

The MarketGrader Global Health Care Leaders Index consists of 100 of the most fundamentally sound companies in the Health Care sector globally, across both developed and emerging economies. Its constituents are selected based on MarketGrader's Score, which rewards companies with superior growth characteristics and strong indicators of quality, without overpaying for their shares. The Index's objective is to provide investors an investable benchmark tracking the best growth compounders in one of the world's most dynamic and fastest growing sectors.

## Index Rules

### Investable Universe

All companies in the Health Care sector that are domiciled and listed in any Eligible Developed or Emerging Market, and have received a MarketGrader Score consistently for at least six months. Additionally, all issues traded on China's Mainland exchanges must be part of the Hong Kong Stock Connect Program.

### Eligible Developed & Emerging Markets

|               |             |                |
|---------------|-------------|----------------|
| Argentina     | India       | Portugal       |
| Australia     | Indonesia   | Qatar          |
| Austria       | Ireland     | Saudi Arabia   |
| Belgium       | Israel      | Singapore      |
| Brazil        | Italy       | South Africa   |
| Canada        | Japan       | Spain          |
| Chile         | Korea       | Sweden         |
| China         | Luxembourg  | Switzerland    |
| Colombia      | Malaysia    | Taiwan         |
| Denmark       | Mexico      | Thailand       |
| Egypt         | Netherlands | Turkey         |
| Finland       | New Zealand | United Kingdom |
| France        | Norway      | United States  |
| Germany       | Pakistan    | Vietnam        |
| Hong Kong SAR | Peru        |                |
| Hungary       | Poland      |                |

### Size and Liquidity Requirements

All companies must have a minimum total market capitalization of at least USD 500 million, and a three-month average daily trading volume of USD 2 million on the Index selection date.

### Selection Methodology

Index constituents are selected on the basis of the strength of their fundamentals as measured by the MarketGrader score (0 to 100), which seeks to identify high quality growth companies with strong growth prospects without overpaying for their shares. On the rebalance selection date MarketGrader selects the 100 companies with the highest MG Scores provided that no more than 20 companies may be domiciled in Emerging Economies and no more than 10 companies may be domiciled in a single country classified as an Emerging Economy.

### Index Selection, Reconstitution and Rebalance Dates

The Index is reconstituted and rebalanced after the close of trading on U.S. exchanges 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.

### Weighting Methodology

The Index is re-weighted at each rebalance date according to the Index weights that were determined on the Friday following the selection date ("re-weight date"). Index weights are based on each constituent's Free Float Market Capitalization on the re-weight date, with the total Index weight per constituent capped at 5%. Additionally, the minimum Index weight per constituent is 0.25%.

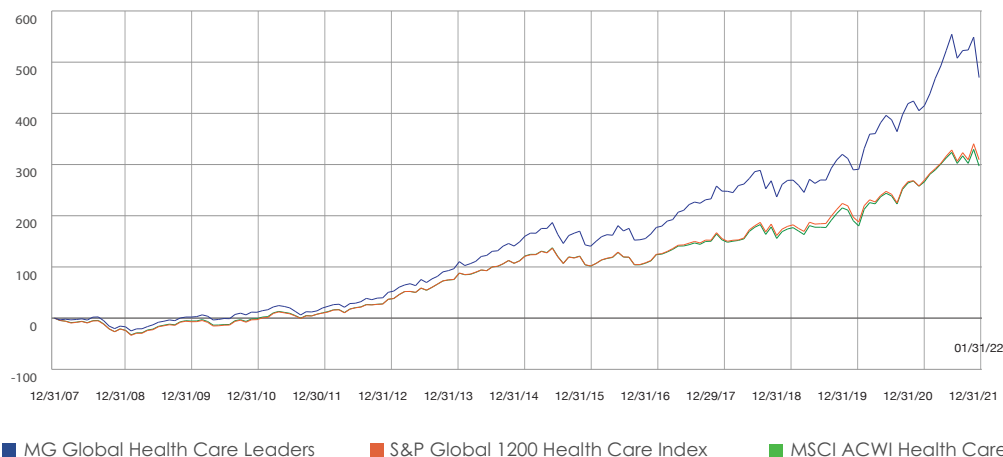
### Index Calculation Agent

Refinitiv Indices.

