

The Barron's 400 Index, or B400, seeks to track the performance of the most fundamentally sound companies with the best growth prospects in the U.S. The objective of B400 is to provide a benchmark to investors seeking long-term capital appreciation through diversified exposure to U.S. equities. The Index uses fundamental analysis and a growth at a reasonable price (GARP) methodology to select the top 400 constituents in the U.S. equity universe after filtering for liquidity and diversification over size and sectors. B400 was created jointly by Barron's, MarketGrader, and Dow Jones Indexes, and launched on the cover of Barron's in 2007.

Index Rules

Underlying Universe

MarketGrader North American coverage universe of approximately 6,000 companies.

Objective

Designed to serve as the basis of investment funds providing access to investors to some of the most promising stocks in the U.S.

Weighting

The index is equally weighted.

Rebalance Frequency

Semi-annually on the third Friday of March and September.

Selection Criteria

Stocks are selected based on their overall MarketGrader fundamental score on a scale of one hundred (100). Score is calculated based on 24 fundamental factors across Growth, Value, Profitability and Cash Flow.

Market Cap Requirements

All selections must have a minimum float-adjusted market cap of \$250 million. At least 25% of all selections (100 companies) must have a total market cap above \$3 billion.

Liquidity Requirements

All selections must have a minimum three month average daily traded dollar volume of \$2 million.

Sector Limits

The number of selections in a single economic sector cannot exceed 20% of the index (80 companies). REITs are ineligible.

Ticker: **B400**

Index Calculation:

The New York Stock Exchange

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Performance

Cumulative total return Jan. 1998 - Dec. 2019*

All data as of Dec. 31, 2019



Calendar Year Returns

	B400 TR	DWCF TR	SPX TR
2019*	22.08%	30.90%	31.49%
2018	-12.96%	-5.30%	-4.38%
2017	19.66%	21.16%	21.83%
2016	18.26%	12.62%	11.96%
2015	-3.10%	0.44%	1.38%
2014	7.05%	12.48%	13.69%
2013	41.60%	33.47%	32.39%
2012	15.08%	16.38%	16.00%
2011	0.52%	1.07%	2.11%
2010	23.97%	17.51%	15.06%
2009	41.12%	28.55%	26.46%
2008	-39.21%	-37.23%	-37.00%
2007	6.15%	5.61%	5.49%
2006	12.73%	15.78%	15.79%
2005	11.96%	6.38%	4.91%
2004	23.46%	12.46%	10.88%
2003	45.10%	31.67%	28.68%
2002	-9.83%	-20.86%	-22.10%
2001	-0.64%	-10.98%	-11.89%
2000	15.89%	-10.90%	-9.10%
1999	24.24%	23.57%	21.04%
1998	13.14%	23.42%	28.58%

YTD values through 12/31/2019

Annualized Returns

	B400 TR	DWCF TR	SPX TR
3-Years	8.30%	14.50%	15.30%
5 -Years	7.80%	11.20%	11.70%
Since 08/31/07	8.30%	8.90%	8.90%
Since 12/31/97	10.80%	7.80%	7.60%

Cumulative Returns

	B400 TR	DWCF TR	SPX TR
3-Years	27.20%	50.20%	53.20%
5 -Years	45.70%	69.90%	73.90%
Since 08/31/07	167.90%	185.20%	185.00%
Since 12/31/97	851.80%	424.50%	404.60%

Standard Deviation

	B400 TR	DWCF TR	SPX TR
3-Years	15.66%	12.06%	11.78%
5 -Years	15.08%	12.05%	11.79%
Since 08/31/07	18.10%	15.19%	14.75%
Since 12/31/97	18.00%	15.22%	14.77%

Frequency: Monthly

Sharpe Ratio

	B400 TR	DWCF TR	SPX TR
3-Years	0.53	1.20	1.30
5 -Years	0.52	0.93	0.99
Since 08/31/07	0.46	0.59	0.60
Since 12/31/97	0.6	0.51	0.51

Frequency: Monthly

DWCF = Dow Jones U.S. Total Stock Market Index
SPX = S&P 500 Index

*The Barron's 400 index was first published on August 29, 2007. All estimated daily historical closing prices 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. 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.

