

KelliYield 3000 Index

Semi-Annual Review Announcements

10 July 2023

Rebalancing Announcements

The review committee chose to reduce the index' exposure to Real Estate Investment Trusts by 2.1% and to upsize the exposure to Asset Backed loans by the same weighting. The review committee uses a window of range-bounded tactical asset allocation methodology on the review dates semi-annually. The review committee considers that a higher for longer rates policy at the U.S. Federal Reserve and Global Central Banks policies have negative repercussions on the liquidity of real estate. The re-weighting from real estate to asset backed loans gives investors a priority position on the collateral of the assets and improves the liquidity potential. After the rebalancing, exposure to asset-backed loans and to real estate investment trusts constitute 13.01% and 5.78% respectively in the KelliYield 3000 Index.

Reconstitution Announcements

- Preferred shares of Aptiv PLC 5.50% (CUSIP: G6095L117) with weight of 0.219% are deleted from the index and replaced by the Preferred shares of Brookfield Infrastructure Partners L.P. Pfd. CI A Series 13 (CUSIP: G16252267).
- Preferred shares of Boston Scientific Corporation Series A 5.50% (CUSIP: 101137206) with weight of 0.235% are deleted from the index and replaced by the Preferred shares of Brookfield Renewable Partners L.P. (CUSIP: G16258231)

Index Caps

The semi-annual review on the caps of the index showed that the caps are maintained and any reconstitution/rebalancing for the sake of CAPS maintenance is not required.

- 1.0% Single issue cap / 2.0% issuer cap / 15.0% index funds cap

Liquidity Rules

The semi-annual review on the liquidity rules within the index showed that the liquidity requirements are maintained and any reconstitution/rebalancing for the sake of liquidity management is not required.

Remaining Maturity

The semi-annual review on the remaining maturity rules within the index showed that no fixed income instrument has a maturity less than 6 months.