

SPDR ETFs

March 2019

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SECTOR DASHBOARD

Overview

Sector inflows are back! Renewed investor confidence has seen net buying of equities and sector ETFs since mid-February. This has included Technology which proved a good sentiment indicator last year.

Our three SPDR Sector Picks led the performance returns in February on the back of the Q4 reporting season, reasonable forecasts and market trends. We are retaining these as sectors to watch for March.

Although equities are continuing to bounce back, valuations are not as attractive and we believe that the number of uncertain political issues should warrant a defensive stance. The obvious places to invest in sectors is either to look for quality and/or growth supported by structural trends.

Sector Flows

The figures on page 2 show a definite change in trend for US-domiciled ETFs, with inflows into Real Estate and Technology. The European-domiciled ETF market did not see as positive flows, with outflows in US and European Financials a feature.

Sectors to Watch

TECHNOLOGY *(see page 4)*

World US Europe

INDUSTRIALS *(see page 5)*

World US Europe

HEALTH CARE *(see page 6)*

World US Europe

KEY CONSIDERATIONS THIS MONTH

- **It's been a great start to the year for equities.** Stock markets have seen sizeable rallies across the world and every sector has produced positive returns. The bounce has been driven by better news on the US-China trade front and the implementation of a Powell put. The market conditions have been particularly positive for one of our sector picks, Industrials.
- **Investors are only starting to respond to the rally in risk assets.** The first couple of weeks of the year were dominated by fixed income flows and investors continued to take money out of equities, with Emerging Markets being the only positive space. Increased confidence has seen some broader flows in recent weeks and more activity in sectors.
- **We're looking for secular growth trends.** Despite believing the recovery in risk assets should continue in coming months, we are concerned about further deterioration in earnings forecasts. Given this, we focus on sectors which are benefiting from positive long-term trends, namely Technology and Health Care. The latter has added advantages of defensive qualities.

SECTOR ETF FLOWS

As we noted last month, the bounce back in equities in the year to date has not been matched by money flows. It was only in the third week of February that we saw investors add net money to equity ETFs (US & EMEA listed combined), having previously favoured fixed income assets and some equity regions (predominantly Emerging Markets).

Investors' delay in returning to equities has been reflected within sector ETF flows. We have seen net inflows into US-domiciled sector ETFs return in the last few weeks. Notably, investors are considering Technology, emboldened by the recent results and improved sentiment. The closely-related Communication Services sector has also seen net inflows.

Money was taken out of Financials sector ETFs, with concern that the flat yield curve is not helping profitability and Energy ETFs were unpopular despite a rise in the crude oil price.

Flows into Sector ETFs (in USD Millions)

Fund	US-Domiciled		European-Domiciled	
	February	YTD	February	YTD
Technology	1,086	-1,531	-58	-195
Financial	-1,278	-3,023	-1,347	-1,837
Health Care	668	728	-22	14
Consumer Discretionary	81	-801	179	211
Consumer Staples	197	447	53	8
Energy	-551	-3,862	-207	-318
Materials	-164	-1,162	-28	28
Industrials	-170	-1,016	30	-39
Real Estate	3,123	2,784	60	225
Utilities	488	576	-5	70
Communication Services	504	1,522	160	198

Source: Bloomberg Finance L.P., State Street Global Advisors, as of 28 February 2019. The flows figures above indicate the value of net buying by large institutional investors (buys minus sells). The green boxes signify the two highest flow figures in their respective column, while the red boxes signify the two lowest flow figures. Flows shown above are as of the date indicated, are subject to change, and should not be relied upon as current thereafter.

SECTOR PERFORMANCE

Every sector in MSCI World saw positive returns last month. Cyclical sectors outperformed defensive ones. The most consistent outperformance was produced by Industrials, one of the SPDR Sector Picks for Q1. The sector benefited from the optimism surrounding a resolution of trade tariffs between the US and China and saw strong performances from Aerospace stocks given buoyant demand conditions.

Technology, another Sector Pick, outperformed in all regions, after a positive Q4 reporting season, and this has started to be reflected in flows. The other Sector Pick, European Health Care, also benefited from company results and was at the top of the performance table in Europe.

The more defensive sectors, namely Consumer Staples and Utilities underperformed. Communication Services suffered from its complement of telecomm providers, which are suffering on competition and growth concerns.