Index composition data as of Jan 3, 2020

Index Bio

Average Market Cap	\$43,051.85
Median Market Cap	\$11,550.30
Average 3 Mo. Volume (Dollars)	\$194,099,237.28
Average 3 Mo. Volume (Shares)	2,134,048.00
Most Recent Rebalance	9/23/19
Companies Replaced	209
Sector with Biggest Increase	Consumer Staples
Sector with Biggest Decrease	Energy
Companies Overlapping S&P 500	184

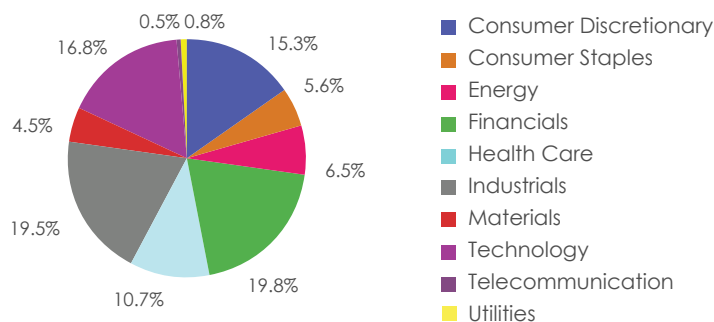
Fundamental Attributes

	Median
Trailing P/E Ratio	20.6
Forward P/E Ratio	18.5
Earnings Yield	5.2%
Price/Tangible Book Ratio	5.8
Revenue Change - 3 Years	32.9%
Operating Income Change - 3 Years	49.7%
Operating Margin	18.2%
Earnings per Share (EPS) 3-Year Growth	18.6%
Total Debt to Capital	36.2%
Return on Equity	20.5%
Dividend Yield	1.24%
Beta	0.99

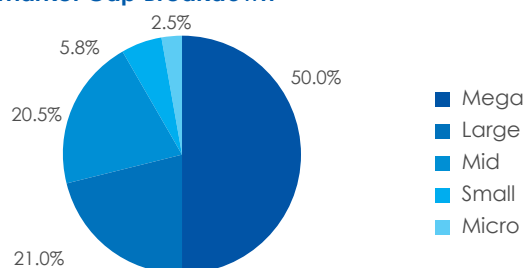
Median and Average grades

	Median	Average
Barron's 400 Index	66.6	66.1
S&P 500	55.0	53.4
Dow Jones Industrial Average	55.5	56.0
NASDAQ Composite	60.9	58.4

Sector Breakdown



Market Cap Breakdown



Top 20 Stocks by Fundamentals

Ticker	Name	Grade
PAYS	PaySign, Inc. Class B	● 81.80
CNXM	CNX Midstream Partners LP	● 81.36
CORT	Corcept Therapeutics Incorporat-	● 80.86
FTNT	Fortinet, Inc.	● 80.70
BIIB	Biogen Inc.	● 80.28
CPRT	Copart, Inc.	● 80.28
CVBF	CVB Financial Corp.	● 79.92
OMP	Oasis Midstream Partners LP	● 79.87
WAL	Western Alliance Bancorp	● 79.78
ANET	Arista Networks, Inc.	● 78.13
UCBI	United Community Banks, Inc.	● 77.91
NBHC	National Bank Holdings Corpora-	● 77.76
ARWR	Arrowhead Pharmaceuticals, Inc.	● 77.59
CSFL	CenterState Bank Corporation	● 77.31
SNV	Synovus Financial Corp.	● 77.25
INS	Intelligent Systems Corporation	● 76.99
PFBC	Preferred Bank	● 76.70
BANR	Banner Corporation	● 76.08
EA	Electronic Arts Inc.	● 75.76
INTC	Intel Corporation	● 75.61

Most Selections Since Inception

Ticker	Name	Times
MSFT	Microsoft Corporation	39
AMGN	Amgen Inc.	38
NKE	NIKE, Inc. Class B	37
HD	Home Depot, Inc.	36
ROST	Ross Stores, Inc.	35
WMT	Walmart Inc.	34
TJX	TJX Companies Inc	33
PEP	PepsiCo, Inc.	32
AAPL	Apple Inc.	32
CTSH	Cognizant Technology Solutions	31
JNJ	Johnson & Johnson	31
IBM	International Business Machines	30
BBY	Best Buy Co., Inc.	30
TROW	T. Rowe Price Group	30
WAT	Waters Corporation	30
INTC	Intel Corporation	29
ORCL	Oracle Corporation	29
NVR	NVR, Inc.	28
AMAT	Applied Materials, Inc.	28
UNH	UnitedHealth Group Incorporated	27