

# Unlock the Power of the Dividend Aristocrats

S&P 500® DIVIDEND ARISTOCRATS® DAILY RISK CONTROL 5% INDEX



*The one who works for you!®*



# The Power of Dividends

Let's look at how powerful dividends can be on the S&P 500®.

From 2007 to 2017,  
43.95% of the total return  
of the S&P 500 was  
attributable to dividends.<sup>1</sup>

# 43.95%

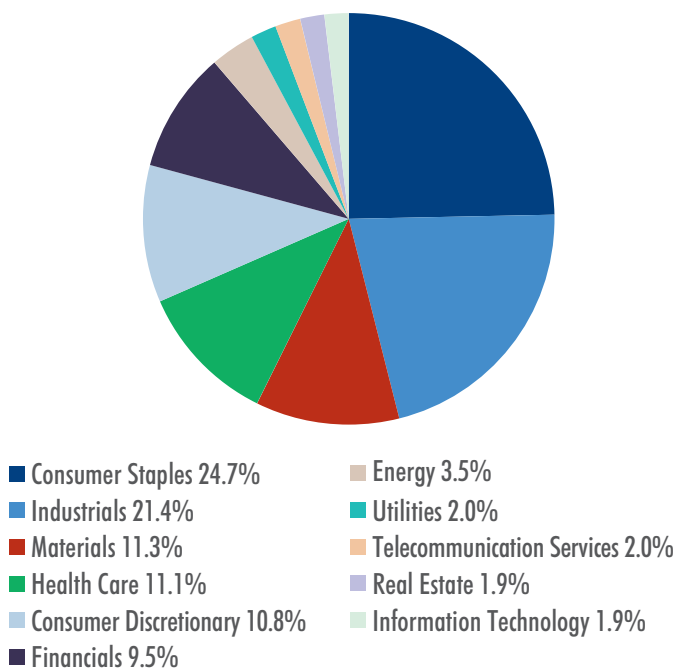
Dividends paid on the stocks that comprise the index are not credited directly to contract values.

## Who are the Dividend Aristocrats®?

The Dividend Aristocrats are an elite group of companies listed on the S&P 500® with 25-consecutive years of increased dividends. These top-tier organizations represent an industry-diverse collection of the 'best-of-the-best' dividend growth stocks. There are currently 53 blue chip constituents in the Dividend Aristocrats.

## Industry Sector Breakdown<sup>2</sup>

The Dividend Aristocrats list contains companies from all 11 industry sectors.



## Top 10 Constituents By Index Weight<sup>2</sup>

The Dividend Aristocrats are equal-weighted, with constituents re-weighted every quarter. The entire index is rebalanced annually; underperforming companies are removed or replaced.

CONSTITUENT	SYMBOL	SECTOR <sup>3</sup>
McCormick & Co	MKC	Consumer Staples
S&P Global Inc	SPGI	Financials
Grainger W. W. Inc	GWW	Industrials
Cintas Corp	CTAS	Industrials
Roper Technologies, Inc	ROP	Industrials
Archer-Daniels-Midland Co	ADM	Consumer Staples
General Dynamics	GD	Industrials
Ecolab Inc	ECL	Materials
Hormel Foods Corp	HRL	Consumer Staples
AFLAC Inc	AFL	Financials