WORLD SECTORS		US SECTORS		EUROPE SECTORS	
February (%)	YTD (%)	February (%)	YTD (%)	February (%)	YTD (%)
6.4 Technology	14.7 Industrials	6.8 Technology	18.4 Industrials	5.4 Health Care	13.9 Consumer Disc.
4.7 Industrials	14.7 Technology	6.3 Industrials	14.2 Technology	5.4 Industrials	13.6 Materials
3.1 Financials	13.3 Energy	4.0 Utilities	13.6 Energy	5.1 Financials	13.0 Industrials
3.0 MSCI World NR	11.4 Financials	3.2 Materials	11.4 S&P500 NR	4.6 Materials	12.8 Technology
2.6 Materials	11.0 MSCI World NR	3.1 S&P500 NR	11.3 Financials	4.5 Technology	11.3 Financials
2.6 Energy	10.9 Materials	2.3 Financials	11.3 Consumer Disc.	4.2 Consumer Disc.	10.6 MSCI Europe
2.5 Utilities	10.4 Consumer Disc.	2.1 Energy	11.2 Comm Servs	4.2 MSCI Europe	10.3 Energy
2.3 Consumer Staples	9.5 Comm Servs	1.8 Consumer Staples	8.9 Materials	3.6 Consumer Staples	9.4 Consumer Staples
2.0 Health Care	7.7 Utilities	1.3 Consumer Disc.	7.5 Utilities	3.6 Energy	9.1 Health Care
1.2 Consumer Disc.	7.4 Consumer Staples	1.1 Health Care	6.9 Consumer Staples	0.6 Comm Servs	8.4 Utilities
0.8 Comm Servs	7.2 Health Care	-0.5 Comm Servs	6.0 Health Care	0.2 Utilities	-0.2 Comm Servs

Source: State Street Global Advisors, Bloomberg Finance L.P., as of 28 February 2019. Past performance is not a guarantee of future results. The universes for the above charts are the MSCI World, S&P Select Sectors, and MSCI Europe. Index returns are unmanaged and do not reflect the deduction of any fees or expenses. Index Performance is not meant to represent that of any particular fund. This information should not be considered a recommendation to invest in a particular sector, or securities therein, shown above.

Sectors to Watch

TECHNOLOGY



From Clouds to Robots to Folding Phones

Relief After the Reporting Season

The recent quarterly reporting season, for the sector, was well received by the market. There was significant relief, coming on the back of significant forecast downgrades in Q4 2018. We have seen earnings forecasts stabilise and investors' nerves steady. Share prices have rallied across the sector worldwide.

In Europe, results from semiconductor manufacturers, Infineon and AMS, disappointed but their shares did not suffer for long. Finnish communications company, Nokia, fell on a weak market for phone carriers, but together with its Swedish peer, Ericsson, is poised to benefit from restrictions on Huawei in the US and elsewhere, which should benefit market share. Otherwise, most companies reported better than expected results and saw marginal net forecast upgrades as a result.

In the US, NVidia, another chipmaker, presented lower management guidance on inventory overhang from Chinese gaming, but the share price avoided a fall. The vast majority of S&P 500 Technology companies beat expectations, achieving a higher positive ratio than all the other sectors. The results from Apple were carefully watched on the fears of the impact of weaker economic growth in China, but the company pleased the market.

Don't Underestimate Europe

Downgrades to Tech forecast earnings happened much faster than in other sectors through most of Q4, but equally they have steadied at a quicker pace (as shown by the chart below). Consensus earnings for MSCI World Technology are showing 10% EPS growth for this year with 4% top-line growth and a small margin advance. The strongest expansion forecast is from internet services and application software providers. The European sector is showing a faster growth rate than the US, Japan and other developed markets.¹

Accessing Multiple Themes

Technology stocks are particularly well placed to benefit from some of the megatrends that arise from technological advances such as robotics and automation. However, specialist thematic funds are not needed; buying a sector ETF gives access to several material trends at the same time.

Amongst the growth opportunities that we see well-represented in the Technology sector in the US, European and World equity indices are:

1. Accelerating penetration of cloud computing
2. Cybersecurity
3. Artificial intelligence and machine learning
4. The emergence of 5G wireless

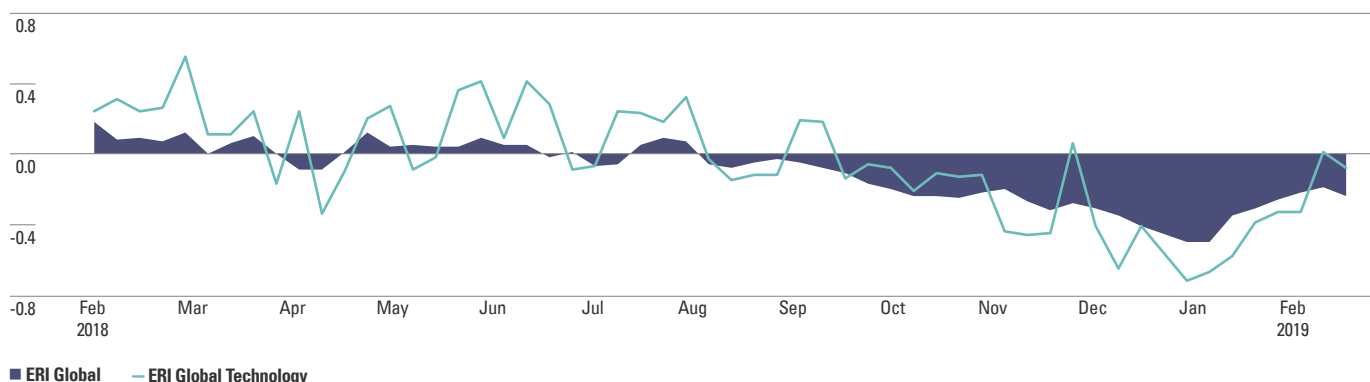
Despite some cyclical sensitivity, many of the fundamental drivers for Technology are structural, benefiting as all parts of an economy strive to innovate and become more productive. Businesses need to invest more in digital capabilities and modernise their traditional IT systems in order to drive their expansion and efficiency. This requirement from retailers, banks, industrial operations, etc should provide a level of protection, despite slower global growth this year.

