



XOP

Very Dangerous Rating

State Street SPDR S&P Oil & Gas Exploration & Production ETF

Predictive Rating	Very Dangerous	
Quality of Earnings Components: Ratings & Values		
Neutral	Economic vs Reported EPS	Neutral EE
Very Dangerous	Return on Invested Capital (ROIC)	4.08%
Valuation Components: Ratings & Values		
Very Dangerous	Free Cash Flow Yield	-8.09%
Very Dangerous	Price to Economic Book Value Ratio	7.30
Dangerous	Growth Appreciation Period	33 year(s)
Fund Expenses: Rating & Value		
Very Attractive	Total Annual Costs	0.39%

- We strongly recommend investors avoid XOP.
- XOP ranks in the 2nd percentile of the 400+ ETFs we cover.
- Neutral EE means that economic earnings are negative but moving in the same direction as GAAP EPS.
- The Price to Economic Book Value Ratio compares market expectations for future cash flows to existing cash flows. When the ratio is greater than one, the market predicts cash flows will increase, and vice versa.
- Growth Appreciation Period measures the number of years of future profit growth implied by the stock price.

ETF Details

Net Asset Value (\$MM)	\$1,458.70
Issuer	State Street Bank and Trust Company
Category	Energy
Index	S&P Oil & Gas Expl & Prod Select Industry
Management Style	Passive
Exposure	Long
Inception Date	06/22/2006
Number of Holdings	74
Premium (Discount)	-0.04%
Avg. Daily Volume (3 Mo.)	8,228,068
Geography	U.S.

Predictive Rating Methodology

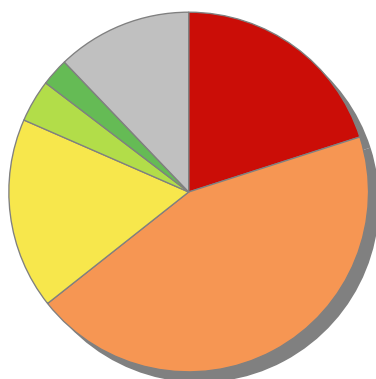
Our predictive rating is based on the aggregation of our financial models for the ETF's holdings, the fund's expenses, and the fund's overall rank.

Our ETF models enable us to assess the profitability and valuation of an ETF just like a stock.

Total Annual Costs

Expense Ratio	0.35%
Total Annual Costs	0.39%
Rank (percentile)	65.27%

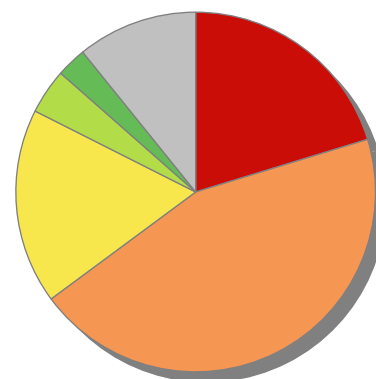
XOP's Accumulated Total Costs are \$893.64 over 10 years assuming a \$10,000 investment and 10% returns.



Allocations

20.05%	Very Dangerous	15
44.31%	Dangerous	33
17.20%	Neutral	13
3.82%	Attractive	3
2.48%	Very Attractive	2
12.15%	Unrated	8

Holdings



Top 5 Holdings

Clean Energy Fuels Corp (CLNE)	1.92%
Rosetta Resources, Inc. (ROSE)	1.85%
EP ENERGY CORP (EPE)	1.81%
Matador Resources Co (MTDR)	1.73%
Laredo Petroleum Holdings, Inc. (LPI)	1.69%

Capitalization Exposure

Large Cap	32.45%
Mid Cap	38.58%
Small Cap	28.98%

Our Predictive ETF Rating includes an analysis of the total cost of owning an ETF. Please contact us for more information.

Explanation of Predictive ETF Rating System

[Predictive ETF Ratings](#) enable smarter investing by assessing the key drivers of future fund performance. We start by analyzing every fund holding based on New Constructs' [stock ratings](#), which are regularly featured as among the best by [Barron's](#).

Predictive Rating	Portfolio Rating					Total Annual Costs Rating
	Quality of Earnings		Valuation			
	Economic vs Reported EPS	Return on Invested Capital (ROIC)	FCF Yield	Price-to-EBV Ratio	Growth Appreciation Period (yrs)	
Very Dangerous	Misleading Trend	Bottom Quintile	< -5%	> 3.5 or -1 < 0	> 50	> 4%
Dangerous	False Positive	4th Quintile	-5% < -1%	2.4 < 3.5 or < -1	20 < 50	2% < 4%
Neutral	Neutral EE	3rd Quintile	-1% < 3%	1.6 < 2.4	10 < 20	1% < 2%
Attractive	Positive EE	2nd Quintile	3% < 10%	1.1 < 1.6	3 < 10	0.5% < 1%
Very Attractive	Rising EE	Top Quintile	> 10%	0 < 1.1	0 < 3	< 0.5%

New Constructs® - Profile

Incorporated in July 2002, [New Constructs](#) is an independent publisher of investment research that provides clients with consulting and research services. We specialize in quality-of-earnings, forensic accounting and discounted cash flow valuation analyses for all U.S. public companies.

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- Based on the complete set of financial information available.
- Standard for all companies.
- A more accurate representation of the true underlying cash flows of the business.

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