

KY3000

KelliYield 3000 Index

As of 26 July 2023

KelliYield 3000

Smart Indexing

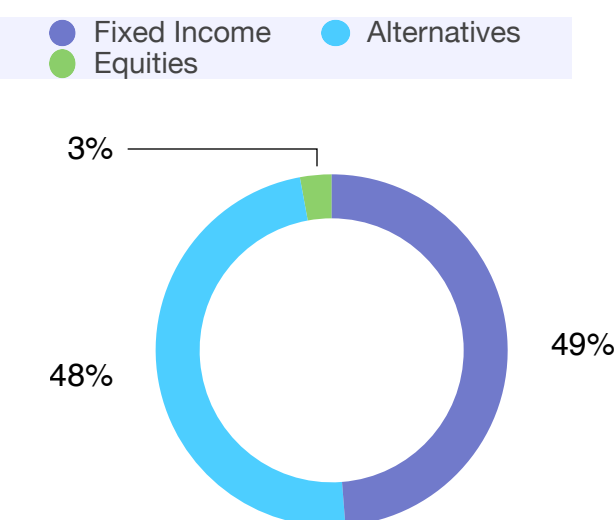
Index description

The KelliYield 3000 Index is a multi-sector income benchmark tracking c. 3000 securities of Fixed Income issues and Alternative Securities. The index comprises US Corporate Bonds, US municipal Bonds, Emerging market Bonds, REITs, High Yield, Asset Backed Loans and Dividend-Focused Equities. The index derives its constituents from a proprietary semi-passive and rules-based methodology, is reviewed on a semi-annual basis and rebalanced on a quarterly basis.

Index information

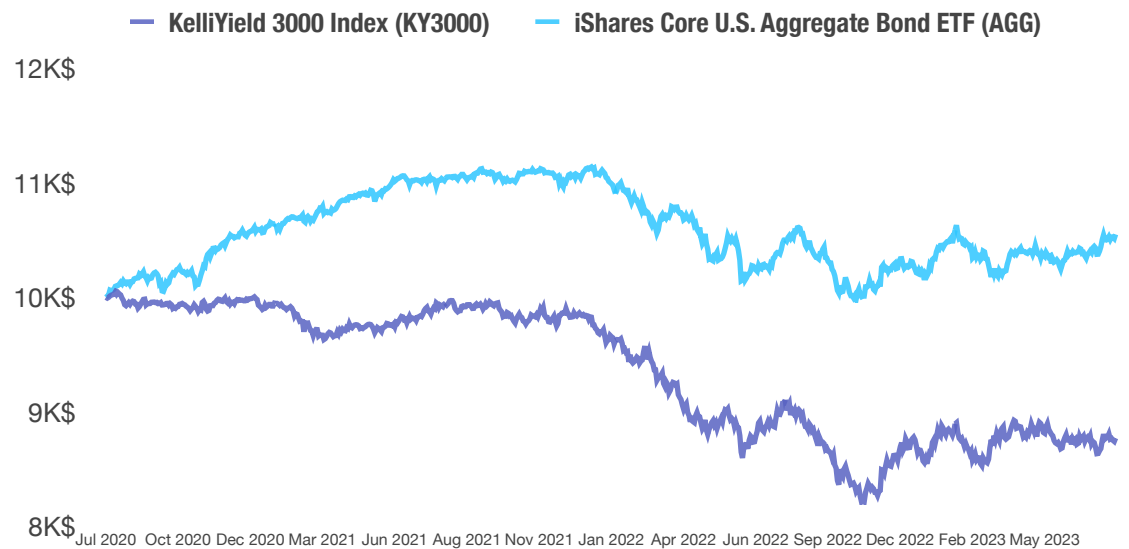
Index provider	KelliYield 3000 Inc.
Index Name	KelliYield 3000 Index
Bloomberg Ticker	KY3000
CUSIP	48778A106
ISIN	US48778A1060
Inception date	January 1, 2019
Calculation versions	GTR & PR
Holdings	2,988
Index calculation agent	INDXX INC.
Yield to Worst	5.98%
Volatility	6.95%
Effective duration (Yrs.)	3.54
Fixed Income cat.	
BBB+ credit rating >	59.36%
Fixed Income cat.	