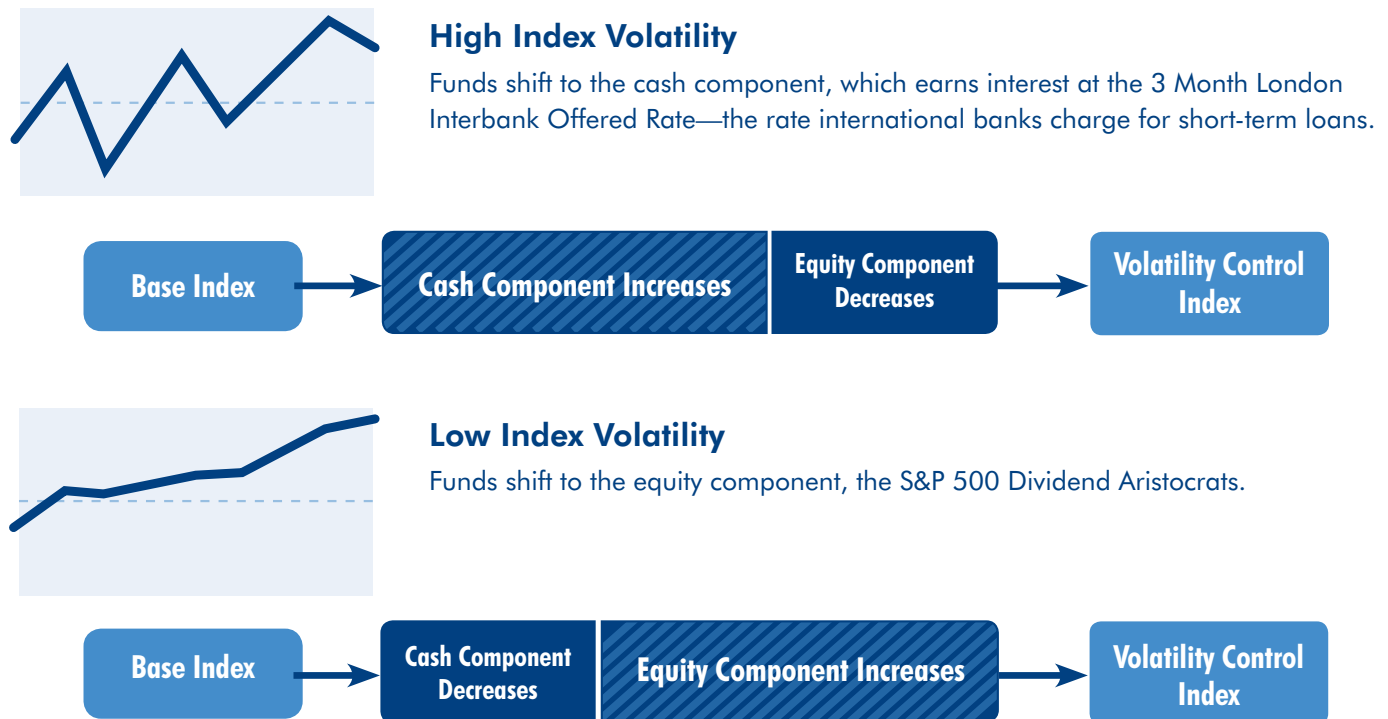
<sup>1</sup> Bloomberg membership only database. S&P 500® Total Return Index, Dec. 31, 2007-2017. 04/19/18. <sup>2</sup> S&P Dow Jones Indices. 03/29/2018. <sup>3</sup> Based on GICS® sectors.

## What is the S&P 500 Dividend Aristocrats Daily Risk Control 5% Excess Return (ER) Index?

The Daily Risk Control 5% Index aims to generate consistent returns by leveraging the strength of the Dividend Aristocrats and their history for outperforming the S&P 500. In tracking the performance of these dividend stocks, the index design adjusts to mitigate portfolio risk exposure or capitalize on growth opportunities.

### How does it work?

The index measures the Dividend Aristocrats fluctuations daily. Based on high or low index volatility, portfolio funds are shifted to either a cash or equity component. The graph below shows how the Daily Risk Control 5% Index would allocate at high and low volatility levels. These dynamic allocations help target a predefined risk level of 5%, and allow for stable returns in unstable conditions.



The index is nonproprietary, managed by Standard and Poor's, and cannot be manipulated by a carrier. It is completely transparent, with up-to-date information available on [us.spindicies.com](https://www.us.spindicies.com), search for ticker: **SPXD5UE** (Excess Return).

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