



Index Description

The RAFI™ Bonds US High Yield 1-10 Index (Bloomberg: RAFIHY) is a high yield corporate bond index comprised of non-zero fixed coupon debt with maturities ranging from 1 to 10 years issued by publicly traded companies. The issuers held in the index are weighted by a combination of four measures of their fundamental size — sales, cash flow, dividends and book value of assets.

Performance Summary

	1-Yr	3-Yr	5-Yr	10-Yr
Returns	12.86%	7.21%	6.48%	6.23%
ML US HY 1-10	12.56%	6.84%	6.55%	6.04%
Std Deviation	5.70%	8.71%	6.88%	6.22%
ML US HY 1-10	5.20%	8.61%	6.84%	6.37%
Sharpe Ratio	2.34%	0.69%	0.78%	0.91%
ML US HY 1-10	2.50%	0.65%	0.80%	0.86%

Sector Breakdown

Consumer, Cyclical	21.6%	Technology	8.1%	Real Estate	7.1%
Energy	11.8%	Healthcare	7.9%	Utilities	4.8%
Industrial	10.5%	Financials	7.9%	Consumer Non-Cyclical	3.2%
Communications	9.3%	Basic Materials	7.7%		

Top 10 Holdings

Company	# Issues	Weight	AVERAGES			
			Maturity	Yield to Worst	Modified Duration	Moody
Ford Motor	2	3.0%	2/12/2025	2.4	3.1	Ba2
T-Mobile US	2	2.2%	4/16/2026	2.1	4.1	B1
Charter Communications, Class A	2	2.2%	11/11/2027	2.4	5.2	Ba3
Dell Technologies, Class C	1	2.0%	6/1/2023	0.9	1.6	—
Kraft Heinz	2	1.9%	10/15/2028	2.1	6.2	Baa3
Delta Air Lines	2	1.9%	3/3/2027	3.3	4.7	Baa3
Occidental Petroleum	2	1.8%	2/14/2027	2.9	4.9	Ba2
HCA Healthcare	2	1.8%	11/17/2027	2.1	5.5	Baa3
Lumen Technologies	2	1.7%	2/22/2026	3.5	3.7	B2
Ally Financial	2	1.7%	11/10/2028	2.8	5.9	Ba1

Summary Statistics

Constituents	189
W. Avg. Coupon	4.97
W. Avg. Maturity	5.26
Yield to Worst	2.66
Yield to Maturity	3.13
Mod Duration	3.74
W. Avg. Credit	Ba3

Maturity Breakdown

0 - 3Y	23.1%
3Y - 5Y	22.2%
5Y - 7Y	27.8%
7Y - 10Y	25.5%
10Y+	1.3%

Moody Credit Rating

Aaa	0.0%
Aa	0.0%
A	0.0%
Baa	9.9%
Ba	62.1%
B	27.9%
Caa	0.0%

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