Asset class allocation (%)



- Designed to track high income securities across debt markets with a secondary objective of capital preservation by embedding a bias towards high credit quality and low correlation
- Seeks to deliver an attractive dividend every month
- Real Track Record (no back-tested results). Calculation since 2019 by an independent index calculation agent
- Highly Liquid and easily tradable index

Growth of \$ 10,000 (3 years)



Calendar year returns (%)

	2023 (YTD)	2022	2021	2020	2019	Since Jan 1, 2019
Index (Total Return)	3.54%	-8.53%	4.97%	3.18%	9.77%	2.63%
Benchmark^ (Total Return)	2.60%	-13.06%	-1.67%	7.42%	8.68%	0.52%

Trailing returns (%)

	1 Year	18 Month	2 Year	3 Year	4 Year
Index (Total Return)^^	1.63%	-2.68%	-2.17%	1.83%	1.24%
Benchmark^ (Total Return)	-2.31%	-6.12%	-5.79%	-4.10%	-0.89%

Benchmark^ the publicly-listed ETF iShares Core U.S. Aggregate Bond ETF (AGG). For comparability purposes, KelliYield 3000 Index (total return) includes hypothetical equally-distributed management fees of c. 33 bps p.a.
^^ Annualized returns, except for less than 12 months

Monthly performance, total return (%)

	2023	2022	2021	2020	2019
January	3.35%	-1.43%	-0.18%	0.56%	3.58%
February	-1.55%	-1.70%	0.60%	-1.92%	0.76%
March	0.09%	-0.21%	1.13%	-9.98%	0.82%
April	0.75%	-2.32%	1.17%	4.93%	0.33%
May	-1.23%	-0.12%	0.74%	2.16%	-0.03%
June	1.03%	-2.68%	0.33%	0.80%	1.17%
July		2.68%	0.29%	1.98%	0.40%
August		-1.29%	0.31%	1.40%	0.62%
September		-3.04%	-0.62%	-0.74%	0.34%
October		0.60%	0.76%	-0.12%	0.38%
November		2.00%	-1.04%	3.32%	-0.04%
December		-1.19%	1.40%	1.54%	1.08%

Compare to funds at www.kellyield3000.com

Geographical allocation

U.S.	80.61%
Developed ex U.S.	8.97%
Emerging ex U.S.	10.42%

Credit rating allocation

AAA	1.95%
AA	7.67%
A	14.01%
BBB	26.78%
BB	15.81%
B	16.95%
Below B	1.70%
Not Rated	15.13%

Sector allocation

Communication Services	5.89%
Consumer Discretionary	6.87%
Consumer Staples	2.81%
Energy	5.48%
Financials	22.92%
Health Care	5.39%
Industrials	13.08%
Information Technology	6.36%
Materials	2.05%
Public sector	12.93%
Real Estate	10.28%
Utilities	5.94%

Top 25 holdings

Identifier	Name	Sector	Security type	Holding %
1	Ares Capital Corporation	Financial Services	Common Equity	0.67%
2	Public Storage	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.61%
3	Welltower Inc.	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.47%
4	PG&E Corporation	Utilities	Common Equity	0.45%
5	NextEra Energy, Inc.	Utilities	Corporate Debt	0.37%
6	FS KKR Capital Corp.	Financial Services	Common Equity	0.36%
7	Blue Owl Capital Corporation	Financial Services	Common Equity	0.35%
8	AvalonBay Communities, Inc.	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.34%
9	NextEra Energy, Inc.	Utilities	Units	0.34%
10	Mauser Packaging Solutions Holding Company	Materials	Corporate Debt	0.33%
11	Equity Residential	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.32%
12	Blackstone Secured Lending Fund	Financial Services	Common Equity	0.31%
13	AT&T Inc.	Telecommunication Services	Preferred Equity	0.27%
14	Extra Space Storage Inc.	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.27%
15	Prologis, Inc.	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.26%
16	DISH DBS Corporation	Media and Entertainment	Corporate Debt	0.26%
17	Invitation Homes Inc.	Equity Real Estate Investment Trusts (REITs)	Common Equity	0.25%
18	The Boeing Company	Capital Goods	Corporate Debt	0.25%
19	NGL Energy Operating LLC	Energy	Corporate Debt	0.24%
20	Connect Finco SARL	Financial Services	Corporate Debt	0.24%
21	Peraton Corporation	Software and Services	Corporate Debt	0.24%
22	Tenet Healthcare Corporation	Health Care Equipment and Services	Structured Products	0.23%
23	Medline Borrower, LP	Financial Services	Corporate Debt	0.23%
24	United Airlines, Inc.	Transportation	Corporate Debt	0.23%
25	AT&T Inc.	Telecommunication Services	Corporate Debt	0.22%

