**MONTHLY PERFORMANCE SUMMARY**

**TRAILING 12M PERFORMANCE SUMMARY**

**INDEX COMPOSITION AND COMMENTARY**

- The S&P 500 Equal Weight Index’s underperformance versus the S&P 500® widened to 2.7% in August.
- 7 out of 11 equal weight sectors underperformed their cap weighted counterparts during the month.
- Consumer Discretionary was the top performing equal weight sector in August.
- Over the past 12 months, Technology was the leader in equal and cap weighted.
HISTORICAL RETURN DIFFERENTIAL - EQUAL VS. CAP WEIGHTED

S&P 500 Equal Weight vs. S&P 500 Total Return Differential - Rolling 12M

AVERAGE WEIGHT DIFFERENCE OVER PAST YEAR - S&P 500 EW VS. S&P 500®

ANNUAL TOTAL RETURN DIFFERENCE - S&P 500 EW VS. S&P 500

EQUAL VS. CAP WEIGHTED YEARLY ATTRIBUTION

12 Month Attribution - S&P 500 EW vs. S&P 500

COMMENTARY

- Equal Weight's trailing twelve-month underperformance versus the S&P 500 widened to 13.5%.

- Half of Equal Weight's underperformance over the last year was driven by its underweight to Tech and the equal weighting of constituents within Tech.

Source: S&P Dow Jones Indices LLC and/or its affiliates and FactSet. Data as of August 31, 2020.
KEY TO FACTOR SCORING FOR INDICES

Factor Definitions
Each constituent of the S&P 500 index is provided with a factor "score" for each of Beta, Volatility, Momentum, Dividend, Size, Value and Quality.

<table>
<thead>
<tr>
<th>Factor</th>
<th>Measurement at single-stock level</th>
</tr>
</thead>
<tbody>
<tr>
<td>Volatility</td>
<td>Trailing 12-month daily return volatility</td>
</tr>
<tr>
<td>Momentum</td>
<td>Twelve-month price change as of one month ago (&quot;13 minus 1 momentum&quot;), divided by the daily volatility during the twelve-month period that ended one month ago. For more details, see the S&amp;P Momentum methodology.</td>
</tr>
<tr>
<td>Value</td>
<td>The average of (normalized) earnings to price ratio, book to price ratio and sales to price ratio. For more details, see the S&amp;P Value methodology.</td>
</tr>
<tr>
<td>Beta</td>
<td>Trailing 1 year beta of stock daily returns to the benchmark's return.</td>
</tr>
<tr>
<td>Dividend</td>
<td>Trailing 12-month dividend</td>
</tr>
<tr>
<td>Quality</td>
<td>The average of (normalized) return on equity, the negative of the accruals ratio and the negative of the financial leverage ratio. For more details, see the S&amp;P Quality methodology.</td>
</tr>
<tr>
<td>Size</td>
<td>Free-float market capitalization</td>
</tr>
</tbody>
</table>

Index Factor Ranking and Factor Diagram Scaling

Index Scores
Each index is provided a score in each factor from -100% to +100% based on how much of the total capitalization of the benchmark would must be excluded in order to provide a portfolio of stocks with similar exposure to that factor. This is done by examining a ranked series of hypothetical cap-weighted portfolios, including or excluding an increasing number of the stocks with the highest or lowest scores. An illustration of the process may be found at this link.

Factor Diagram Axis
The stocks in the benchmark are ranked in order from highest to lowest factor score, and we examine portfolios including or excluding a varying number of stocks associated to high or lower factor scores. The score in each factor (and its level on the chart) reflects the active share of a hypothetical portfolio matching the factor score of that index. The weights of stocks within the hypothetical comparison portfolios are set proportional to benchmark weights, i.e. free-float market capitalization.