¹ Source: Bloomberg 28 February 2019. The above estimates are based on certain assumptions and analysis made by SSGA. There is no guarantee that the estimates will be achieved.

OUR SPDR PICK

- ✓ SPDR MSCI World Technology UCITS ETF
- ✓ SPDR S&P U.S. Technology Select Sector UCITS ETF
- ✓ SPDR MSCI Europe Technology UCITS ETF

Figure 1: Citi Earnings Revision Indices



Source: Bloomberg as at 28 February 2019.

Sectors to Watch

INDUSTRIALS

- World
- US
- Europe

Industrial Strength

Pick Up in Flows & Performance

Industrials stocks have surged in the first two months of this year. This has been helped by hopes of an easing in the trade relationship between the US and China which had threatened rising tariff levels, impacting capital goods amongst others. There has also been a recovery in expectations for the global end markets that Industrials stocks serve.

Advances in several stocks have been particularly beneficial to the sector outperformance. Boeing, the largest stock in the MSCI World Industrials index, rose by 10% in January and February (accounting for 10% of the index move).² As well as the buoyant outlook for commercial aircraft, the stock was helped by approval of a strategic partnership with Embraer which will cover commercial aircraft and services operations. Its big competitor, Airbus, also saw large stock gains after strong earnings results and the decision to stop producing the costly A380 superjumbo.

General Electric (GE) surprised on the upside and has bounced by 42% over two months. The stock has been out of favour because of the secular decline of power unit, and investors had been hoping that the new CEO would breakup the company. The announced sale of part of the life sciences division is a step towards this and helps to reduce the high debt pile. The chart shows GE's share price since the start of 2018 as well as the relative fortunes of the whole sector.

Investors have been slow to realise the improved scenario for Industrials but started to add money in the last few weeks. We have seen higher flows from institutional investors (captured in State Street Global Market's monitoring) as well as net inflows into Industrials ETFs.

Growth in End Markets

Amongst the sector's many multi-industrial end markets, it is worth highlighting Aerospace & Defence. Demand for new commercial airplanes is supported by growth in global air traffic volume, increased fuel efficiency and historically low interest rates. Add to this the need to fulfil record order backlogs (e.g. Airbus' & Boeing's narrow-body orders are over 10,700 combined for A320 and 737 aircraft) and this supports the air framers' rate of growth in 2019.

The Aerospace & Defence industry grouping is the largest in the sector (20% of MSCI World Industrials by market capitalisation).³

Growth in Industrials' end markets including construction, transportation networks and the energy industry is reflected in higher than average earnings growth this year.

Global Trends

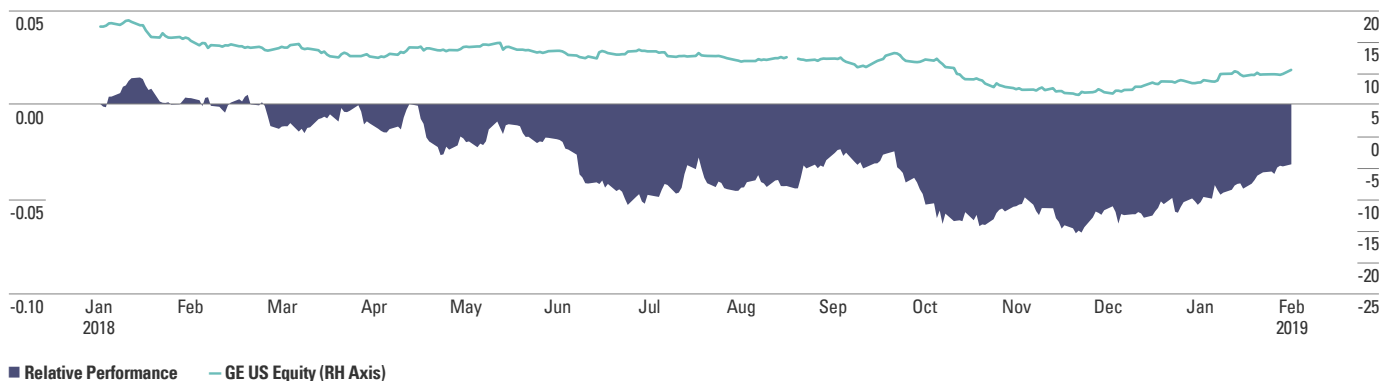
We prefer US and World Industrials (52% US by country of domicile) to the European sector given their higher weightings in Aerospace & Defence companies and the relative strength of the US economy. Nevertheless, we include Europe Industrials as a Sector Pick to highlight the importance of global trends to companies in this sector. Earnings forecasts of the European companies have held up well versus the market.

^{2,3} Source: Bloomberg 28 February 2019.

