

KCE

State Street SPDR S&P Capital Markets ETF

Analyst Report

KCE offers targeted exposure to a sub-sector of the U.S. financial sector, focusing on companies that include securities brokers and dealers, asset managers, and securities or commodities exchanges. As is often the case with niche funds offering such targeted exposure, KCE is relatively concentrated with fewer than 30 individual holdings. That level of concentration is often required to deliver such fine tuned exposure, but may result in a few big names driving total return. This ETF does a nice job spreading exposure across the components. Investors seeking broader exposure to the U.S. financial sector may prefer a fund such as XLF or RYF that include a more diverse lineup of component companies. KCE offers exposure to a very specific type of financial firms, though it is noted that many components are involved in a wide variety of financial activities, and as such may not serve efficiently as pure plays on the investment thesis behind this fund. For example, Goldman Sachs and Morgan Stanley, two of the largest components, generate substantial revenues from other financial activities. KCE isn't the only ETF available for investors seeking targeted broker-dealer exposure-- there is also IAI-- but investors should be aware of the potential limitations to this fund.

ESG Themes and Scores

5.59/10

ESG Rate

24.62%

Global Percentile

5.26%

Peer Percentile

Performance Data

	KCE	ETF Database Category Average	Factset Segment Average
1 Month	-3.17%	1.40%	-2.05%
3 Month	8.57%	7.64%	8.70%
YTD Return	-1.21%	-1.22%	-0.72%
1 Year Return	5.28%	6.22%	7.20%
3 Year Return	23.81%	14.86%	25.92%
5 Year Return	11.60%	5.74%	12.75%

Top 5 Holdings

Symbol	Holding	% Assets
BGC	BGC Group, Inc. Class A	1.80%
HOOD	Robinhood Markets, Inc. Class A	1.78%
VIRT	Virtu Financial, Inc. Class A	1.77%
PWP	Perella Weinberg Partners Class A	1.74%
SNEX	StoneX Group Inc.	1.73%

Vitals

Issuer	State Street
Brand	SPDR
Structure	ETF
Expense Ratio	0.35%
Inception	Nov 08, 2005
Index Tracked	S&P Capital Markets Select Industry Index

ETF Database Themes

Category	Financials Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: U.S. Capital Markets
Category	Sector
Focus	Financials
Niche	Capital Markets
Strategy	Equal
Weighting	Equal