Notes On Additional Index Statistics

<table>
<thead>
<tr>
<th>Statistic</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Price/Earnings (P/E)</td>
<td>Price per share as of observation date divided by earnings per share, calculated by adding the last twelve calendar months' quarterly reported earnings per share.</td>
</tr>
<tr>
<td>Price/Book (P/B)</td>
<td>Price per share as of observation date divided by latest annual reported book value per share.</td>
</tr>
<tr>
<td>Price/Sales (P/S)</td>
<td>Price per share as of observation date divided by sales per share, calculated by adding twelve calendar months’ quarterly reported sales per share.</td>
</tr>
<tr>
<td>Return on Equity (ROE%)</td>
<td>Earnings per share divided by latest annual reported book value per share.</td>
</tr>
<tr>
<td>Financial Leverage Ratio</td>
<td>A company's total debt divided by its latest annual reported book value, calculated as book value per share multiplied by common outstanding shares. Debt, book value per share, and common outstanding shares are latest annual reported values.</td>
</tr>
<tr>
<td>RSI - 30 Day</td>
<td>RSI is an indicator of the speed and change of price movements and oscillates between zero and 100. RSI is considered overbought when above 70 and oversold when below 30. RS is the average gain divided by average loss over the past 30 days. Then RSI is equal to 100 minus 100 divided by 1+RS.</td>
</tr>
</tbody>
</table>

▪ The diagrams below illustrate factor exposures relative to the S&P 500 across sectors.

▪ For example, S&P 500 Equal Weighted Consumer Discretionary has a greater tilt away from Low Volatility, compared to S&P Equal Weighted Communication Services.
FACTOR TILTS

S&P 500 EQUAL WEIGHTED Materials
Low_Volatility
Small_Size
Momentum
Quality
Value
Dividend
High_Beta
Benchmark

S&P 500 EQUAL WEIGHTED Real Estate
Low_Volatility
Small_Size
Momentum
Quality
Value
Dividend
High_Beta
Benchmark

S&P 500 EQUAL WEIGHTED Utilities Plus
Low_Volatility
Small_Size
Momentum
Quality
Value
Dividend
High_Beta
Benchmark

COMMENTARY

- Dispersion decreased across most equal weighted sectors, especially in Real Estate.
- Correlations decreased across most equal weighted sectors, particularly in Energy.

EQUAL WEIGHT SECTOR DISPERSION AND CORRELATION

S&P 500 Equal Weight Sector Average Correlation and Dispersion (Trailing 12-Month Volatility)

Average Correlation

Average Dispersion

S&P 500 Equal Weight (36.45%)

Utilities (38.17%)
Financials (45.63%)
Real Estate (42.52%)
Industrials (38.24%)
Materials (39.25%)
Technology (37.63%)
Health Care (30.63%)
Communication Services (32.40%)
Consumer Staples (26.32%)

EQUAL WEIGHT VS. CAP WEIGHT CORRELATION

S&P 500 Equal Weight vs. S&P 500 Correlation - Rolling 12M average

NOTES

- The charts above decomposed volatility into its two main components: dispersion and correlation. The dispersion and correlation data points are each sector's average monthly value over the trailing 12 months. Trailing annualized volatility is included in parentheses. Index dispersions shown based on calendar month stock level index weighted dispersion. Index correlation based on single stock daily total returns during each calendar month. See "Implications of Sector Dispersion" for more information.
- See "At the Intersection of Diversification, Volatility and Correlation" for details on the relationship between correlation and dispersion.
- See "Dispersion: Measuring Market Opportunity" for the definition of index dispersion and more information on the uses of dispersion.

