

# FTSE Nareit Equity REITs Index

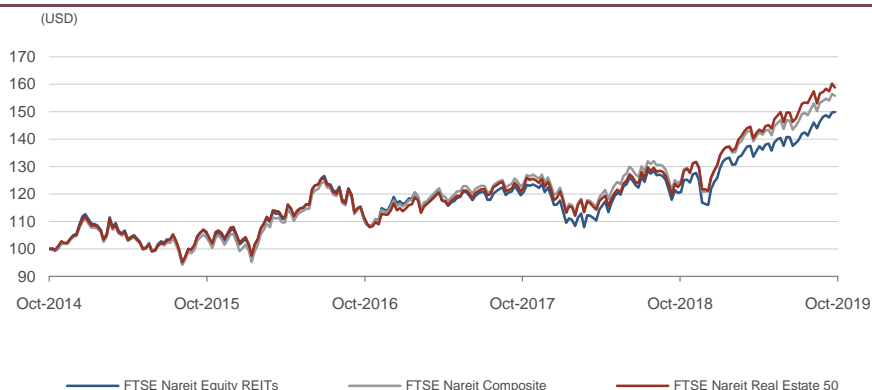
Data as at: 31 October 2019

The FTSE Nareit Equity REITs Index contains all Equity REITs not designated as Timber REITs or Infrastructure REITs. Prior to December 2010, the index included Timber REITs and Infrastructure REITs.

## About REITs

A REIT is a company that owns, and in most cases, operates income-producing real estate such as apartments, shopping centers, offices, hotels and warehouses. Some REITs also engage in financing real estate. The shares of many REITs are freely traded, usually on a major stock exchange. To qualify as a REIT, a company must distribute at least 90% of its taxable income to its shareholders annually. A company that qualifies as a REIT is permitted to deduct dividends paid to its shareholders from its corporate taxable income. As a result, most REITs remit at least 100% of their taxable income to their shareholders and therefore owe no corporate tax. Taxes are paid by shareholders on the dividends received and any capital gains. Most states honor this federal treatment and also do not require REITs to pay state income tax. Like other businesses, but unlike partnerships, a REIT cannot pass any tax losses through to its investors.

## 5-Year Performance - Total Return



## Performance and Volatility - Total Return

Index (USD)	Return %						Return pa %*		Volatility %**		
	3M	6M	YTD	12M	3YR	5YR	3YR	5YR	1YR	3YR	5YR
FTSE Nareit Equity REITs	7.9	10.9	28.7	23.7	32.9	50.2	10.0	8.5	14.2	12.6	13.6
FTSE Nareit Composite	7.0	10.6	29.0	24.4	38.0	56.1	11.3	9.3	13.5	11.8	12.6
FTSE Nareit Real Estate 50	6.8	11.6	30.3	27.6	39.9	58.9	11.8	9.7	13.7	11.9	12.7

\* Compound annual returns measured over 3 and 5 years respectively

\*\* Volatility – 1YR based on 12 months daily data. 3YR based on weekly data (Wednesday to Wednesday). 5YR based on monthly data

## Year-on-Year Performance - Total Return

Index % (USD)	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
FTSE Nareit Equity REITs	28.0	28.0	8.3	18.1	2.5	30.1	3.2	8.5	5.2	-4.6
FTSE Nareit Composite	27.8	27.6	7.3	19.7	2.3	27.2	2.1	9.4	9.3	-3.9
FTSE Nareit Real Estate 50	27.6	26.7	9.4	18.0	-0.5	28.7	4.4	5.5	9.2	-2.1

## FEATURES

### Coverage

Publicly listed US REITs.

### Objective

The indexes are designed for the creation of structured products, index tracking funds, or as a performance benchmark.

### Investability

Stocks are free-float weighted to ensure that only the investable opportunity set is included within the indexes.

### Liquidity

Stocks are screened to ensure that the indexes are tradable.

### Transparency

Index methodologies are freely available on the FTSE Russell website.

### Availability

The index is calculated based on price and total return methodologies, both real time and end-of-day.

**Return/Risk Ratio and Drawdown - Total Return**

Index (USD)	Return/Risk Ratio				Drawdown (%)			
	1YR	3YR	5YR	10YR	1YR	3YR	5YR	10YR
FTSE Nareit Equity REITs	1.6	0.9	0.6	0.9	-13.3	-14.2	-16.7	-23.0
FTSE Nareit Composite	1.7	1.1	0.7	1.0	-12.7	-12.7	-15.9	-22.1
FTSE Nareit Real Estate 50	1.9	1.1	0.8	1.0	-12.2	-12.5	-15.7	-21.6

Return/Risk Ratio – based on compound annual returns and volatility in Performance and Volatility table  
 Drawdown - based on daily data

**Top 5 Constituents**

Constituent	Property Subsector	Net MCap (USDm)	Wgt %
Prologis	Industrial	55,005	5.44
Equinix Inc	Data Centers	47,425	4.69
Simon Property Group	Regional Malls	46,226	4.57
Welltower Inc.	Health Care	36,669	3.63
Public Storage	Self Storage	32,924	3.26
<b>Totals</b>		<b>218,250</b>	<b>21.60</b>

**Subsector Breakdown**

Property Subsector	No. of Cons	Net MCap (USDm)	Wgt %
Apartments	15	144,106	14.26
Data Centers	5	88,909	8.80
Diversified	16	60,513	5.99
Free Standing	8	56,638	5.61
Health Care	17	130,153	12.88
Industrial	12	113,715	11.25
Lodging/Resorts	18	45,691	4.52
Manufactured Homes	3	26,975	2.67
Office	18	97,755	9.67
Regional Malls	7	54,973	5.44
Self Storage	5	59,879	5.93
Shopping Centers	18	59,948	5.93
Single Family Homes	3	22,028	2.18
Specialty	11	49,156	4.86
<b>Totals</b>	<b>156</b>	<b>1,010,439</b>	<b>100.00</b>

**Index Characteristics**

Attributes	FTSE Nareit Equity REITs
Number of constituents	156
Net MCap (USDm)	1,010,439
Dividend Yield %	3.77
Constituent Sizes (Net MCap USDm)	
Average	6,477
Largest	55,005
Smallest	3
Median	2,964
Weight of Largest Constituent (%)	5.44
Top 10 Holdings (% Index MCap)	35.36

**About NAREIT**

Nareit is the trade association for REITs and publicly traded real estate companies with an interest in the US property and investment markets. See [www.reit.com](http://www.reit.com) for more information. FTSE and Nareit partnered in March 2006 to create the FTSE Nareit US Real Estate Index Series.

**INFORMATION****Index Universe**

Nareit Domestic Real Estate Index Series

**Index Launch**

20 December 2010

**Base Date**

31 December 1971

**Base Value**

100

**Investability Screen**

Actual free float applied and liquidity screened. (Free float adjusted since March 2006.)

**Index Calculation**

Real-time and end-of-day indexes available

**End-of-Day Distribution**

Via FTP and email

**Currency**

USD, EUR, GBP, JPY and Local

**Review Dates**

Quarterly in March, June, September and December

**History**

Nareit: From December 1971 to March 2006

FTSE: From March 2006 onward

# Nareit®

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Data definitions available from  
[info@ftserussell.com](mailto:info@ftserussell.com)

To learn more, visit [www.ftserussell.com](http://www.ftserussell.com);  
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