

Higher Rates: Potential Catalysts for Value?

Positive Correlation Between 10-Year Treasury Yield and Global Value's Relative Performance



DECEMBER 31, 2002 TO DECEMBER 31, 2022 | Source: FactSet, MSCI. 1=12/31/2002. Cumulative returns of MSCI World Value were divided by the cumulative returns of MSCI World Growth. Values above 1 indicate the value index outperformed. Past performance is not a guarantee of future results. One cannot invest directly in an index. It is possible for one index to outperform another and still experience negative absolute performance. Index performance does not reflect Brandes investment performance.

Correlation: A statistical measure of how two variables move in relation to each other.

The MSCI World Value Index captures large and mid cap securities across developed market countries exhibiting value style characteristics, defined using book value to price, 12-month forward earnings to price, and dividend yield.

The MSCI World Growth Index captures large and mid cap securities across developed market countries exhibiting growth style characteristics, defined using long-term forward earnings per share (EPS) growth rate, short-term forward EPS growth rate, current internal growth rate, long-term historical EPS growth trend, and long-term historical sales per share growth trend.

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