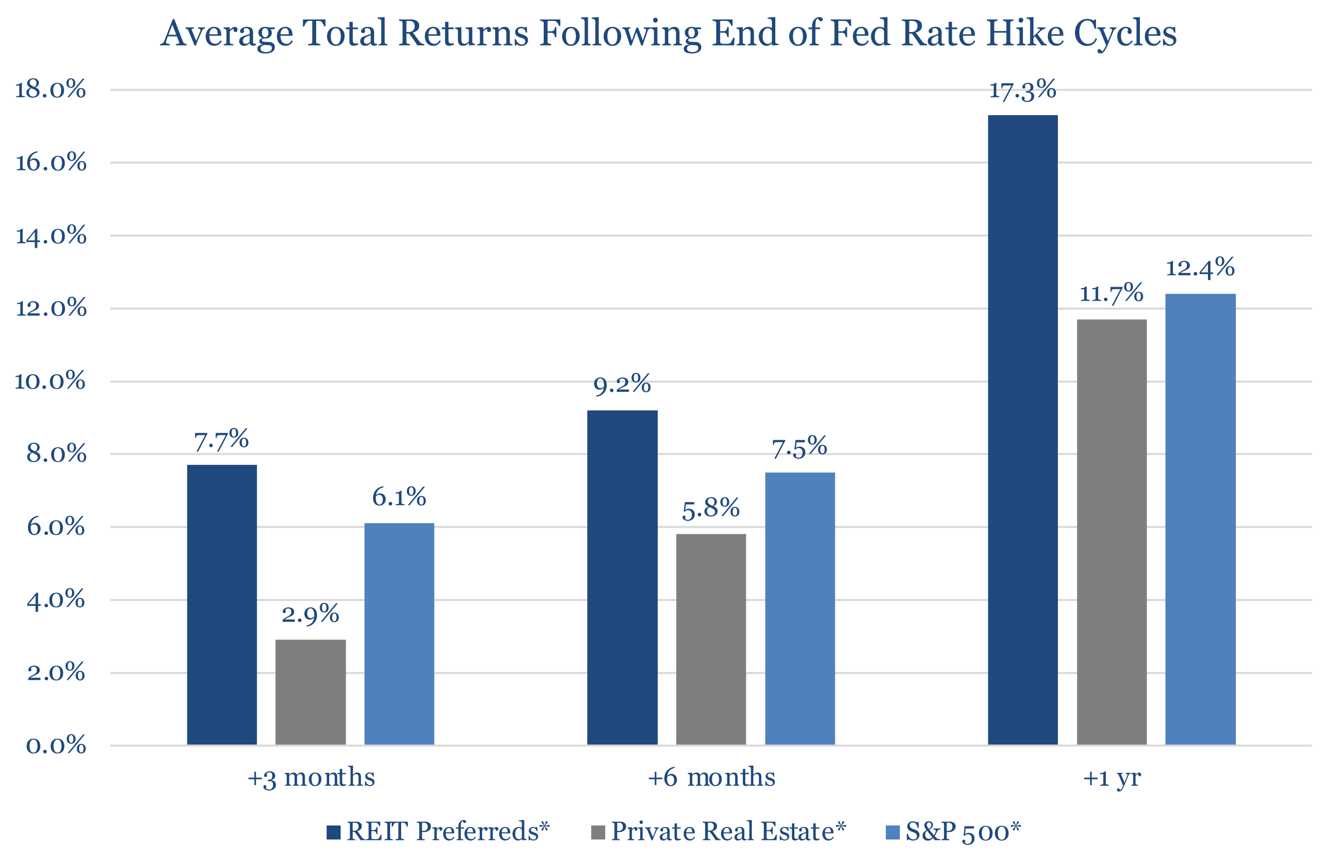
# REIT Performance Following Fed Tightening

As of 05/31/2023

L D R CAPITAL MANAGEMENT

## REIT Performance Subsequent to Fed Tightening

- The Federal Reserve appears to be coming to the end of its most recent tightening cycle
- The end of a Fed monetary tightening cycle has historically proven to be a positive catalyst for REIT preferred performance
- REIT preferreds have historically performed well in the 90, 180, and 365 day periods following the end of a Fed tightening cycle




**Source: Bloomberg. Average total returns beginning 6/30/2000, 6/30/2006, and 12/31/2018. REIT Preferreds is the MSCI REIT Preferred Index, Private Real Estate is the NFI-ODCE Index, and Public Equities is the S&P 500. Indexes are unmanaged, do not reflect fees/expenses, and cannot be invested in directly.*

*Investment advisory services are offered through LDR Capital Management, LLC, an SEC-registered investment adviser. For more information on the REIT Preferred Asset Class, please visit our website to read our REIT preferred scorecard, which is updated monthly. Past performance is not a guarantee of future results.*

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### LDR Database Definitions

LDR's calculations regarding REIT preferreds described herein are derived from its proprietary database, which strives to track the performance and valuation metrics for all currently outstanding publicly-traded REIT preferreds issued in North America (excluding $1000-par preferreds, as they are not exchange-listed). LDR's proprietary database does not include historical data, so references to historical yields and returns prior to 9/30/22 are based on relevant indices, as noted. Overall issuance data, where indicated, includes U.S. and Canada-issued fixed-rate and convertible REIT preferreds. Yield data consists only of U.S.-issued fixed-rate preferreds. All pricing and trading data for the database are derived from Bloomberg.

### Use of Indices

The market index information shown herein is for illustrative purposes only and is included to show relative market performance and other metrics for the indicated periods. The indices presented do not represent any LDR account; no such account will seek to replicate an index. Market participants cannot invest directly in an index; indexes are not actively managed, subject to management fees, broker commissions or other expenses, and investors should not rely on them as accurate means of comparison.

### Indices

REIT Preferreds is based on the LDR Capital Management proprietary database. REIT Preferreds are represented by the MSCI REIT Preferred Index, which tracks the performance of preferred stock market capitalization-weighted total return index of certain exchange-traded perpetual preferred securities issued by US REITs. Private Real Estate is represented by the NCREIF Fund Index – Open End Diversified Core Equity (NFI-ODCE Index), which is an index of investment returns of the largest private real estate funds pursuing lower risk investment strategies utilizing low leverage and generally represented by equity ownership positions in stable U.S. operating properties diversified across regions and property types. The S&P 500 tracks calculates the total return based on the price changes and reinvested dividends of S&P 500, which is widely regarded as the best single gauge of large-cap U.S. equities. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization.