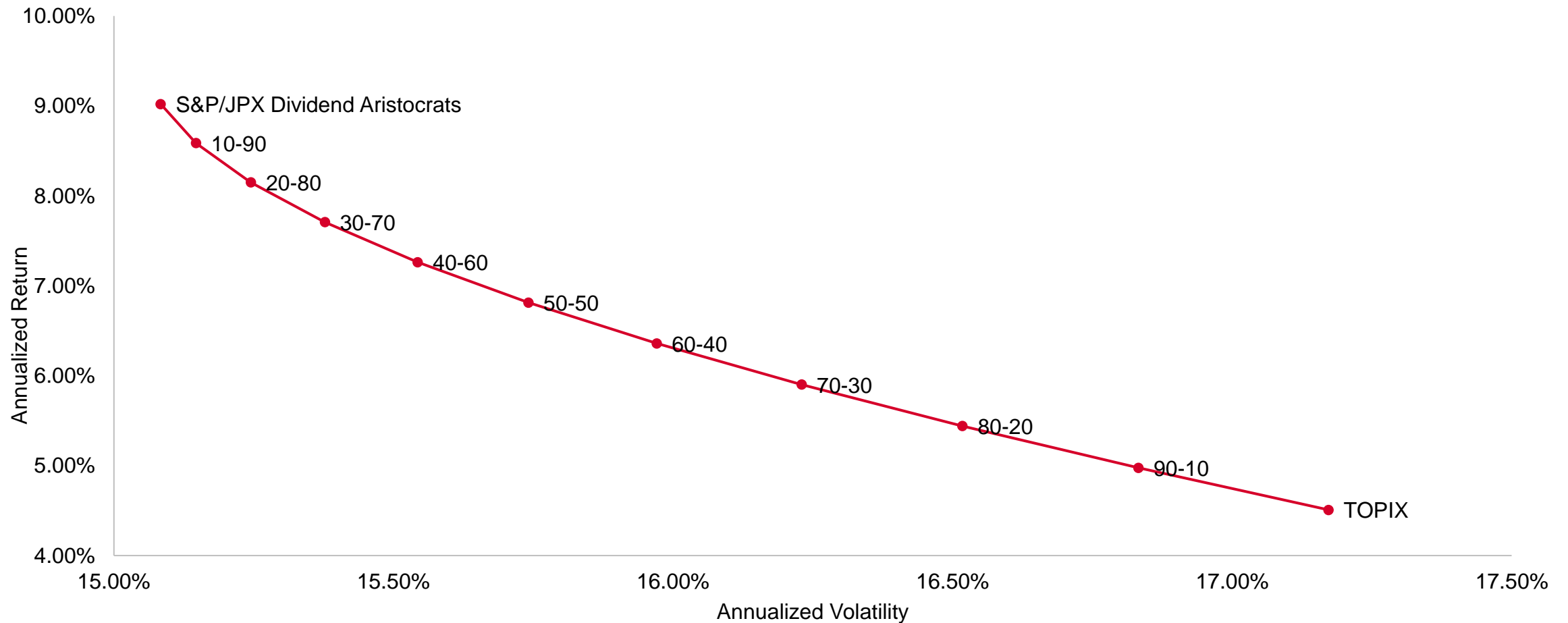
# S&P/JPX Dividend Aristocrats

## Up/Down Market Performance



# S&P/JPX Dividend Aristocrats

## Improved Risk/Return Profile in Combination



# Thematic

# Introduction: Who is Kensho?

## Data Analytics & Machine Intelligence Company

- Started in 2013 out of Cambridge, MA – offices in New York City and Washington DC
- Initial investors included Google, Goldman Sachs, and NBC Universal (CNBC)
- S&P Global acquired Kensho Technologies in April 2018
- Firm leverages artificial intelligence and alternative data to provide sophisticated analytical tools to some of the largest global banks and hedge funds
- Recognized as one of the most innovative artificial intelligence companies within Fintech
- Named as 2023's Best Artificial Intelligence (AI) Technology Provider by Waters Rankings.



**TECH PIONEER**  
World Economic Forum



**AI 100**  
CB INSIGHTS



**#1 FINTECH 50**  
Forbes



**TOP 5 HOTTEST IN FINTECH**  
Fortune

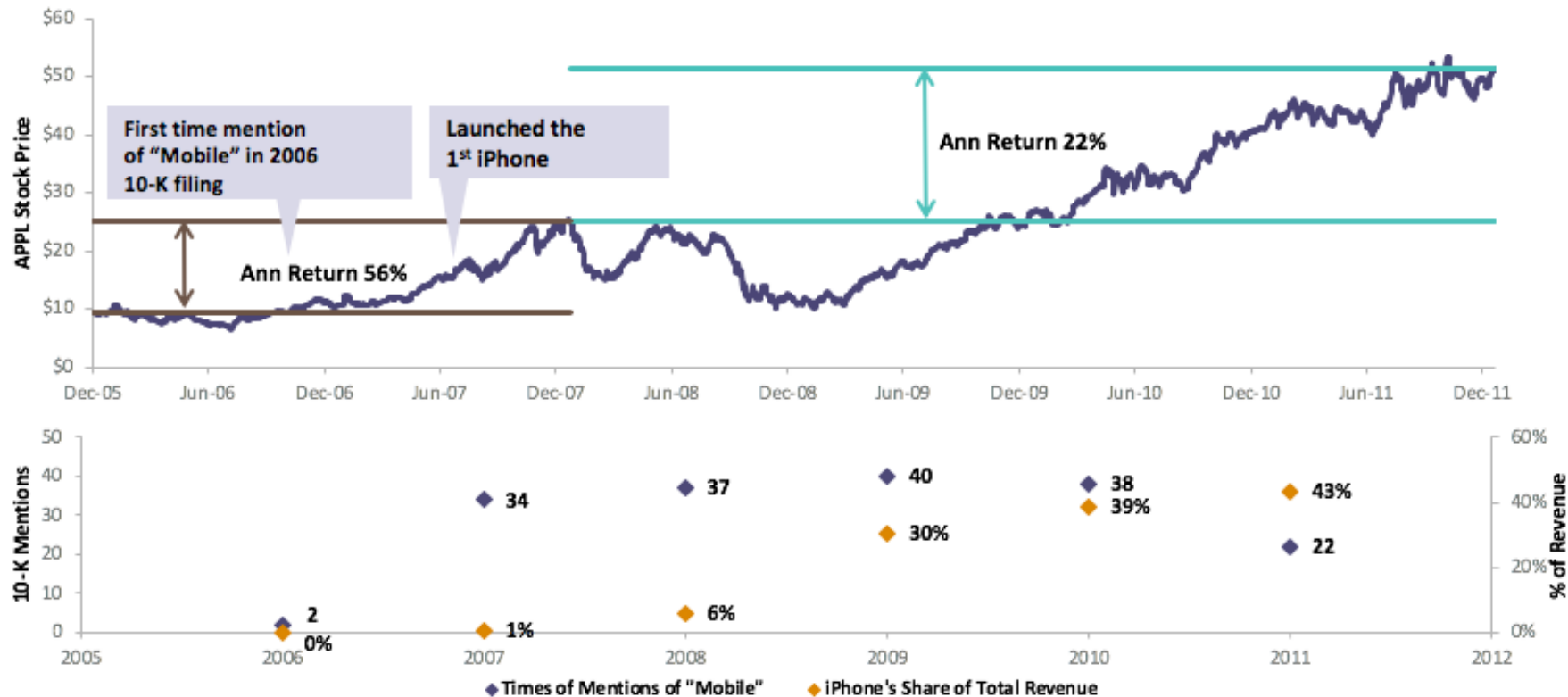


**Best AI Technology Provider**  
Waters Ranking

# Pursuing Potential with Artificial Intelligence

## Capturing Opportunities before Reflected in the Revenue

- Apple first mentions 'Mobile' in filings in 2006, iPhone launches in 2007
- <10% of revenue until 2009 – for an interim annualized return of 56% vs 22% following
- Alternative data provides opportunities to look ahead and capture the full upside



Source: Apple SEC Filings, State Street Global Advisors



# Introducing: S&P Kensho New Economies

## the Fourth Industrial Revolution Opportunities

A comprehensive framework with which to understand and precisely capture exponential innovation and growth – 21<sup>st</sup> Century Sectors

### Tracking Indices

#### New Economies Composite (KNEX)<sup>^#</sup>

##### Sectors

Intelligent Infrastructure (KINFRA) <sup>#</sup>	⑩ ⑲
Smart Transportation (KMOVE) <sup>#</sup>	⑦ ⑪ ⑳ ㉑
Future Security (KSECURE) <sup>#</sup>	① ② ④ ⑤ ⑥ ⑦ ⑨
Clean Power (KPOWER) <sup>#</sup>	③ ⑧
Final Frontiers (KEXPLORE) <sup>#</sup>	① ⑦
Future Communication (KCONNECT)	⑨ ⑫ ⑬
Democratized Banking (KFIN) <sup>^</sup>	⑳ ㉒ ㉔
Human Evolution (KEVOLVE)	② ⑥ ⑨ ⑮ ⑰ ⑱
Advanced Manufacturing (KMAKE)	② ⑨ ⑰ ⑱
Sustainable Staples (KSTAPLE)	① ② ⑦ ⑭ ⑮ ⑰

#### New Economies Select (KNESLX)<sup>^</sup>

##### Subsectors

① Space (KMARS) <sup>^</sup>	⑭ Sustainable Farming (KFARM)
② Robotics (KBOTS) <sup>^</sup>	⑮ Genetic Engineering (KDNA) <sup>^</sup>
③ Clean Energy (KENERGY) <sup>*</sup>	⑯ 3D Printing (KDDDP) <sup>^</sup>
④ Cyber Security (KCYBER) <sup>*</sup>	⑰ Nanotechnology (KNANO) <sup>^</sup>
⑤ Smart Borders (KDMZ) <sup>*</sup>	⑱ Smart Factories (KFACT) <sup>*</sup>
⑥ Wearables (KBORG) <sup>^</sup>	⑲ Smart Grids (KGRIDS) <sup>*</sup>
⑦ Drones (KDRONE) <sup>^</sup>	⑳ Adv. Transport Systems (KATS) <sup>*</sup>
⑧ Clean Tech (KCLEAN) <sup>^</sup>	㉑ Electric Vehicles (KEV) <sup>^</sup>
⑨ Virtual Reality (KVR) <sup>^</sup>	㉒ Alternative Financing (KALTFIN) <sup>*</sup>
⑩ Smart Buildings (KHOME) <sup>*</sup>	㉓ Future Payments (KPAY) <sup>*</sup>
⑪ Autonomous Vehicles (KCARS) <sup>^</sup>	㉔ Distributed Ledger (KLEDGER) <sup>*</sup>
⑫ Digital Communities (KSOCIAL) <sup>*</sup>	㉕ Digital Health (KDOC) <sup>*</sup>
⑬ Enterprise Collaboration (KTEAM) <sup>^</sup>	

<sup>#</sup>: Tracked by State Street SPDRs

<sup>^</sup>: Tracked by MUKAM eMAXIS

<sup>\*</sup>Tracked by other funds

# Research Content

## **Dividend Strategy with Quality Yields – The Dow Jones Dividend 100 Indices:**

<https://www.spglobal.com/spdji/en/education/article/dividend-strategy-with-quality-yields-the-dow-jones-dividend-100-indices>

## **S&P Dividend Monarchs Talking Points:**

<https://www.spglobal.com/spdji/en/education/article/talkingpoints-sp-dividend-monarchs-index/>

## **S&P 500 Dividend Aristocrats: The Importance of Stable Dividend Income**

<https://www.spglobal.com/spdji/en/research/article/a-fundamental-look-at-sp-500-dividend-aristocrats>

## **The Case for Indexing Thematics with the Kensho New Economies**

<https://www.spglobal.com/spdji/en/research/article/the-case-for-indexing-thematics-with-the-sp-kensho-new-economies>

## **S&P Kensho Hydrogen Economy: Gauging Opportunities from the Hydrogen Economy**

<https://www.spglobal.com/spdji/en/education/article/gauging-opportunities-from-the-hydrogen-economy>

## **S&P Kensho Electric Vehicle: Driving Toward a Greener Future**

<https://www.spglobal.com/spdji/en/education/article/driving-toward-a-greener-future>

## **S&P Kensho Enterprise Collaboration : Collaborating Effectively in the Rise of Remote Work**

<https://www.spglobal.com/spdji/en/education/article/collaborating-efficiently-in-the-rise-of-remote-work>

# Appendix

# Dow Jones U.S. Dividend 100

## Index Methodology

### Universe

Start with Dow Jones U.S. Broad Market Index, excluding REITs, subject to:

- Size: FMC >= US\$ 500 million
- Liquidity: 3M ADVT >= US\$ 2 million

### Dividend Selection

#### Dividend Payment:

Dividend: minimum 10 consecutive years of dividend payments

#### Dividend Selection:

Stocks that pass the screens are ranked in descending order by indicated annual dividend yield.

The **top half** are eligible for selection.

### Fundamental Selection

Stocks are then ranked by a composite score of **fundamental metrics**:

- Cash-flow-to-total-debt ratio,
- ROE,
- Dividend yield,
- Five-year dividend growth ratio.

The **top 100** are selected as constituents.

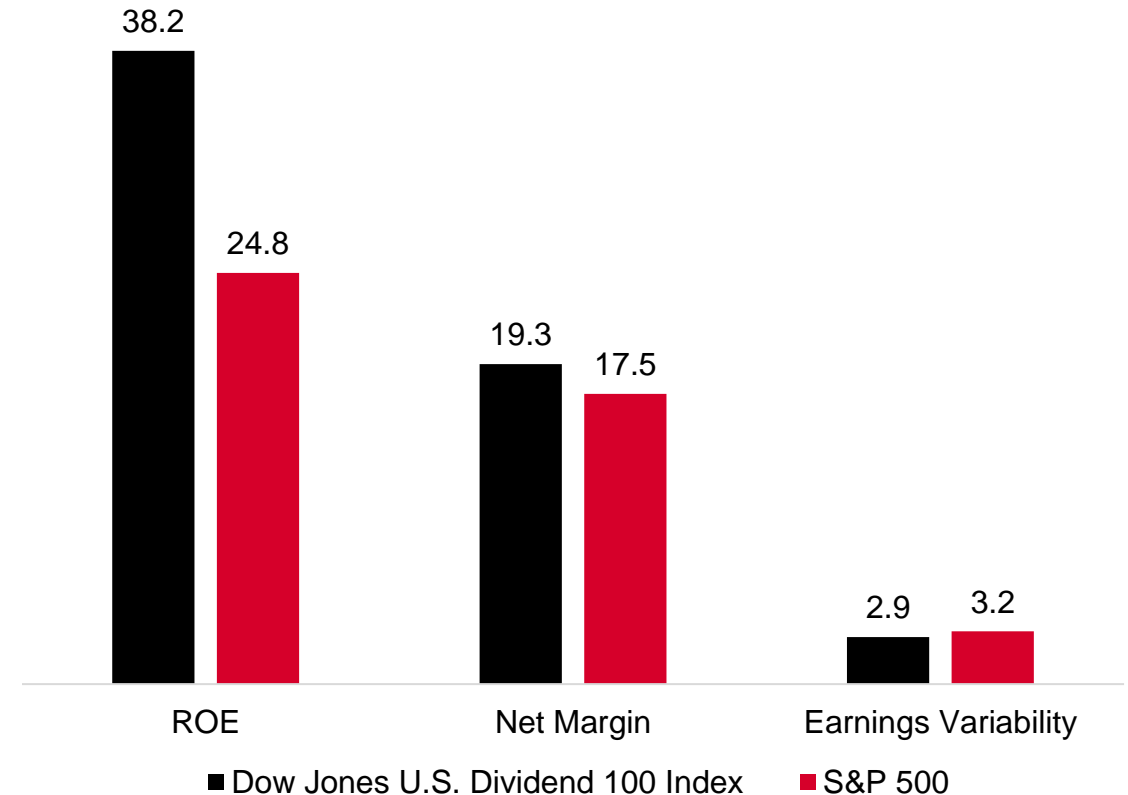
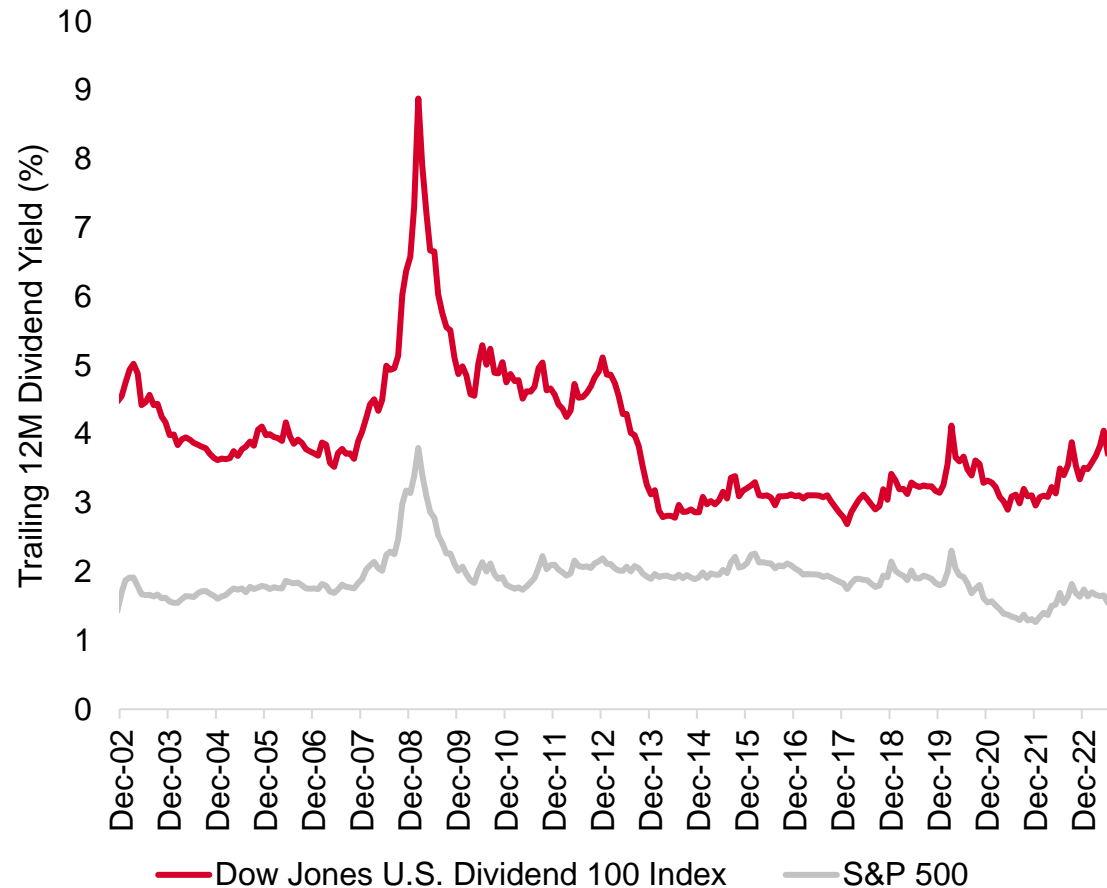
### Rebal & Weighting

**Weighted by FMC**, subject to capping rules of:  
single stock <= 4%,  
GICS sector <= 25%

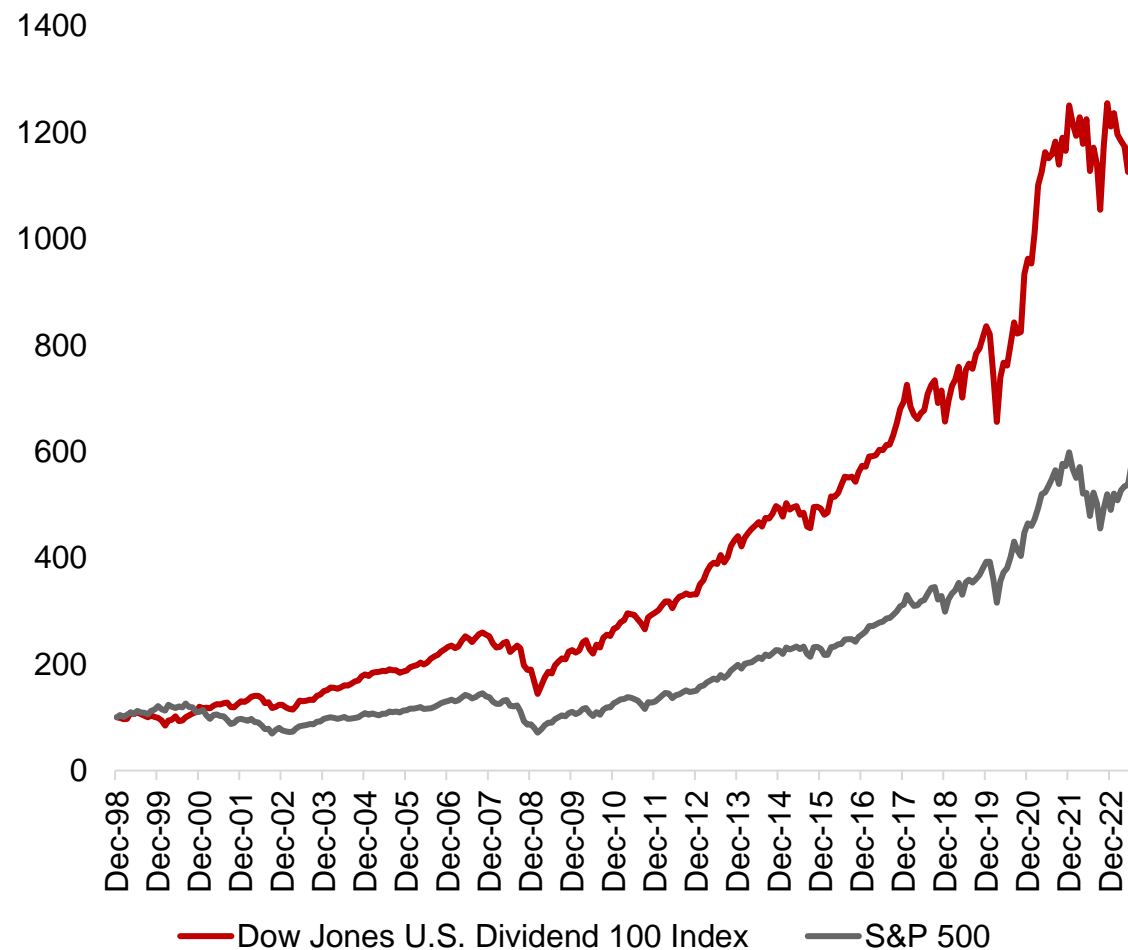
**Rebalanced annually** in March

# Dow Jones U.S. Dividend 100

## Higher Dividend Yield and Improved Quality Metrics



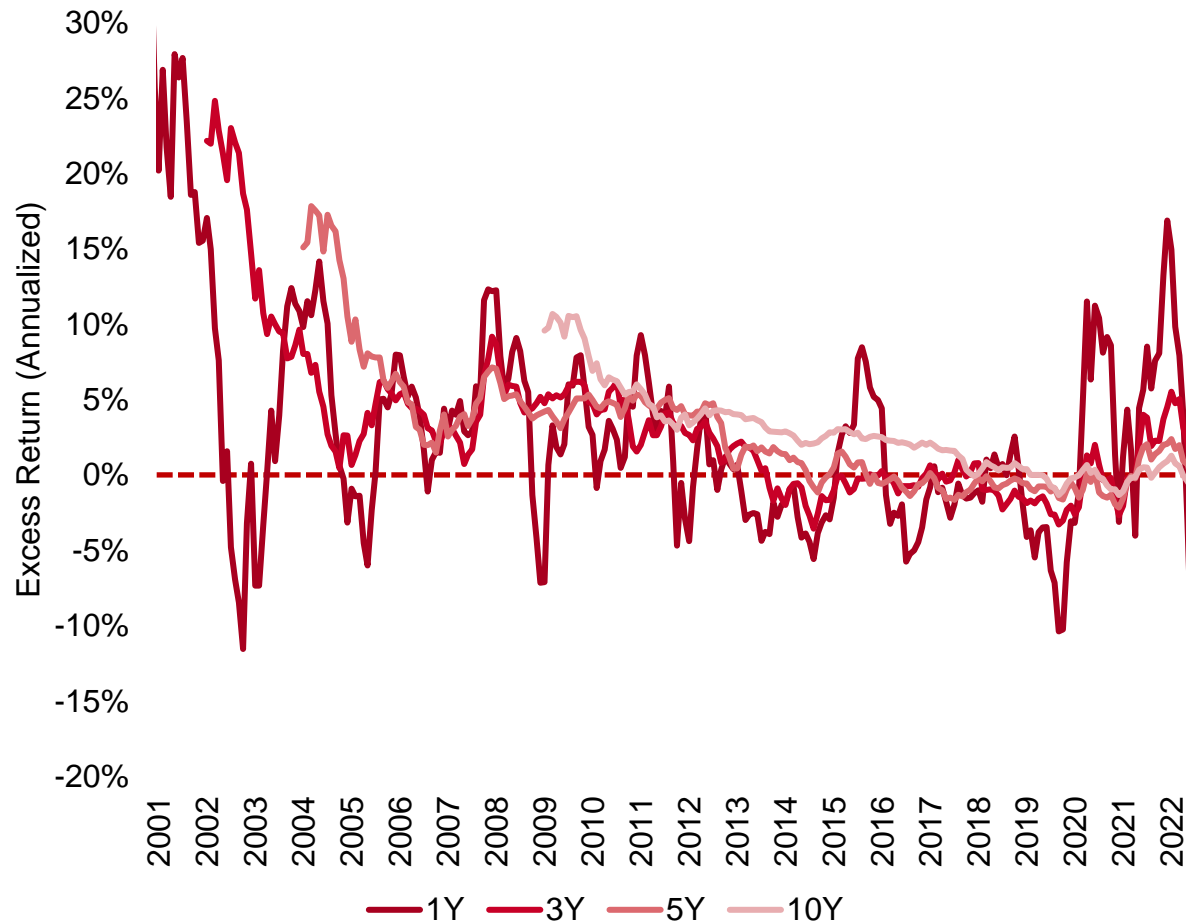
# Dow Jones U.S. Dividend 100 Historical Outperformance



	Dow Jones U.S. Dividend 100 Index	S&P 500
<b>Ann. Rtn (%)</b>		
1-Year	5.21	19.59
3-Year	15.91	14.60
5-Year	11.85	12.31
7-Year	11.98	13.38
10-Year	11.81	12.86
15-Year	11.79	10.88
<b>Since 31 Dec, 1998</b>	<b>10.62</b>	<b>7.38</b>
<b>Ann. Vol (%)</b>		
1-Year	18.78	20.58
3-Year	17.08	18.19
5-Year	18.07	18.79
7-Year	15.82	16.31
10-Year	14.42	14.93
15-Year	15.32	16.14
<b>Since 31 Dec, 1998</b>	<b>14.40</b>	<b>15.35</b>
<b>Rtn/Vol</b>		
1-Year	0.28	0.95
3-Year	0.93	0.80
5-Year	0.66	0.65
7-Year	0.76	0.82
10-Year	0.82	0.86
15-Year	0.77	0.67
<b>Since 31 Dec, 1998</b>	<b>0.74</b>	<b>0.48</b>

# Dow Jones U.S. Dividend 100

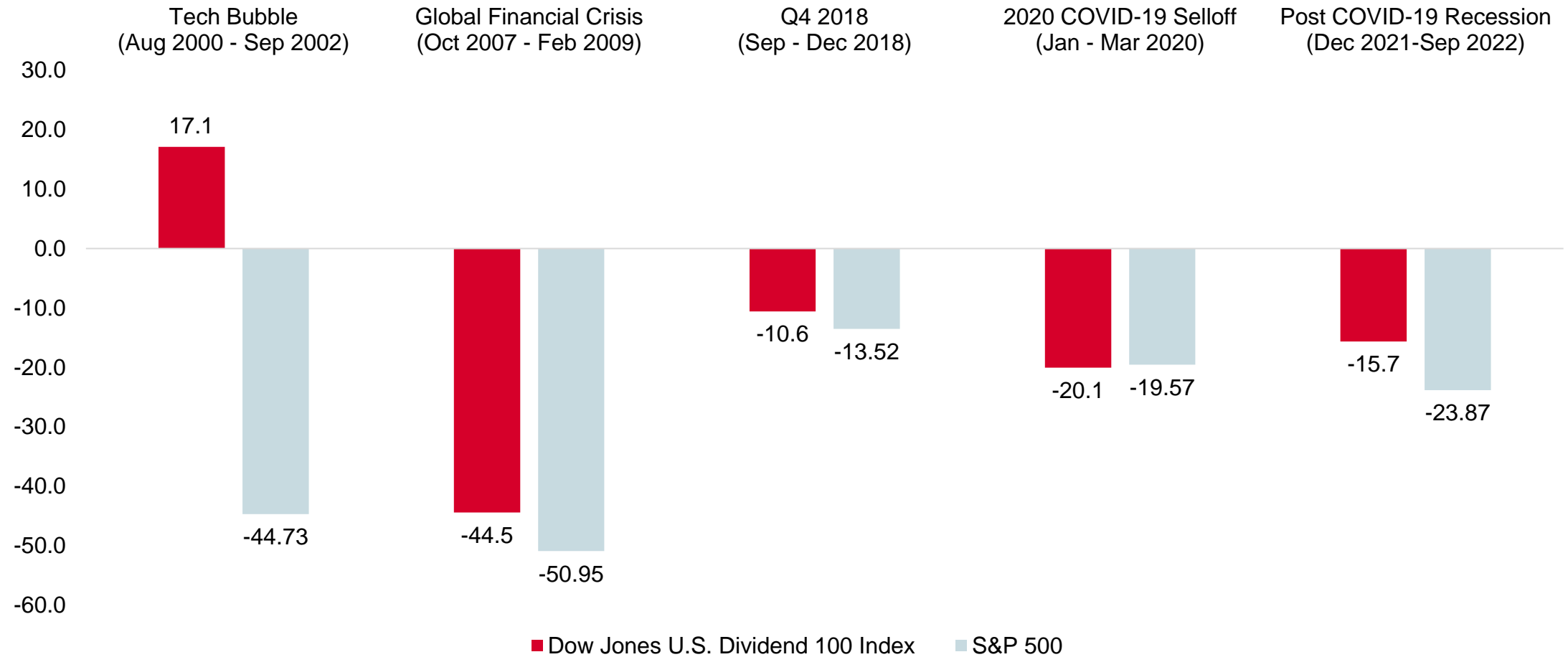
## Rolling Returns against the S&P 500



	Rolling 1-Year	Rolling 3-Year	Rolling 5-Year	Rolling 10-Year
Number of observation	271	247	223	163
Number of months beat S&P 500	173	171	153	136
% of months beat S&P 500	63.8%	<b>69.2%</b>	<b>68.6%</b>	<b>83.4%</b>
Average excess return	4.4%	3.2%	<b>2.8%</b>	<b>2.7%</b>

# Dow Jones U.S. Dividend 100

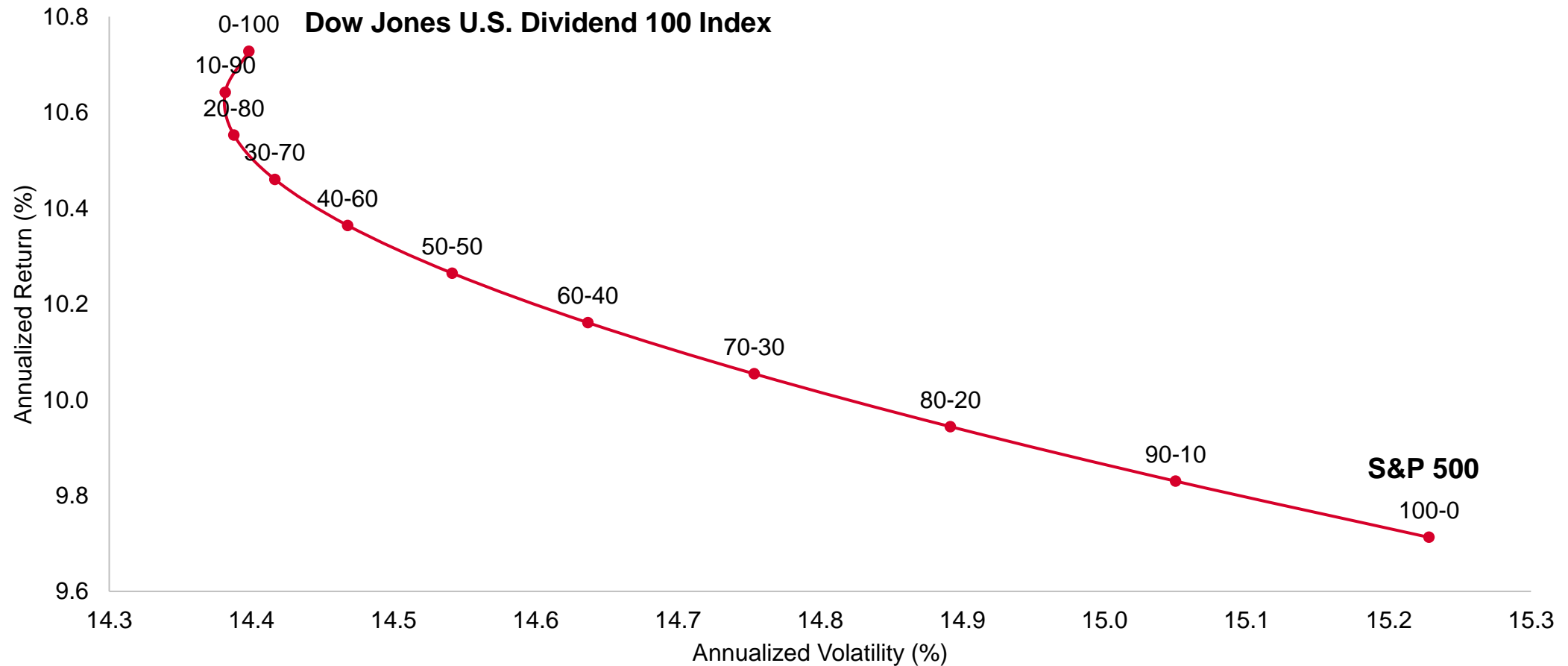
## Outperformance under Market Drawdowns





# Dow Jones U.S. Dividend 100

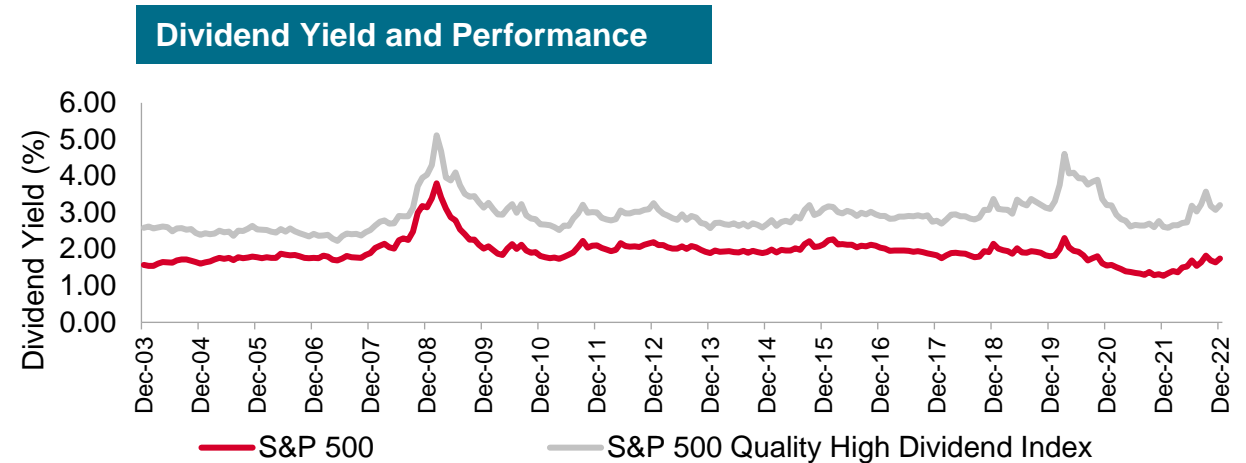
## Improved Risk/Return Profile in Combination



# S&P 500 Quality High Dividend

The S&P 500 Quality High Dividend Index seeks to track quality stocks with high dividend yields - it selects stocks that rank within the top 200 of the S&P 500 by quality score and dividend yield

Methodology Snapshot	
<b>Universe</b>	S&P 500
<b>Selection</b>	Stocks that meet both criteria are selected: 1) Ranks within the top 200 of the index universe by quality score. 2) Ranks within the top 200 of the index universe by indicated annual dividend yield
<b>Weighting</b>	Equally weighted
<b>Capping</b>	GICS sector weight ≤ 25%
<b>Rebalancing</b>	Semi-annually in June and December



USD, TR, as of 31, Dec, 2022	S&P 500	S&P 500 Quality High Dividend Index
<b>Ann. Rtn (%)</b>		
1-Year	-18.11	<b>-0.31</b>
3-Year	7.66	<b>8.93</b>
5-Year	9.42	<b>8.56</b>
10-Year	12.56	<b>13.09</b>
Since 31 Dec, 1996	8.53	<b>12.08</b>
<b>Ann. Vol (%)</b>		
3-Year	21.16	22.98
5-Year	18.69	20.30
10-Year	14.77	16.06
Since 31 Dec, 1996	15.71	15.67
<b>Rtn/Vol</b>		
3-Year	0.36	<b>0.39</b>
5-Year	0.50	<b>0.42</b>
10-Year	0.85	<b>0.82</b>
Since 31 Dec, 1996	0.54	<b>0.77</b>

S&P Dow Jones Indices

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Source: S&P Dow Jones Indices LLC. Data as of December 31, 2022. Index performance based on monthly total return in USD. Past performance is no guarantee of future results. Chart is provided for illustrative purposes and reflects hypothetical historical performance. Please see the Performance Disclosure at the end of this document for more information regarding the inherent limitations associated with back-tested performance..

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The S&P Dividend Monarchs Index was launched on April 24, 2023. The Dow Jones U.S. Dividend 100 Index was launched on August 31, 2023. The S&P/KRX ESG Dividend Opportunities Index was launched on September 5, 2022. All information presented prior to an index's Launch Date is hypothetical (back-tested), not actual performance, and is based on the index methodology in effect on the index launch date. However, when creating back-tested history for periods of market anomalies or other periods that do not reflect the general current market environment, index methodology rules may be relaxed to capture a large enough universe of securities to simulate the target market the index is designed to measure or strategy the index is designed to capture. For example, market capitalization and liquidity thresholds may be reduced. In addition, forks have not been factored into the back-test data with respect to the S&P Cryptocurrency Indices. For the S&P Cryptocurrency Top 5 & 10 Equal Weight Indices, the custody element of the methodology was not considered; the back-test history is based on the index constituents that meet the custody element as of the Launch Date. Complete index methodology details are available at [spglobal.com/spdji](https://spglobal.com/spdji). Back-tested performance reflects application of an index methodology and selection of index constituents with the benefit of hindsight and knowledge of factors that may have positively affected its performance, cannot account for all financial risk that may affect results and may be considered to reflect survivor/look ahead bias. Actual returns may differ significantly from, and be lower than, back-tested returns. Past performance is not an indication or guarantee of future results.

Please refer to the methodology for the Index for more details about the index, including the manner in which it is rebalanced, the timing of such rebalancing, criteria for additions and deletions, as well as all index calculations. Back-tested performance is for use with institutions only; not for use with retail investors.

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