

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

Email: barrons400@marketgrader.com

Toll Free: **888.529.1767**

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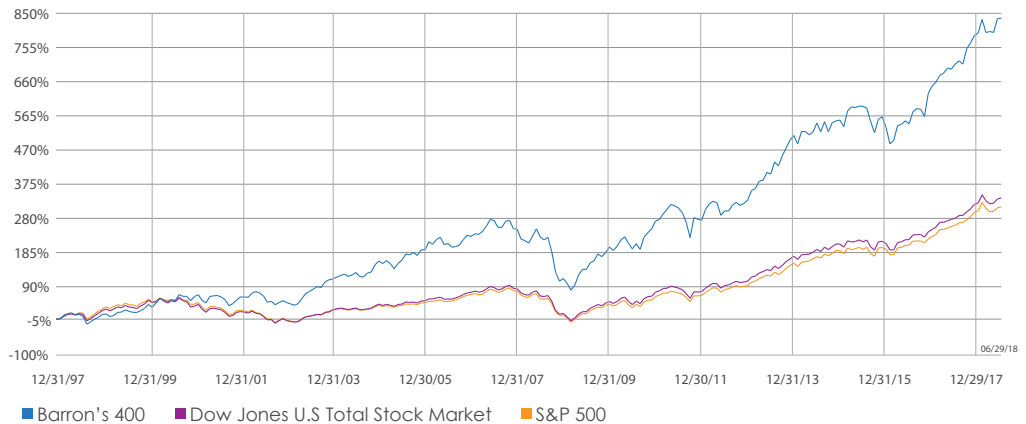
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Performance

Cumulative total return Jan. 1998 - Jun. 29 2018*

All data as of Jun. 29, 2018



Calendar Year Returns

	B400 TR	DWCF TR	SPX TR
YTD*	4.58%	3.25%	2.65%
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 06/29/2018

Annualized Returns

	B400 TR	DWCF TR	SPX TR
3-Years	10.9%	11.7%	12.0%
5 -Years	13.2%	13.2%	13.4%
Since 08/31/07	9.4%	8.3%	8.1%
Since 12/31/97	11.5%	7.5%	7.2%

Cumulative Returns

	B400 TR	DWCF TR	SPX TR
3-Years	36.3%	39.3%	40.6%
5 -Years	86.2%	86.0%	87.7%
Since 08/31/07	163.7%	137.5%	132.7%
Since 12/31/97	836.8%	336.9%	312.0%

Standard Deviation

	B400 TR	DWCF TR	SPX TR
3-Years	11.7%	10.0%	9.9%
5 -Years	11.8%	9.9%	9.7%
Since 08/31/07	17.6%	15.1%	14.7%
Since 12/31/97	17.7%	15.2%	14.7%

Frequency: Monthly

Sharpe Ratio

	B400 TR	DWCF TR	SPX TR
3-Years	0.9	1.2	1.2
5 -Years	1.1	1.3	1.4
Since 08/31/07	0.5	0.6	0.6
Since 12/31/97	0.7	0.5	0.5

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 Jul 13, 2018

Index Bio

Average Market Cap	\$16,900.14
Median Market Cap	\$4,331.00
Average 3 Mo. Volume (Dollars)	\$127,897,169.56
Average 3 Mo. Volume (Shares)	1,719,125.00
Most Recent Rebalance	3/19/18
Companies Replaced	182
Sector with Biggest Increase	Energy
Sector with Biggest Decrease	Consumer Discretionary
Companies Overlapping S&P 500	97