OUR SPDR PICK

- ✓ SPDR MSCI World Industrials UCITS ETF
- ✓ SPDR S&P U.S. Industrials Sector UCITS ETF
- ✓ SPDR MSCI Europe Industrials UCITS ETF

Figure 2: Relative Performance of MSCI World Industrials & Share Price of General Electric (GE)



Source: Bloomberg as at 28 February 2019.

Sectors to Watch

HEALTH CARE

World US Europe

Defend & Deliver

Staying Defensive in European Equity Markets

Despite recovering from last December's lows, there are still risks to tax the confidence of equity market investors, such as removal of the Powell Put and Brexit no deal, and therefore demand for a less risky option remains. Health Care fits the bill with its low beta to overall equity market performance and lower volatility of performance returns (see page 7 for figures).

The defensive nature of demand for medicines and treatment makes them relatively immune to cyclically-driven downgrades. One reason for picking Health Care consistently over the last nine months has been because earnings growth is faster than the other defensive sectors. This has paid dividends, earnings forecasts for Health Care companies as a whole have held up well compared with the market average.

The sector demonstrates high quality characteristics with a low debt to equity ratio and the highest returns on equity in the European market (again shown on page 7). Despite these attractions institutional investors are underweight in this sector, particularly in Europe, which leaves upside.

Earnings Sentiment Sustained Over Q4 Reporting Season

Whilst there was disappointing guidance from some US pharmaceutical providers that are experiencing drug price pressure, the European reporting season was positive. Five of the six large European pharma companies beat expectations. Glaxo led the pack on earnings beats, though there was a stronger price response from AstraZeneca which stood out for new launches, particularly in cancer, which should continue to fuel gains in 2019.

Figure 3: Top Ten Stocks in MSCI Europe Health Care

Stock	Industry Group	Market Capitalisation Weight (%)
Novartis	Pharmaceuticals	17.9
Roche Holding	Pharmaceuticals	17.7
AstraZeneca	Pharmaceuticals	9.5
GlaxoSmithKline	Pharmaceuticals	9.0
Sanofi	Pharmaceuticals	8.4
Novo Nordisk	Pharmaceuticals	8.2
Bayer	Pharmaceuticals	6.7
Koninklijke Philips	Health Care Equipment	3.4
Fresenius SE & Co	Health Care Equipment	2.1
Lonza Group	Pharmaceuticals	2.0

Source: Bloomberg 28 February, 2019.

Top Ten stocks shown are as of the date indicated and are subject to change. This information should not be considered a recommendation to invest in a particular sector or to buy or sell any security shown. It is not known whether the sectors or securities shown will be profitable in the future.

A solid outlook from companies has helped sustain earnings forecasts for 2019. Whilst being a small drag last year, currency should provide a slight boost to non-dollar reporting drug makers this year.

Large Pharma Continues to Evaluate M&A Opportunities

The record size of M&A deals in 2018 was broken quickly by two large deals early this year: \$78bn Bristol-Myers Squibb/Celgene and \$7.2bn Eli Lilly/Loxo Oncology.⁴ Although US-based companies, these deals show global consolidation trends; with large pharmaceutical companies, such as Novartis, Novo Nordisk and Sanofi in Europe, looking for opportunities amongst biotechnology enterprises and fast growing therapy areas of immunology and cancer. Although a disciplined approach should prevail, recent divestments and spinoffs of noncore units from majors have helped provide the funds for investment.

Amongst the areas of excitement for drug sales is China. New drug approvals in recent months have highlighted the rapid of new medicines to market, much faster than in older markets. Astra Zeneca is amongst the quoted European Health Care stocks which should benefit from first mover advantage in the market.

Accessing a Portfolio of Drugs & Companies

The European sector contains leading Swiss, British, French and German drugs manufacturers which are renowned for many years of drug discovery and delivery. Buying the whole sector reduces the idiosyncratic risks related to the failure of anyone particular trial or patent expiry.

We favour Europe over the US Health Care given concern that the drug-pricing debate will be compounded by Part-D funding changes. Nevertheless the sector in both regions shows relatively attractive earnings momentum and the quality characteristics of justify the premium ratings.

⁴ Source: Bloomberg 31 January 2019.