## Performance

### Cumulative Total Return, Jan. 2008 - Jan. 2022

All data as of January 31, 2022



■ MG Global Health Care Leaders ■ S&P Global 1200 Health Care Index ■ MSCI ACWI Health Care

### Calendar Year Returns (%)

|       | MG Global HC | S&P Global 1200 HC | MSCI ACWI Health Care |
|-------|--------------|--------------------|-----------------------|
| 2022* | -12.2        | -7.1               | -7.6                  |
| 2021  | 25.0         | 20.2               | 18.0                  |
| 2020  | 23.6         | 13.1               | 15.4                  |
| 2019  | 24.7         | 23.9               | 23.3                  |
| 2018  | 1.1          | 3.7                | 2.2                   |
| 2017  | 30.4         | 21.2               | 20.8                  |
| 2016  | -5.4         | -5.8               | -6.4                  |
| 2015  | 12.1         | 6.6                | 6.8                   |
| 2014  | 24.9         | 18.5               | 18.7                  |
| 2013  | 38.0         | 37.1               | 36.5                  |
| 2012  | 22.3         | 18.4               | 18.6                  |
| 2011  | 2.3          | 11.4               | 9.6                   |
| 2010  | 9.4          | 3.0                | 3.5                   |
| 2009  | 20.9         | 19.2               | 20.2                  |
| 2008  | -15.5        | -21.2              | -21.0                 |

All values in USD. \*YTD Values as of 01/31/22.  
Sources: FactSet, MarketGrader.com

### Annualized Returns (%)

|                | MG Global HC | S&P Global 1200 HC | MSCI ACWI Health Care |
|----------------|--------------|--------------------|-----------------------|
| 3-Years        | 16.4         | 14.3               | 13.9                  |
| 5 -Years       | 16.6         | 14.0               | 13.4                  |
| Since 12/31/07 | 13.2         | 10.5               | 10.3                  |

### Cumulative Returns (%)

|                | MG Global HC | S&P Global 1200 HC | MSCI ACWI Health Care |
|----------------|--------------|--------------------|-----------------------|
| 3-Years        | 57.8         | 49.5               | 47.6                  |
| 5 -Years       | 115.5        | 92.7               | 87.5                  |
| Since 12/31/07 | 469.9        | 309.5              | 297.1                 |

### Standard Deviation (%)

|                | MG Global HC | S&P Global 1200 HC | MSCI World HC |
|----------------|--------------|--------------------|---------------|
| 3-Years        | 16.0         | 14.5               | 14.6          |
| 5 -Years       | 14.9         | 13.5               | 13.6          |
| Since 12/31/07 | 14.3         | 13.8               | 13.7          |

### Sharpe Ratio

|                | MG Global HC | S&P Global 1200 HC | MSCI ACWI Health Care |
|----------------|--------------|--------------------|-----------------------|
| 3-Years        | 1.03         | 0.99               | 0.95                  |
| 5 -Years       | 1.11         | 1.04               | 0.98                  |
| Since 12/31/07 | 0.92         | 0.76               | 0.75                  |

Frequency: Monthly.  
Sources: FactSet, MarketGrader.com

\* The MarketGrader Global Health Care Leaders Index was first published on May 31, 2021. All historical values prior to that date are based on back-testing (i.e., calculations of how the index might have performed in the past if it had existed). Backtested performance information is purely hypothetical and is solely for informational purposes. "Standard & Poor's," and "S&P," are registered trademarks of S&P Global Inc. "MSCI" brands and product names are the trademarks, service marks, or registered trademarks of MSCI or its subsidiaries in the United States and other jurisdictions. MarketGrader © 2022.

Index composition data as of January 31, 2022. All currency values in USD.

## Index Bio

|                                      |                             |
|--------------------------------------|-----------------------------|
| Average Market Cap (millions of USD) | \$26,987                    |
| Median Market Cap (millions of USD)  | \$4,308                     |
| Average 3 Mo. Dollar Volume          | \$134,593,770               |
| Average 3 Mo. Trading Volume         | 4,387,963                   |
| Last Rebalance Date                  | 9/20/21                     |
| Companies Replaced                   | 47                          |
| Biggest Industry Increase            | Medical Specialties         |
| Biggest Industry Decrease            | Hospital/Nursing Management |
| Companies Overlapping S&P 500        | 18                          |

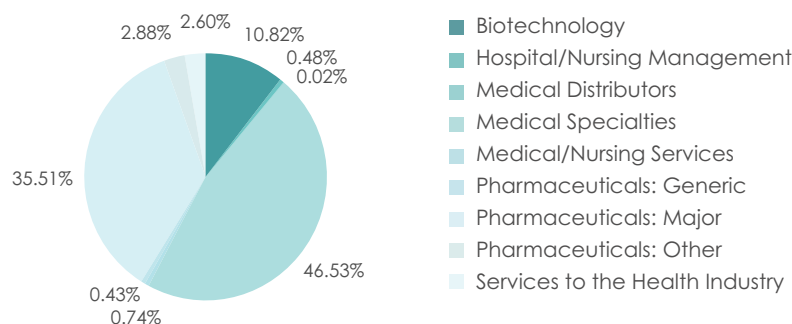
## Fundamental Attributes

|  | Median |
|--|--------|
| Trailing P/E Ratio                     | 15.9   |
| Forward P/E Ratio                      | 18.5   |
| Earnings Yield                         | 5.7%   |
| Price/Book Ratio                       | 3.8    |
| Revenue Change - 3 Years               | 64.7%  |
| Operating Income Change - 3 Years      | 139.8% |
| Operating Margin                       | 30.6%  |
| Earnings per Share (EPS) 3-Year Growth | 41.4%  |
| Long-Term Debt to Capital              | 13.7%  |
| Return on Equity                       | 29.5%  |
| Dividend Yield                         | 0.51%  |

