

The MarketGrader Australia Small Cap 60 Index consists of 60 fundamentally sound companies that are domiciled in Australia or New Zealand, whose shares are listed on ASX (Australia Securities Exchange), and that fall within MarketGrader's mapping of small cap companies in the Australian equity market. The Index constituents are selected based on the strength of their fundamentals as measured by the MarketGrader Overall Grade (0-100), the MarketGrader Earnings Yield Score (0 to 100), and each company's market capitalization rank.

Index Rules

Investable Universe

All companies in MarketGrader's Australia small cap universe with a minimum three-month average daily trading volume of at least USD 1 million on the Index selection date. MarketGrader defines its Australia small cap universe as those companies ranked 101st to 300th by free float market capitalization listed on ASX (Australia Securities Exchange). The investable universe includes companies that are domiciled in Australia and New Zealand.

Selection Methodology

MarketGrader calculates daily 24 financial performance indicators for all companies under coverage across four fundamental categories: Growth, Value, Profitability and Cash Flow. These 24 indicators are aggregated into a final MarketGrader Overall Grade that ranges from zero (0) to one hundred (100). Additionally, MarketGrader also calculates a proprietary Earnings Yield Score, which combines every company's Earnings Yield with forward earnings estimates, and ranks all companies in the underlying investable universe based on a combination of all earnings yield-related metrics.

On the Index's rebalance selection date, MarketGrader excludes from the underlying Investable Universe all companies with a MarketGrader Score below 40. From the remaining companies, it then selects the 60 highest MarketGrader Earnings Yield Scores, which then become the Index's constituents for the following six-month period.

Index Selection, Reconstitution and Rebalance Dates

The Index is reconstituted and rebalanced after the close of trading on ASX (Australia Securities Exchange) on the third Friday of March and September. The Index constituents are selected on the Tuesday of the previous week, or ten (10) calendar days prior to the reconstitution and rebalance date.

Constituent Weighting Methodology

All Index constituents are equally weighted at each semi-annual reconstitution and rebalance.

Index Calculation Agent

London Stock Exchange Group

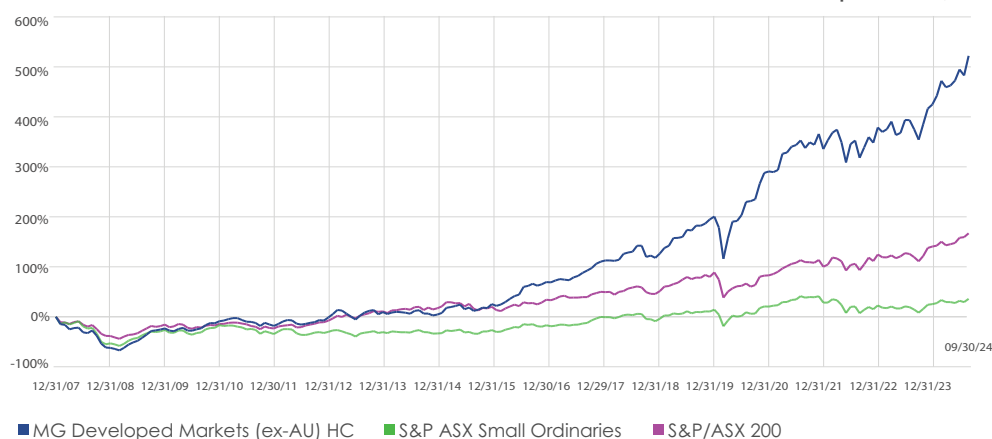
Index Symbols

MGAUSCPR – Price Return (AUD)
MGAUSDPR – Price Return (USD)
MGAUSCTR – Gross Total Return (AUD)
MGAUSDTR – Gross Total Return (USD)

Performance

Cumulative Total Return, Jan. 2008 - Sep. 2024

All data as of September 30, 2024



Calendar Year Returns (%)

	MG Australia Small Cap 60	S&P/ASX Small Ordinaries	S&P/ASX 200
2024*	20.5	9.5	12.3
2023	15.2	7.8	12.4
2022	-3.8	-18.4	-1.1
2021	20.1	16.9	17.2
2020	31.6	9.2	1.4
2019	35.3	21.4	23.4
2018	3.6	-8.7	-2.8
2017	24.2	20.0	11.8
2016	35.2	13.2	11.8
2015	20.1	10.2	2.6
2014	-4.6	-3.8	5.6
2013	11.1	-0.8	20.2
2012	20.6	6.6	20.3
2011	-10.3	-21.4	-10.5
2010	18.7	13.1	1.6
2009	103.2	57.4	37.0
2008	-62.2	-53.2	-38.5

All values in AUD. *YTD Values as of 09/30/24.
Sources: FactSet, MarketGrader.com

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* The MarketGrader Australia Small Cap 60 Index was first published on August 30, 2024. Backtested performance information is purely hypothetical and is solely for informational purposes. Backtested performance does not represent actual performance, and should not be interpreted as an indication of actual performance. Past performance is not indicative of future results. "Standard & Poor's", "S&P" are registered trademarks of Standard & Poor's Financial Services LLC. MarketGrader.com © 2024.