OUR SPDR PICK

✓ SPDR MSCI Europe Health Care UCITS ETF

SECTOR INDEX DASHBOARD

	Fundamental Valuations					Risk Metrics**			Macro Sensitivities***		
	Hist P/E	Fwd P/E	ROE (%)	Debt/Equity (%)	12-Month Dividend Yield (%)*	Beta (36 mths)	Volatility (36 mths) (%)	Correlation (36 mths)	Yield Sensitivity (36 mths)	Brent Sensitivity (36 mths)	Inflation Sensitivity (36 mths)
WORLD SECTORS											
MSCI World Index	17.2	14.0	10.1	131	2.65	1.00	12.03%	—	0.03	0.13	0.31
MSCI World Consumer Discretionary Index	17.2	14.5	12.4	106	2.08	1.06	15.38%	0.94	0.05	0.11	0.43
MSCI World Consumer Staples Index	20.4	17.0	20.3	87	3.01	0.64	12.01%	0.68	-0.05	0.07	-0.02
MSCI World Energy Index	15.0	12.7	10.5	50	4.21	1.07	16.27%	0.67	0.09	0.43	0.53
MSCI World Financials Index	12.3	10.1	9.7	233	3.65	1.05	18.05%	0.83	0.13	0.16	0.63
MSCI World Health Care Index	22.5	15.1	28.5	78	2.05	0.89	12.36%	0.81	0.00	0.02	0.15
MSCI World Industrials Index	17.9	14.4	15.2	92	2.28	1.15	14.36%	0.96	0.05	0.14	0.42
MSCI World Materials Index	14.2	13.0	12.2	54	3.30	1.01	16.43%	0.81	0.03	0.19	0.46
MSCI World Information Technology Index	20.8	16.6	25.5	67	1.55	1.08	15.17%	0.80	0.02	0.10	0.23
MSCI World Communication Services Index	18.5	14.5	10.9	89	2.13	0.79	16.16%	0.72	-0.02	0.11	0.12
MSCI World Utilities Index	18.6	15.3	10.6	133	3.92	0.40	15.63%	0.39	-0.09	0.02	-0.15
US SECTORS											
S&P 500 Index	18.3	15.0	10.4	112	2.08	1.00	11.20%	—	0.04	0.12	0.32
S&P Consumer Discretionary Select Sector Index	20.8	16.9	10.6	192	1.55	1.08	13.60%	0.91	0.05	0.12	0.44
S&P Consumer Staples Select Sector Index	19.3	17.4	27.1	113	2.98	0.58	11.68%	0.57	-0.04	0.05	0.01
S&P Energy Select Sector Index	16.1	14.2	9.2	41	3.48	1.14	19.87%	0.66	0.12	0.45	0.68
S&P Financial Select Sector Index	13.1	10.7	11.9	152	2.32	1.08	15.84%	0.79	0.16	0.16	0.66
S&P Health Care Select Sector Index	20.8	14.5	30.6	85	1.77	0.91	12.91%	0.81	0.01	0.00	0.20
S&P Industrials Select Sector Index	17.5	14.6	18.6	133	1.96	1.24	15.60%	0.91	0.07	0.14	0.50
S&P Materials Select Sector Index	14.8	14.0	9.9	64	2.27	0.93	12.55%	0.85	0.05	0.11	0.46
S&P Technology Select Sector Index	19.6	16.6	34.4	79	1.59	1.02	14.44%	0.81	0.02	0.11	0.21
S&P Communication Services Select Sector Index	19.7	15.4	16.2	84	1.30	0.95	14.60%	0.75	0.02	0.08	-0.15
S&P Utilities Select Sector Index	19.1	17.3	11.4	138	3.48	0.29	12.36%	0.27	-0.09	0.00	-0.20
EUROPE SECTORS											
MSCI Europe Index	17.0	12.3	10.3	161	4.02	1.00	12.03%	—	0.03	0.14	0.26
MSCI Europe Consumer Discretionary Index	13.0	11.2	15.2	97	3.51	1.14	15.38%	0.92	0.06	0.15	0.40
MSCI Europe Consumer Staples Index	22.5	16.1	17.2	77	3.20	0.77	12.01%	0.80	-0.07	0.09	-0.08
MSCI Europe Energy Sector Index	13.3	10.1	11.1	50	5.50	0.73	16.27%	0.55	0.04	0.39	0.19
MSCI Europe Financials Index	12.4	9.2	9.7	302	5.44	1.21	18.05%	0.83	0.15	0.17	0.67
MSCI Europe Health Care Index	22.7	14.6	27.5	68	3.19	0.75	12.36%	0.75	-0.03	0.04	-0.01
MSCI Europe Industrials Index	21.6	14.2	16.9	89	2.98	1.09	14.36%	0.94	0.03	0.15	0.35
MSCI Europe Information Technology Index	30.8	16.6	12.5	47	1.67	1.08	16.43%	0.81	-0.01	0.09	0.15
MSCI Europe Materials Sector Index	15.3	12.6	12.5	50	4.09	0.97	15.17%	0.79	0.04	0.26	0.45
MSCI Europe Communication Services Index	26.9	12.2	5.8	108	5.35	0.86	16.16%	0.66	0.00	-0.03	0.04
MSCI Europe Utilities Sector Index	18.5	13.0	10.6	114	5.34	0.81	15.63%	0.64	-0.11	0.05	-0.19

Source: State Street Global Advisors, FactSet, Bloomberg Finance L.P., Morningstar, as of 28 February 2019. **Past performance is not a guarantee of future results.**

* This measures the weighted average of gross dividend yield of the relevant index and the underlying stocks from the relevant ETF.

** Beta and volatility are based on index returns. Correlation is the 36-month correlation to the parent index.

*** Sensitivity is beta to the macro variable, e.g. 10-year Treasury yield, Brent oil, and US 5yr–5yr forward as shown here.

