

PORTFOLIO CONSTRUCTION

March 31, 2024

	AJO Vista US Micro Cap	Russell Microcap
AMPLIFY SOURCES OF ALPHA		
Value (%)		
Dividend yield	1.3	1.2
Earnings yield	9.4	7.4
EBITDA/Enterprise value	15.4	11.6
Cash flow yield	15.9	13.5
Quality (%)		
Operating margin	21.1	22.1
Return on equity	-6.7	-18.2
Momentum (%)		
Average tr-12 stock return	54.9	40.0
Sentiment (%)		
Asset growth	13.6	14.7
Earnings growth	30.8	18.3
NEUTRALIZE UNCOMPENSATED RISK		
Sector Exposure (%)		
Communication services	1.9	2.8
Consumer discretionary	11.1	9.4
Consumer staples	3.2	1.7
Energy	5.0	5.9
Financials	18.4	19.7
Health care	28.7	26.9
Industrials	13.8	14.3
Information technology	10.3	11.2
Materials	5.5	3.7
Real estate	1.8	3.4
Utilities	0.0	0.8
Market		
Beta (1y, weekly)	0.95	
Tracking error % (3y, weekly)	5.3	
Average tr-12 stock volatility (%)	53.5	54.7
Leverage (%)	26.7	26.9
Earnings risk (%)	4.2	4.4
MANAGE IMPLEMENTATION		
Number of securities	263	1,475
Number of countries	1	1
Top 10 holdings (%)	9.4	6.8
Weighted average market cap (\$m)	\$889	\$925
Median market cap (\$m)	\$670	\$242
Turnover % (annual)	75 – 125	

Sources: Axioma, Datastream, FactSet, MSCI, Worldscope