Source: S&P Dow Jones Indices LLC and/or its affiliates. Data as of August 31, 2020. Index performance based on total return (USD). Charts and graphs are provided for illustrative purposes. Past performance is no guarantee of future results.
<table>
<thead>
<tr>
<th>METRICS</th>
<th>DIV</th>
<th>YIELD</th>
<th>P/E</th>
<th>P/B</th>
<th>P/S</th>
<th>BETA</th>
<th>VOLATILITY</th>
<th>DOMESTIC % OF SALES</th>
<th>RSI - 30 DAY</th>
<th>VALUE SCORE</th>
<th>GROWTH SCORE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consumer Discretionary</td>
<td>2.2%</td>
<td>n/m</td>
<td>2.8</td>
<td>1.0</td>
<td>1.16</td>
<td>58.5%</td>
<td>74.1%</td>
<td>72.6</td>
<td>-0.04</td>
<td>0.19</td>
<td></td>
</tr>
<tr>
<td>Consumer Staples</td>
<td>2.8%</td>
<td>36.9</td>
<td>3.8</td>
<td>1.2</td>
<td>0.72</td>
<td>38.4%</td>
<td>70.4%</td>
<td>74.0</td>
<td>-0.14</td>
<td>-0.01</td>
<td></td>
</tr>
<tr>
<td>Energy</td>
<td>5.3%</td>
<td>n/m</td>
<td>0.8</td>
<td>0.7</td>
<td>1.48</td>
<td>75.9%</td>
<td>60.7%</td>
<td>50.6</td>
<td>0.27</td>
<td>0.19</td>
<td></td>
</tr>
<tr>
<td>Financials</td>
<td>3.2%</td>
<td>14.9</td>
<td>1.1</td>
<td>1.4</td>
<td>1.30</td>
<td>54.4%</td>
<td>79.0%</td>
<td>56.6</td>
<td>0.19</td>
<td>0.24</td>
<td></td>
</tr>
<tr>
<td>Health Care</td>
<td>0.9%</td>
<td>30.6</td>
<td>4.2</td>
<td>1.2</td>
<td>0.89</td>
<td>42.6%</td>
<td>84.1%</td>
<td>55.5</td>
<td>-0.21</td>
<td>0.18</td>
<td></td>
</tr>
<tr>
<td>Industrials</td>
<td>1.9%</td>
<td>39.7</td>
<td>3.5</td>
<td>1.4</td>
<td>1.06</td>
<td>48.8%</td>
<td>64.7%</td>
<td>70.2</td>
<td>-0.16</td>
<td>0.21</td>
<td></td>
</tr>
<tr>
<td>Information Technology</td>
<td>2.2%</td>
<td>78.2</td>
<td>4.9</td>
<td>2.6</td>
<td>1.11</td>
<td>48.5%</td>
<td>42.9%</td>
<td>62.2</td>
<td>-0.31</td>
<td>0.40</td>
<td></td>
</tr>
<tr>
<td>Materials</td>
<td>2.5%</td>
<td>37.3</td>
<td>2.1</td>
<td>1.4</td>
<td>1.09</td>
<td>51.0%</td>
<td>48.9%</td>
<td>59.3</td>
<td>0.04</td>
<td>0.17</td>
<td></td>
</tr>
<tr>
<td>Real Estate</td>
<td>4.5%</td>
<td>27.6</td>
<td>2.3</td>
<td>4.7</td>
<td>1.11</td>
<td>51.4%</td>
<td>80.9%</td>
<td>59.4</td>
<td>-0.26</td>
<td>0.03</td>
<td></td>
</tr>
<tr>
<td>Utilities Plus</td>
<td>3.5%</td>
<td>18.2</td>
<td>2.1</td>
<td>2.3</td>
<td>0.95</td>
<td>43.4%</td>
<td>96.5%</td>
<td>49.6</td>
<td>-0.11</td>
<td>0.16</td>
<td></td>
</tr>
<tr>
<td>Comm Services</td>
<td>1.8%</td>
<td>34.9</td>
<td>2.6</td>
<td>1.7</td>
<td>0.93</td>
<td>45.0%</td>
<td>70.6%</td>
<td>73.5</td>
<td>-0.06</td>
<td>0.00</td>
<td></td>
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For details on definitions of fundamental metrics, please refer to the disclosure section. Value and Growth scores are rescored for the S&P Total Market Index universe annually every December. Source: S&P Dow Jones Indices LLC and/or its affiliates and FactSet. Data as of August 31, 2020.

**Commentary**

- Consumer Staples has the highest relative strength among the equal weighted sector indices.
- Communication Services, Consumer Discretionary, and Energy are the most concentrated sectors.
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