SPDR — THE POWERHOUSE OF SECTORS

EXPERIENCED MANAGEMENT

A leader in sector ETFs >\$170bn globally⁵
Track record of managing sector ETFs since 1998

PHYSICAL REPLICATION

One of the only providers with a full suite of physically replicated World, US and Europe sector ETFs in Europe

COST-EFFICIENT*

World and Europe UCITS Sector ETFs: **0.30%**
US UCITS Sector ETFs: **0.15%**

	ISIN	TER (%)	Exchange					ETF Information		
			Euronext	LSE	Deutsche Borse	Borsa Italiana	SIX	1-Month Fund Flow (\$mn)	2018 Net Flows (\$mn)	AUM (\$mn)
WORLD SECTOR FUNDS										
SPDR MSCI World Consumer Discretionary UCITS ETF	IE00BYTRR640	0.30	WCOD	WCOD	—	—	WCOD	0	0	26
SPDR MSCI World Consumer Staples UCITS ETF	IE00BYTRR756	0.30	WCOS	WCOS	—	—	WCOS	-10	-10	45
SPDR MSCI World Energy UCITS ETF	IE00BYTRR863	0.30	WNRG	WNRG	—	—	WNRG	10	29	294
SPDR MSCI World Financials UCITS ETF	IE00BYTRR970	0.30	WFIN	WFIN	—	—	WFIN	4	4	185
SPDR MSCI World Health Care UCITS ETF	IE00BYTRRB94	0.30	WHEA	WHEA	—	—	WHEA	0	7	107
SPDR MSCI World Industrials UCITS ETF	IE00BYTRRC02	0.30	WIND	WNDU	—	—	WIND	0	0	40
SPDR MSCI World Materials UCITS ETF	IE00BYTRRF33	0.30	WMAT	WMAT	—	—	WMAT	0	0	15
SPDR MSCI World Technology UCITS ETF	IE00BYTRRD19	0.30	WTCH	WTEC	—	—	WTEC	0	5	152
SPDR MSCI World Communication Services UCITS ETF	IE00BYTRRG40	0.30	WTEL	WTEL	—	—	WTEL	3	3	10
SPDR MSCI World Utilities UCITS ETF	IE00BYTRRH56	0.30	WUTI	WUTI	—	—	WUTI	0	14	27
US SECTOR FUNDS										
SPDR S&P U.S. Consumer Discretionary Select Sector UCITS ETF	IE00BWBXM278	0.15	—	SXLY	ZPDD	SXLY	SXLY	0	0	70
SPDR S&P U.S. Consumer Staples Select Sector UCITS ETF	IE00BWBXM385	0.15	—	SXLP	ZPDS	SXLP	SXLP	27	8	132
SPDR S&P U.S. Energy Select Sector UCITS ETF	IE00BWBXM492	0.15	—	SXLE	ZPDE	SXLE	SXLE	-28	-41	164
SPDR S&P U.S. Financials Select Sector UCITS ETF	IE00BWBXM500	0.15	—	SXLF	ZPDF	SXLF	SXLF	-139	-205	230
SPDR S&P U.S. Health Care Select Sector UCITS ETF	IE00BWBXM617	0.15	—	SXLV	ZPDH	SXLV	SXLV	59	60	201
SPDR S&P U.S. Industrials Select Sector UCITS ETF	IE00BWBXM724	0.15	—	SXLI	ZPDI	SXLI	SXLI	0	-5	54
SPDR S&P U.S. Materials Select Sector UCITS ETF	IE00BWBXM831	0.15	—	SXLB	ZPDM	SXLB	SXLB	1	6	12
SPDR S&P U.S. Technology Select Sector UCITS ETF	IE00BWBXM948	0.15	—	SXLK	ZPDT	SXLK	SXLK	2	0	61
SPDR S&P U.S. Communication Services Select Sector UCITS ETF	IE00BFWFPX50	0.15	—	SXLC	ZPKD	SXLC	—	50	55	130
SPDR S&P U.S. Utilities Select Sector UCITS ETF	IE00BWBXMB69	0.15	—	SXLU	ZPDU	SXLU	SXLU	1	-3	16
EUROPE SECTOR FUNDS										
SPDR MSCI Europe Consumer Discretionary UCITS ETF	IE00BKWQ0C77	0.30	STR	CDIS	SPYR	STRX	STRX	21	11	115
SPDR MSCI Europe Consumer Staples UCITS ETF	IE00BKWQ0D84	0.30	STS	CSTP	SPYC	STXS	STXS	-37	-61	101
SPDR MSCI Europe Energy UCITS ETF	IE00BKWQ0F09	0.30	STN	ENGY	SPYN	STNX	STNX	0	-17	308
SPDR MSCI Europe Financials UCITS ETF	IE00BKWQ0G16	0.30	STZ	FNCL	SPYZ	STZX	STZX	-124	-135	769
SPDR MSCI Europe Health Care UCITS ETF	IE00BKWQ0H23	0.30	STW	HLTH	SPYH	STWX	STWX	2	4	73
SPDR MSCI Europe Industrials UCITS ETF	IE00BKWQ0J47	0.30	STQ	NDUS	SPYQ	STQX	STQX	-7	-18	15
SPDR MSCI Europe Materials UCITS ETF	IE00BKWQ0L68	0.30	STP	MTRL	SPYP	STPX	STPX	2	2	19
SPDR MSCI Europe Technology UCITS ETF	IE00BKWQ0K51	0.30	STK	ITEC	SPYK	STKX	STKX	0	0	10
SPDR MSCI Europe Communication Services UCITS ETF	IE00BKWQ0N82	0.30	STT	TELE	SPYT	STTX	STTX	-3	-5	13
SPDR MSCI Europe Utilities UCITS ETF	IE00BKWQ0P07	0.30	STU	UTIL	SPYU	STUX	STUX	-3	-2	19

⁵ Source: Bloomberg Finance L.P., State Street Global Advisors, as of 28 February 2019.

