

April 2024

# SPDR® SSGA US Sector Rotation ETF

## XLSR

## Portfolio Manager Insights

- **During the first quarter of 2024, the Fund finished up in absolute returns, and returned 8.86% at NAV.**
- **Equity sector selection was positive with targeted overweights to Information Technology and Financials aiding performance. Additionally, the underweight to REITs was beneficial. But the significant negative tracking of the Communication Services and Information Technology ETFs due to their holdings having smaller weights relative to certain top-performing stocks in the S&P 500 sectors given RIC diversification rules was a headwind that drove underperformance.**
- **The Fund finished the quarter with overweights to Communication Services, Information Technology, and Industrials.**

### Fund Positioning and Outlook

Our outlook for US equities remains constructive with strong risk appetite and positive forecasts. US equities are supported by a host of macroeconomic, sentiment, and quality drivers. The Communication Services and Information Technology sector exhibit strong price momentum, robust sales and earnings expectations, and healthy balance sheets. Improvements in both price momentum and sentiment indicators pushed Industrials up in our rankings and buoyed our positive outlook.

### Portfolio Allocation

Sector	Weight (%)	Change Since Prior Quarter (%)
The Technology Select Sector SPDR Fund (XLK)	33.80	-2.45
The Communication Services Select Sector SPDR Fund (XLC)	18.35	6.91
The Financial Select Sector SPDR Fund (XLF)	11.34	-0.23
The Consumer Discretionary Select Sector SPDR Fund (XLY)	10.79	-0.82
The Industrial Select Sector SPDR Fund (XLI)	10.37	0.90
The Health Care Select Sector SPDR Fund (XLV)	10.37	6.78
The Energy Select Sector SPDR Fund (XLE)	3.06	-1.37
The Consumer Staples Select Sector SPDR Fund (XLP)	1.83	-9.62
The Materials Select Sector SPDR Fund (XLB)	0.00	0.00
The Utilities Select Sector SPDR Fund (XLU)	0.00	0.00
The Real Estate Select Sector SPDR Fund (XLRE)	0.00	0.00
Cash	0.10	-0.10

■ Increase   ■ No Changes   ■ Decrease

Source: State Street Global Advisors Investment Solutions Group, as of March 31, 2024. Portfolio allocations are as of the date indicated, are subjected to change and should be relied upon as current thereafter. This information should not be considered a recommendation to invest in particular sector or to buy or sell any security shown. The benchmarks weights indicated reflect the weight of custom benchmark. The "Custom Benchmark" is created by State Street Global Advisors and maybe different for different accounts.

## Fund Performance

	NAV (%)	Market Value (%)	S&P 500 Index (%)
QTD	8 . 86	8 . 90	10 . 56
YTD	8 . 86	8 . 90	10 . 56
1 Year	25 . 26	25 . 26	29 . 88
3 Year	9 . 02	9 . 04	11 . 49
5 Year	—	—	15 . 05
10 Year	—	—	12 . 96
Since Inception (April 02, 2019)	12 . 62	12 . 62	14 . 80

Source: State Street Global Advisors, as of March 31, 2024. **Past performance is not a reliable indicator of future performance. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted. All results are historical and assume the reinvestment of dividends and capital gains. Visit [ssga.com](http://ssga.com) for most recent month-end performance. Performance of an index is not illustrative of any particular investment. All results are historical and assume the reinvestment of dividends and capital gains. It is not possible to invest directly in an index. Performance returns for periods of less than one year are not annualized. Performance is shown net of fees.** Index returns are unmanaged and do not reflect the deduction of any fees or expenses. Index returns reflect all items of income, gain and loss and the reinvestment of dividends and other income as applicable. The market price used to calculate the Market Value return is the midpoint between the highest bid and the lowest offer on the exchange on which the shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. If you trade your shares at another time, your return may differ. Gross Expense Ratio: 0.70% Net Expense Ratio: 0.70%. The gross expense ratio is the fund's total annual operating expenses ratio. It is gross of any fee waivers or expense reimbursements. It can be found in the fund's most recent prospectus.

## ssga.com

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Because of their narrow focus, sector investing tends to be more volatile than investments that diversify across many sectors and companies. Financial Services Sector concentration are subject to government regulation, deterioration of credit markets, losses resulting from financial difficulties of borrowers and losses resulting from investment activities.

The major risks associated with investing in the natural resources sector, including large price volatility due to non-diversification and concentration in natural resources companies. Companies with large market capitalizations go in and out of favor based on market and economic conditions. Larger companies tend to be less volatile than companies with smaller market capitalizations. In exchange for this

potentially lower risk, the value of the security may not rise as much as companies with smaller market capitalizations.

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