YLDA: Summary Statistics

As of 11/01/19		
Indicated Yield	8.66%	
Average CEF Discount	-6.95%	
Index Characteristics		
Average Market Capitalization	1,017,503,001.33	
Median Market Capitalization	758,000,000.00	
Maximum Market Capitalization	2,317,000,000.00	
Minimum Market Capitalization	437,000,000.00	
Fixed Income Characteristics	**Debt Only**	**Index**
Overall Duration	3.31	2.60
Leverage	29.85%	23.43%
Overall Credit Rating	B+	
Asset Class Allocation		
Asset Class	**Allocation**	**Yield**
Equity	21.50%	10.71
Debt	78.50%	8.10
Issuer Allocation		
Issuer Name	**Allocation**	
Legg Mason	11.47%	
BlackRock	11.33%	
Prudential	8.32%	
First Trust	7.24%	
Nuveen	6.54%	
Eaton Vance	5.10%	
Tortoise	4.70%	
Brookfield	4.49%	
Doubleline	4.45%	
ALPS	4.41%	
Aberdeen	4.38%	
Wells Fargo	4.30%	
AllianceBernstein	4.30%	
Cohen & Steers	4.00%	
GSO / Blackstone	3.84%	
Invesco	3.64%	
Highland Capital	2.81%	
Franklin	2.62%	
Kayne Anderson	1.20%	
Voya	0.85%	

Fund Type Classification			
Fund Category	**Allocation**		
High Yield Bond Funds	29.52%		
Multisector Bond Funds	17.42%		
Loan Participation	10.99%		
Preferred Equity	9.64%		
Emerging Market Income	6.87%		
MLP Funds	5.90%		
General Equity Funds	4.41%		
Global Equity	4.38%		
Limited Duration Bond Funds	4.06%		
Utilities Funds	4.00%		
Hybrid / Balanced Funds	2.81%		

Index Holdings			
Name	**Ticker**	**Market Cap**	**Weight**
NUVEEN PREFERRED & INCOME SE	JPS	2,054,000,000.00	4.92%
FIRST TRUST INTERMEDIATE DUR	FPF	1,441,000,000.00	4.72%
BROOKFIELD REAL ASSETS INCOM	RA	819,000,000.00	4.49%
WESTERN ASSET HIGH INC II	HIX	574,000,000.00	4.48%
DOUBLELINE INCOME SOLUTIONS	DSL	2,029,000,000.00	4.45%
BLACKROCK CORP HI YLD	HYT	1,335,000,000.00	4.41%
LIBERTY ALL STAR EQUITY FUND	USA	1,343,000,000.00	4.41%
ABERDEEN TTL DYN DIVID	AOD	899,000,000.00	4.38%
WELLS FARGO INCOME OPPORTUNI	EAD	512,000,000.00	4.30%
ALLIANCEBERNSTEIN GL HI INC	AWF	1,038,000,000.00	4.30%
WESTERN ASSET EMRG MRKT DBT	EMD	852,000,000.00	4.25%
PGIM HIGH YIELD BOND FUND	ISD	497,000,000.00	4.17%
BLACKROCK MULTI-SECTOR INCOM	BIT	641,000,000.00	4.17%
PGIM GLOBAL HIGH YIELD FUND	GHY	592,000,000.00	4.14%
EATON VANCE LTD DURATION FND	EVV	1,487,000,000.00	4.06%
COHEN & STEERS INFRASTRUCTUR	UTF	2,317,000,000.00	4.00%
BLACKSTONE/GSO STRATEGIC C	BGB	616,000,000.00	3.84%
TORTOISE MIDSTREAM ENERGY	NTG	717,000,000.00	3.01%
NEXPOINT STRATEGIC OPPORTUNI	NHF	760,000,000.00	2.81%
WESTERN ASSET HI INC OPPORT	HIO	647,000,000.00	2.75%
BLACKROCK DEBT STRATEGIES FD	DSU	535,000,000.00	2.74%
TEMPLETON EMERG MKTS INC FD	TEI	437,000,000.00	2.62%
FIRST TRUST HIGH INCOME LONG	FSD	534,000,000.00	2.52%
INVESCO DYNAMIC CREDIT OPP	VTA	822,000,000.00	2.14%
TORTOISE ENERGY INFRASTRUCT	TYG	1,015,000,000.00	1.70%
NUVEEN FLOAT RATE INC FD	JFR	537,000,000.00	1.62%
INVESCO SENIOR INCOME TRUST	VVR	756,000,000.00	1.50%
KAYNE ANDERSON MLP/MIDSTREAM	KYN	1,697,000,000.00	1.20%
EATON VANCE SR FLTG RATE TR	EFR	475,000,000.00	1.04%
VOYA PRIME RATE TRUST	PPR	712,000,000.00	0.85%

Component Selection

The following steps are taken to select the initial components for the ISE High Income Index

1) Establish total population of U.S. listed closed-end funds where:
–> Each component security has a market capitalization of at least $500 million
–> Each component security has a six month average daily dollar traded value (ADDTV) of at least $1 million
2) Rank each fund by the following criteria:
–> Fund yield (descending)
–> Fund share price Premium / Discount to Net Asset Value (ascending)
–> Fund Average Daily Value (ADV) of shares traded (descending)
3) Sort all funds (ascending) on overall rank and select the top 30 names
4) Adjust each component's weighting to a multiple of the weighting of the smallest component
5) Set liquidity thresholds:
–> Calculate six month ADDTV for each component based on daily closing price and number of shares traded
–> Set percentage of six month ADDTV threshold to 100%
–> Set investment threshold to $10 million
6) Determine component percentage of ADDTV given the investment threshold and the calculated weight of the component
7) If component percentage of ADDTV is less than the percentage ADDTV threshold then that weight does not need to be adjusted
8) If component percentage of ADDTV is greater than the percentage ADDTV threshold then assign new component weight such that the percentage of ADDTV is equal to the percentage ADDTV threshold using the following steps:
–> Calculate component weight based on the investment threshold and six month ADDTV threshold
–> Take the aggregate difference between the initial and adjusted weights of those components where the percentage of ADDTV is greater than the percentage ADDTV threshold and distribute evenly among stocks where percentage of ADDTV is less than percentage ADDTV threshold
–> Adjust weight of components with percentage of six month ADDTV less than the six month ADDTV threshold
9) Repeat steps 8 through 10 until all component percentage of ADDTV is less than or equal to the percentage ADDTV threshold
10) If component weight is greater than 4.25% then that weight is adjusted to be no more than 4.25%

Note that while the Index seeks to have thirty (30) components that number should be considered a maximum limit and not a fixed target.