* Frequent trading of ETFs could significantly increase commissions and other costs such that they may offset any savings from low fees or costs.

EMEA SPDR ETFs Sector Dashboard

Standard Performance (%)

	1 Mth	3 Mth	6 Mth	YTD	1 Yr+	3 Yr	5 Yr	10 Yr	Since Inception	Inception Date
WORLD SECTORS (RETURNS IN USD)										
SPDR MSCI World Consumer Discretionary UCITS ETF*	1.19	2.71	-5.19	10.39	0.10	12.64	7.66	17.07	17.07	12/31/2008
MSCI World Consumer Discretionary Index	1.18	2.74	-5.12	10.44	0.12	12.72	7.85	17.28	17.28	
SPDR MSCI World Consumer Staples UCITS ETF*	2.30	0.17	0.38	7.41	1.97	5.05	5.58	11.84	11.84	02/28/2009
MSCI World Consumer Staples Index	2.30	0.16	0.40	7.40	1.99	5.04	5.71	12.07	12.07	
SPDR MSCI World Energy UCITS ETF*	2.64	2.34	-8.64	13.27	2.08	9.52	-2.87	5.12	4.09	02/28/2009
MSCI World Energy Index	2.62	2.31	-8.68	13.26	2.04	9.42	-2.81	5.31	4.29	
SPDR MSCI World Financials UCITS ETF*	3.07	1.23	-4.60	11.38	-9.48	13.52	4.92	13.18	13.18	01/31/2009
MSCI World Financials Index	3.08	1.24	-4.55	11.40	-9.50	13.65	5.05	13.12	13.12	
SPDR MSCI World Health Care UCITS ETF*	1.96	-1.42	-0.92	7.22	8.95	10.43	7.30	14.31	14.31	02/28/2009
MSCI Health Care Index	1.97	-1.43	-0.92	7.22	8.97	10.50	7.49	14.55	14.55	
SPDR MSCI World Industrials UCITS ETF*	4.74	5.08	-2.48	14.71	-2.73	12.86	6.26	14.22	14.22	02/28/2009
MSCI World Industrials Index	4.73	5.07	-2.48	14.71	-2.77	12.91	6.48	14.62	14.62	
SPDR MSCI World Materials UCITS ETF*	2.63	6.28	-3.89	10.78	-7.11	14.95	2.43	9.03	9.03	02/28/2009
MSCI World Materials Index	2.63	6.39	-3.80	10.87	-7.06	15.05	2.63	9.42	9.42	
SPDR MSCI World Technology UCITS ETF*	6.42	5.37	-6.05	14.61	3.97	22.60	15.21	18.33	18.33	02/28/2009
MSCI World Information Technology Index	6.44	5.41	-6.01	14.65	4.10	22.83	15.46	18.63	18.63	
SPDR MSCI World Communication Services UCITS ETF*	0.80	1.77	4.15	9.42	3.16	2.78	2.12	8.22	6.39	02/28/2009
MSCI World Communication Services Index	0.84	1.82	4.24	9.46	3.11	2.76	2.43	8.63	6.80	
SPDR MSCI World Utilities UCITS ETF*	2.50	5.30	7.78	7.69	16.38	9.48	5.66	6.74	6.74	02/28/2009
MSCI World Utilities Index	2.46	5.26	7.77	7.68	16.28	9.39	6.13	7.21	7.21	
US SECTORS (RETURNS IN USD)										
SPDR S&P U.S. Communication Services Select Sector UCITS ETF	-0.5	2.15	—	—	—	—	—	—	-5.09	08/15/2018
S&P Communication Services Select Sector Daily Capped 25/20 Index	-0.49	2.14	—	—	—	—	—	—	-5.13	
SPDR S&P U.S. Consumer Discretionary Select Sector UCITS ETF	1.31	2.41	-5.21	11.27	7.15	15.36	—	—	11.37	07/07/2015
S&P Consumer Discretionary Select Sector Index	1.3	2.39	-5.26	11.29	6.93	15.27	—	—	11.28	
SPDR S&P U.S. Consumer Staples Select Sector UCITS ETF	1.82	-2.87	2.37	6.95	4.27	4.55	—	—	5.1	07/07/2015
S&P Consumer Staples Select Sector Index	1.81	-2.96	2.16	6.91	3.87	4.22	—	—	4.8	
SPDR S&P U.S. Energy Select Sector UCITS ETF	2.22	-0.5	-11.17	13.69	0.21	7.42	—	—	-1.15	07/07/2015
S&P Energy Select Sector Index	2.14	-0.64	-11.36	13.63	-0.12	7.16	—	—	-1.46	
SPDR S&P U.S. Financials Select Sector UCITS ETF	2.37	-1.2	-5.48	11.34	-6.72	17.44	—	—	9.67	07/07/2015
S&P Financial Select Sector Index	2.35	-1.29	-5.63	11.32	-6.92	17.34	—	—	9.58	
SPDR S&P U.S. Health Care Select Sector UCITS ETF	1.14	-3.14	-0.52	5.98	10.35	12.88	—	—	6.94	07/07/2015