Important information

KelliYield 3000 Inc. makes no representations or warranties regarding the advisability of investing in securities or the ability of the index to track general market performance. Past performance of the index is not an indicator of or a guarantee of future results. KelliYield 3000 Inc. disclaims any and all warranties and representations, express and/or implied, including any warranties of merchantability or fitness for a particular purpose or use, including the index. KelliYield 3000 Inc. shall not be subject to any damages or liability with respect to the adequacy, accuracy, timeliness or completeness of the indices and the index data, which are provided on an “as is” basis. This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions.

Glossary

30 Day SEC Yield is based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period.

Credit ratings are assigned by Nationally Recognized Statistical Rating Organizations based on assessment of the credit worthiness of the underlying bond issuers. The ratings range from AAA (highest) to D (lowest) and are subject to change. Not rated indicates the debtor was not rated, and should not be interpreted as indicating low quality. Futures and other derivatives are not eligible for assigned credit ratings by any NRSRO and are excluded from quality allocations. Source: Standard & Poor's, from corresponding public securities prospectus and documentation.

Effective Duration is a measure of a bond's sensitivity to interest rate changes that reflects the change in a bond's price given a change in yield. This duration measure is appropriate for bonds with embedded options.

Index provider means the firm that is dedicated to creating and conceptualizing the index, disseminating the index values and, maintaining and rebalancing the index on a regular basis. The index provider, KelliYield 3000 INC, owns the intellectual property of the index and preserves solely the right to license its intellectual capital as the basis of a passive product.

Index calculation agent means the entity that calculates and publishes the level of the Index, which is currently INDXX INC (“INDXX”), www.indxx.com. Indxx complies with IOSCO principles. The IOSCO principles seek to establish best practices with regard to all aspects of production, dissemination and maintenance of index data, but without restricting the ability to innovate.

Total and Price return index calculation methodology are based on the guidelines used by the Index calculation agent. The index is calculated on a daily basis at end of trading. For more information, consult INDXX calculation guidelines at https://www.indxx.com/assets/media/document/Indxx_Calculation_Standard_Guideline1.pdf

Calculation versions have dedicated CUSIP numbers. GTR or total return version's CUSIP # is 48778A106. CUSIP # of the PR or price return version is 48778A205.

KelliYield Index Suite methodology

The Index suite of KelliYield includes KelliYield 3000 index and its **sub-indices**:

KelliYield Corporate Gender Equality Income Index

KelliYield Corporate Gender Equality Income Index excludes all corporations with a proportion of Women executive officers of less than 20%, except for corporations with a woman CEO. Data source: SEC 10k corporate filings

KelliYield low Greenhouse gas Income Index

KelliYield low Greenhouse Gas Income Index excludes all corporations present as parent company in the EPA large emitter required Greenhouse Gas Reporting Program (GHGRP). Data source: EPA

KelliYield Developed Markets Income Index

KelliYield developed markets Income Index excludes all income/debt instruments by issuers present outside developed markets.

Index methodology of KelliYield Index suite can be found on the KelliYield website under:

<https://kellyield3000.com/downloads/index-methodology.pdf>

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