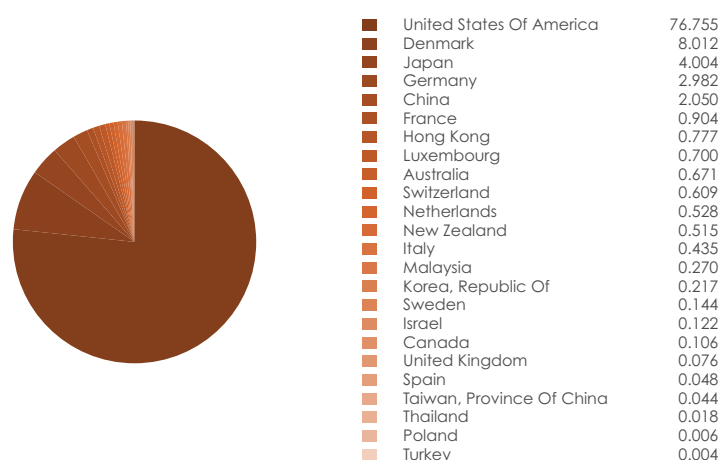
## Top 20 Stocks by Fundamentals

| Ticker    | Name                              | Grade  |
|-----------|-----------------------------------|--------|
| FLGT      | Fulgent Genetics, Inc.            | ● 97.3 |
| 5168.MY   | Hartalega Holdings Bhd.           | ● 96.7 |
| 002030.CN | Daan Gene Co., Ltd. Class A       | ● 94.9 |
| 688298.CN | Zhejiang Orient Gene Biotech Co., | ● 93.8 |
| 300639.CN | Guangdong Hyribio Biotech Co      | ● 91.1 |
| REGN      | Regeneron Pharmaceuticals, Inc.   | ● 90.6 |
| 4694.JP   | BML , Inc.                        | ● 88.8 |
| HALO      | Halozyme Therapeutics, Inc.       | ● 87.5 |
| 2929.JP   | Pharma Foods International Co.,   | ● 87.3 |
| 4934.JP   | Premier Anti-Aging Co., Ltd.      | ● 87.1 |
| 4974.JP   | Takara Bio Inc.                   | ● 87.0 |
| 4736.TW   | Taidoc Technology Corporation     | ● 85.4 |
| 300122.CN | Chongqing Zhifei Biological Prod- | ● 85.4 |
| ROVI.ES   | Laboratorios Farmaceuticos Rovi,  | ● 85.3 |
| DIA.IT    | DiaSorin S.p.A.                   | ● 85.2 |
| 214450.KR | PharmaResearch Co., Ltd.          | ● 85.1 |
| 6472.TW   | Bora Pharmaceuticals Co Ltd       | ● 85.1 |
| CHG.TH    | Chularat Hospital PCL             | ● 84.8 |
| BNTX      | BioNTech SE Sponsored ADR         | ● 84.6 |
| 002022.CN | Shanghai Kehua Bio-Engineering    | ● 84.4 |

## Industry Breakdown (based on aggregate weight)



## Country Breakdown (based on aggregate weight)



## Most Selections Since Inception

| Ticker    | Name                               | Times |
|-----------|------------------------------------|-------|
| NOVO.B.DK | Novo Nordisk A/S Class B           | 27    |
| ISRG      | Intuitive Surgical, Inc.           | 22    |
| JNJ       | Johnson & Johnson                  | 19    |
| DIA.IT    | DiaSorin S.p.A.                    | 19    |
| EW        | Edwards Lifesciences Corporation   | 19    |
| 1177.HK   | Sino Biopharmaceutical Limited     | 18    |
| WAT       | Waters Corporation                 | 18    |
| REGN      | Regeneron Pharmaceuticals, Inc.    | 16    |
| FPH.NZ    | Fisher & Paykel Healthcare Corpo-  | 15    |
| 867.HK    | China Medical System Holdings Ltd. | 15    |
| 1093.HK   | CSPC Pharmaceutical Group          | 14    |
| 4553.JP   | Towa Pharmaceutical Co., Ltd.      | 14    |
| VIVO      | Meridian Bioscience, Inc.          | 14    |
| 4544.JP   | H.U.Group Holdings, Inc.           | 12    |
| 002022.CN | Shanghai Kehua Bio-Engineering     | 12    |
| GMED      | Globus Medical Inc Class A         | 12    |
| DIM.FR    | Sartorius Stedim Biotech SA        | 12    |
| 7741.JP   | HOYA CORPORATION                   | 11    |
| BIM.FR    | bioMerieux SA                      | 11    |
| COO       | Cooper Companies, Inc.             | 11    |