S&P Health Care Select Sector Index	1.13	-3.19	-0.59	5.98	10.23	12.77	—	—	6.81	
SPDR S&P U.S. Industrials Select Sector UCITS ETF	6.31	5.73	-0.05	18.37	1.16	15.51	—	—	11.52	07/07/2015
S&P Industrial Select Sector Index	6.3	5.71	-0.11	18.42	1.01	15.37	—	—	11.35	
SPDR S&P U.S. Materials Select Sector UCITS ETF	3.23	1.28	-6.31	8.89	-6.19	11.39	—	—	5.56	07/07/2015
S&P Materials Select Sector Index	3.2	1.2	-6.43	8.88	-6.4	11.13	—	—	5.32	
SPDR S&P U.S. Technology Select Sector UCITS ETF	6.83	4.56	-5.67	14.23	5.18	21.60	—	—	17.22	07/07/2015
S&P Technology Select Sector Index	6.81	4.54	-5.75	14.22	5.1	21.55	—	—	17.13	
SPDR S&P U.S. Utilities Select Sector UCITS ETF	4.04	3.22	8.17	7.58	19.46	10.21	—	—	10.7	07/07/2015
S&P Utilities Select Sector Index	3.98	3.1	7.96	7.52	19.05	9.82	—	—	10.32	
EUROPE SECTORS (RETURNS IN EUR)										
SPDR MSCI Europe Consumer Discretionary UCITS ETF**	4.18	7.88	-3.02	13.86	-2.43	5.11	4.90	14.89	6.60	09/30/2001
MSCI Europe Consumer Discretionary Index	4.21	7.97	-2.94	13.94	-2.57	5.01	4.80	14.94	6.79	
SPDR MSCI Europe Consumer Staples UCITS ETF**	3.60	3.22	0.09	9.33	7.44	3.59	7.36	12.57	7.55	09/30/2001
MSCI Europe Consumer Staples Index	3.62	3.31	0.22	9.39	7.56	3.70	7.53	12.83	7.96	
SPDR MSCI Europe Energy UCITS ETF**	3.35	4.97	-1.14	10.60	13.63	15.07	5.19	7.55	3.51	09/30/2001
MSCI Europe Energy 35/20 Capped Index	3.36	4.95	-1.22	10.62	13.48	14.97	4.92	7.50	3.70	
SPDR MSCI Europe Financials UCITS ETF**	5.10	3.37	-2.15	11.22	-11.23	6.61	1.78	9.84	-0.52	08/31/2001
MSCI Europe Financials Index	5.13	3.43	-2.07	11.28	-11.48	6.42	1.62	9.79	-0.44	
SPDR MSCI Europe Health Care UCITS ETF**	5.42	2.15	1.99	9.07	14.13	3.91	5.03	12.58	4.92	08/31/2001
MSCI Europe Health Care Index	5.44	2.23	2.14	9.13	14.29	4.05	5.18	12.78	5.22	
SPDR MSCI Europe Industrials UCITS ETF**	5.34	5.99	-4.50	12.94	-0.36	9.44	6.18	13.37	7.85	09/30/2001
MSCI Europe Industrials Index	5.38	6.07	-4.43	12.99	-0.46	9.38	6.11	13.36	8.03	
SPDR MSCI Europe Materials UCITS ETF**	4.49	10.08	-1.36	13.46	-1.13	16.20	5.74	11.67	7.19	09/30/2001
MSCI Europe Materials Index	4.56	10.24	-1.18	13.63	-1.06	16.26	5.76	11.80	7.40	
SPDR MSCI Europe Technology UCITS ETF**	4.44	7.00	-7.59	12.70	3.13	12.58	10.63	13.85	1.94	09/30/2001
MSCI Europe Information Technology Index	4.49	7.12	-7.43	12.80	3.31	12.62	10.62	13.70	1.75	
SPDR MSCI Europe Communication Services UCITS ETF**	0.57	-5.75	3.96	-0.22	-3.62	-5.04	-0.46	5.85	2.41	08/31/2001
MSCI Europe Communication Services Index	0.59	-5.85	3.87	-0.17	-3.89	-5.20	-0.54	5.79	2.57	
SPDR MSCI Europe Utilities UCITS ETF**	0.23	8.36	9.45	8.37	19.36	7.37	5.09	5.96	5.00	09/30/2001
MSCI Europe Utilities Index	0.23	8.37	9.60	8.37	19.26	7.21	4.94	5.65	5.06	

Source: State Street Global Advisors, as of 28 February 2019. **Performance is net of fees. Performance quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted. All results are historical and assume the reinvestment of dividends and capital gains. The performance data do not take account of the commissions and costs incurred on the issue and redemption, or purchases and sale, of units. Visit spdrs.com for most recent month-end performance.**

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