Annualized Returns (%)

	MG Australia Small Cap 60	S&P/ASX Small Ordinaries	S&P/ASX 200
3-Years	12.4	-0.6	8.5
5 -Years	17.1	4.4	8.4
Since 12/31/07	11.5	1.9	6.0

Cumulative Returns (%)

	MG Australia Small Cap 60	S&P/ASX Small Ordinaries	S&P/ASX 200
3-Years	42.2	-1.7	27.5
5 -Years	120.3	23.9	49.5
Since 12/31/07	522.1	35.9	167.0

Standard Deviation (%)

	MG Australia Small Cap 60	S&P/ASX Small Ordinaries	S&P/ASX 200
3-Years	15.6	17.9	13.4
5 -Years	20.1	20.5	16.2
Since 12/31/07	20.1	19.2	14.4

Sharpe Ratio

	MG Australia Small Cap 60	S&P/ASX Small Ordinaries	S&P/ASX 200
3-Years	0.8	-0.03	0.63
5 -Years	0.85	0.21	0.52
Since 12/31/07	0.57	0.10	0.42

Frequency: Monthly.
Sources: FactSet, MarketGrader.com

MarketGrader Australia Small Cap 60 Index

Index composition data as of September 30, 2024. All currency values in AUD.

Index Bio

Average Market Cap (millions)	AUD 1,693
Median Market Cap (millions)	AUD 1,213
Average 3 Mo. Dollar Volume (millions)	AUD 6
Average 3 Mo. Trading Volume	2,266,853
Last Rebalance Date	9/23/24
Companies Replaced	36
Biggest Sector Increase	Technology
Biggest Sector Decrease	Consumer Discretionary

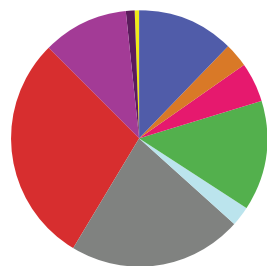
Fundamental Attributes

	Median
Trailing P/E Ratio	21.6
Forward P/E Ratio	14.0
Earnings Yield	4.6%
Price/Book Ratio	2.3
Revenue Change - 3 Years	64.3%
Operating Income Change - 3 Years	87.0%
Operating Margin	12.1%
Earnings per Share (EPS) 3-Year Growth	2.5%
Long-Term Debt to Capital	29.2%
Return on Equity	9.2%
Dividend Yield	2.64%

Top 20 Stocks by Fundamentals

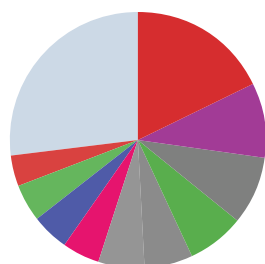
Ticker	Name	Grade
SIQ.AU	Smartgroup Corporation Ltd	● 74.8
CIA.AU	Champion Iron Ltd.	● 73.7
SRG.AU	SRG Global Limited	● 72.6
WGX.AU	Westgold Resources Ltd	● 69.1
BGL.AU	Bellevue Gold Limited	● 66.6
GMD.AU	Genesis Minerals Limited	● 66.1
CMM.AU	Capricorn Metals Ltd	● 65.6
NWH.AU	NRW Holdings Limited	● 64.9
EMR.AU	Emerald Resources NL	● 64.4
WEB.AU	Webjet Limited	● 61.8
NHC.AU	New Hope Corporation Limited	● 60.3
HUB.AU	HUB24 Limited	● 59.3
MMS.AU	Mcmillan Shakespeare Limited	● 58.6
IPG.AU	IPD Group Ltd	● 58.2
IPH.AU	IPH Ltd.	● 58.1
MGH.AU	MAAS Group Holdings Ltd.	● 57.3
ABB.AU	Aussie Broadband Ltd.	● 56.9
VNT.AU	Ventia Services Group Limited	● 55.9
ORA.AU	Orora Ltd.	● 55.7
GOR.AU	Gold Road Resources Ltd	● 55.7

Sector Breakdown



Consumer Discretionary	12.5%
Consumer Staples	2.9%
Energy	4.9%
Financials	13.9%
Health Care	2.5%
Industrials	21.9%
Materials	28.9%
Technology	10.9%
Telecommunications	1.1%
Utilities	0.5%

Industry Breakdown



Precious Metals	15.03%
Packaged Software	10.02%
Miscellaneous Commercial	10.02%
Services	8.35%
Investment Managers	5.01%
Engineering & Construction	8.35%
Wholesale Distributors	3.34%
Coal	5.01%
Other Consumer Services	8.35%
Finance/Rental/Leasing	1.67%
Other Metals/Minerals	26.83%

Most Selections Since Inception

Ticker	Name	Times
CCP.AU	Credit Corp Group Limited	25
NWH.AU	NRW Holdings Limited	25
SIQ.AU	Smartgroup Corporation Ltd	19
MMS.AU	Mcmillan Shakespeare Limited	18
GWA.AU	GWA Group Limited	17
IMD.AU	Imdex Ltd	17
IPH.AU	IPH Ltd.	16
RIC.AU	Ridley Corporation Limited	14
RSG.AU	Resolute Mining Limited	12
MAH.AU	Macmahon Holdings Limited	12
SSM.AU	Service Stream Limited	11
CIA.AU	Champion Iron Ltd.	10
IFM.AU	Infomedia Ltd	9
WAF.AU	West African Resources Ltd	9
NIC.AU	Nickel Industries Limited	8
ORA.AU	Orora Ltd.	8
GNC.AU	Graincorp Limited Class A	8
GOR.AU	Gold Road Resources Ltd	8
CTD.AU	Corporate Travel Management	8
PRN.AU	Perenti Limited	7