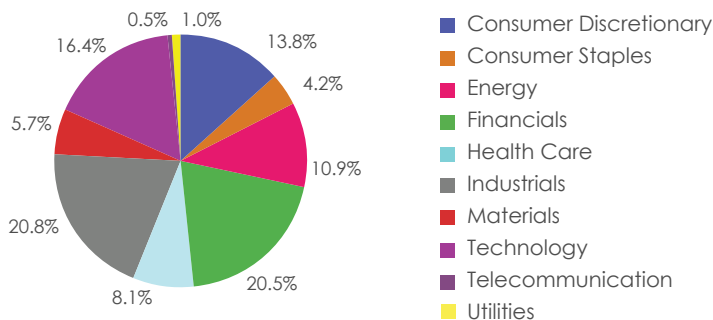
Fundamental Attributes

	Median
Trailing P/E Ratio	17.8
Forward P/E Ratio	15.5
Earnings Yield	5.8%
Price/Tangible Book Ratio	4.8
Revenue Change - 3 Years	39.6%
Operating Income Change - 3 Years	68.2%
Operating Margin	21.0%
Earnings per Share (EPS) 3-Year Growth	24.0%
Total Debt to Capital	33.2%
Return on Equity	25.7%
Dividend Yield	0.77%
Beta	0.88

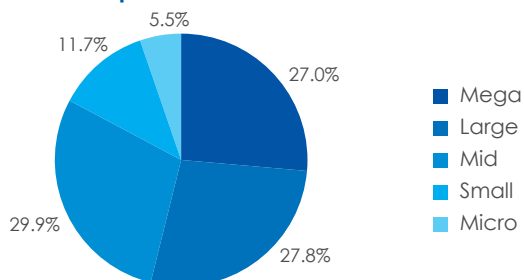
Median and Average grades

	Median	Average
Barron's 400 Index	66.8	66.7
S&P 500	53.8	52.6
Dow Jones Industrial Average	53.5	53.0
NASDAQ Composite	57.5	56.4

Sector Breakdown



Market Cap Breakdown



Top 20 Stocks by Fundamentals

Ticker	Name	Grade
CNCE	Concert Pharmaceuticals, Inc.	● 92.18
ESIO	Electro Scientific Industries, Inc.	● 91.97
HCC	Warrior Met Coal, Inc.	● 89.39
MU	Micron Technology, Inc.	● 88.06
FB	Facebook, Inc. Class A	● 87.96
NANO	Nanometrics Incorporated	● 86.11
CORT	Corcept Therapeutics Incorporat-	● 85.77
MKSI	MKS Instruments, Inc.	● 85.05
STMP	Stamps.com Inc.	● 84.36
MSB	Mesabi Trust	● 84.33
ZAGG	Zagg Inc	● 84.24
EXEL	Exelixis, Inc.	● 83.17
LRCX	Lam Research Corporation	● 83.12
RMP	Rice Midstream Partners LP	● 82.65
VNOM	Viper Energy Partners LP	● 81.65
ACLS	Axcelis Technologies, Inc.	● 81.63
UCTT	Ultra Clean Holdings, Inc.	● 81.56
EQM	EQT Midstream Partners LP	● 80.98
AEIS	Advanced Energy Industries, Inc.	● 80.83
MCFT	MCBC Holdings, Inc.	● 80.55

Most Selections Since Inception

Ticker	Name	Times
NKE	NIKE, Inc. Class B	36
ROST	Ross Stores, Inc.	32
TJX	TJX Companies Inc	30
AAPL	Apple Inc.	29
BBY	Best Buy Co., Inc.	29
DLTR	Dollar Tree, Inc.	27
TROW	T. Rowe Price Group	27
FAST	Fastenal Company	26
AMAT	Applied Materials, Inc.	25
NVR	NVR, Inc.	25
SBUX	Starbucks Corporation	25
MMS	MAXIMUS, Inc.	23
GNTX	Gentex Corporation	23
BIIB	Biogen Inc.	23
BR	Broadridge Financial Solutions, Inc.	22
JKHY	Jack Henry & Associates, Inc.	22
MHK	Mohawk Industries, Inc.	22
UNP	Union Pacific Corporation	22
VLO	Valero Energy Corporation	21
ORLY	O'Reilly Automotive, Inc.	21