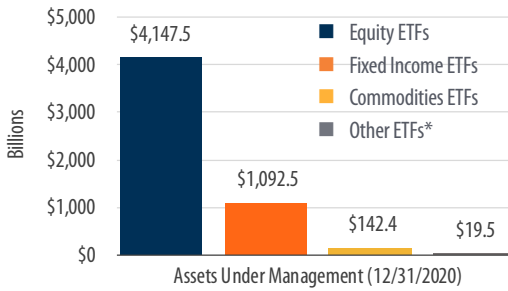


ETF DATA WATCH: ASSET FLOWS MONITOR

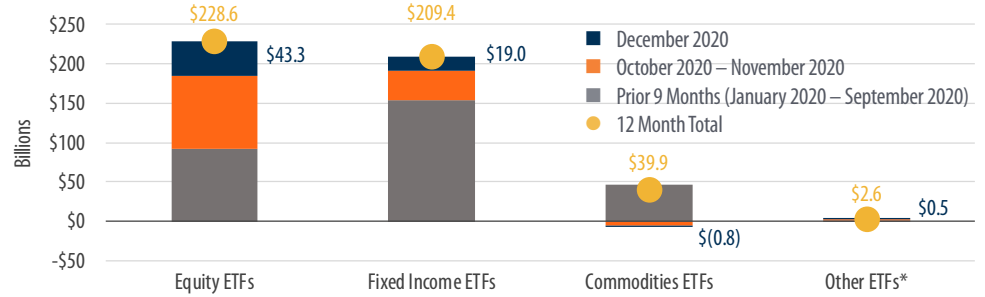
JANUARY 2021

Ryan O. Issakainen, CFA | Senior Vice President | ETF Strategist

Total Assets Under Management: US-Listed ETFs



ETF Net Asset Flows by Asset Class

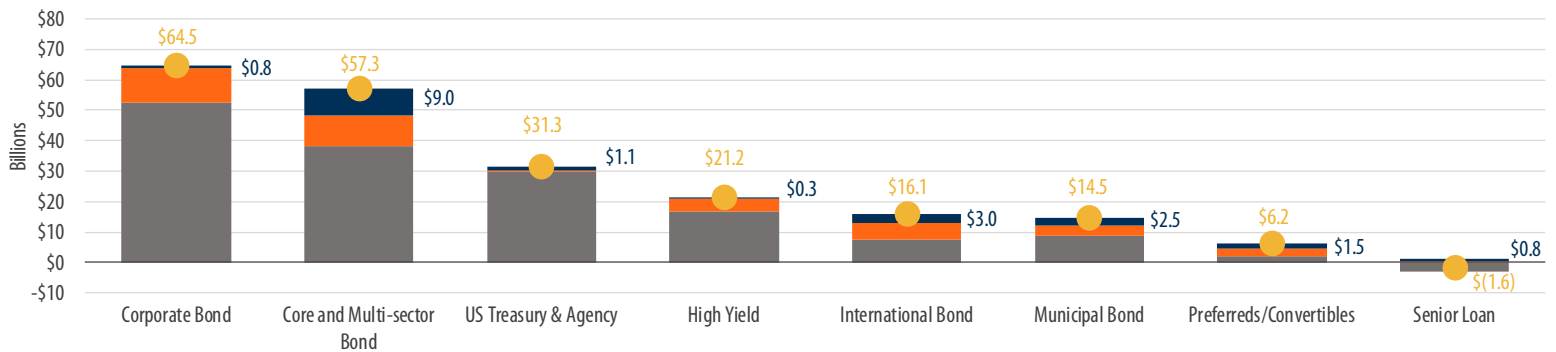


- December capped off a strong year for US-listed ETFs, with \$62.0 billion in net inflows, bringing 2020 net inflows to \$480.6 billion. Total ETF assets under management finished the year at \$5.40 trillion, an all-time month-end high water mark.
- Equity ETFs had the strongest net inflows in December (+\$43.3 billion), bringing trailing 12-month net inflows to \$228.6 billion.
- Fixed income ETFs brought in \$19.0 billion in net inflows in December, bringing trailing 12-month net inflows to \$209.4 billion.
- Commodities ETFs had \$0.8 billion in net outflows in December, bringing trailing 12-month net inflows to \$39.9 billion.

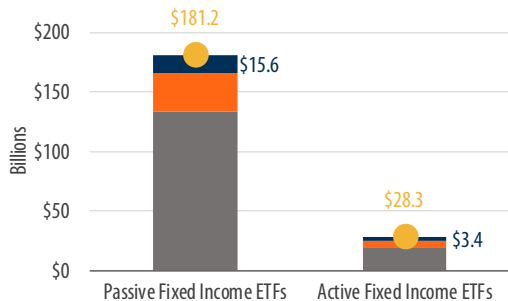
FIXED INCOME ETFs

■ December 2020 ■ October 2020 - November 2020 ■ Prior 9 Months (January 2020 - September 2020) ● 12 Month Total

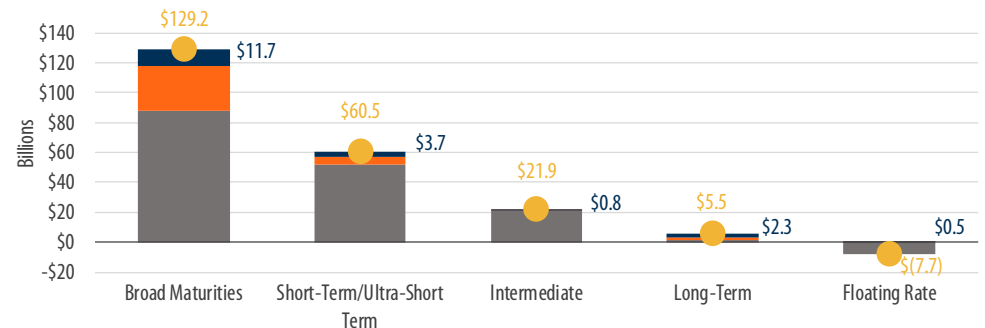
ETF Net Asset Flows by Fixed Income Category



Active vs. Passive Net Flows



ETF Net Asset Flows by Fixed Income Maturity Target



- The strongest category for fixed income ETF net inflows in December was core and multi-sector bond ETFs (+\$9.0 billion), followed by international bond ETFs (+\$3.0 billion), and municipal bond ETFs (+\$2.5 billion). Preferreds/Convertibles ETFs (+\$1.5 billion) and US Treasury & Agency ETFs (+\$1.1 billion) also had net inflows > \$1 billion in December.
- Fixed income ETFs with broad maturities (+\$11.7 billion) had the strongest net inflows in December, followed by short-term/ultra-short-term (+\$3.7 billion) and long-term (+\$2.3 billion).
- Actively managed fixed income ETFs had \$3.4 billion in net inflows in December, compared to \$15.6 billion for passively managed fixed income ETFs. Actively managed fixed income ETF assets rose to \$108.6 billion, accounting for 9.9% of all fixed income ETF assets (\$1.09 trillion), as of 12/31/20.

Data Sources: FactSet and Morningstar.

*"Other ETFs" includes asset allocation, alternatives, and currency ETFs.

ETF DATA WATCH: ASSET FLOWS MONITOR

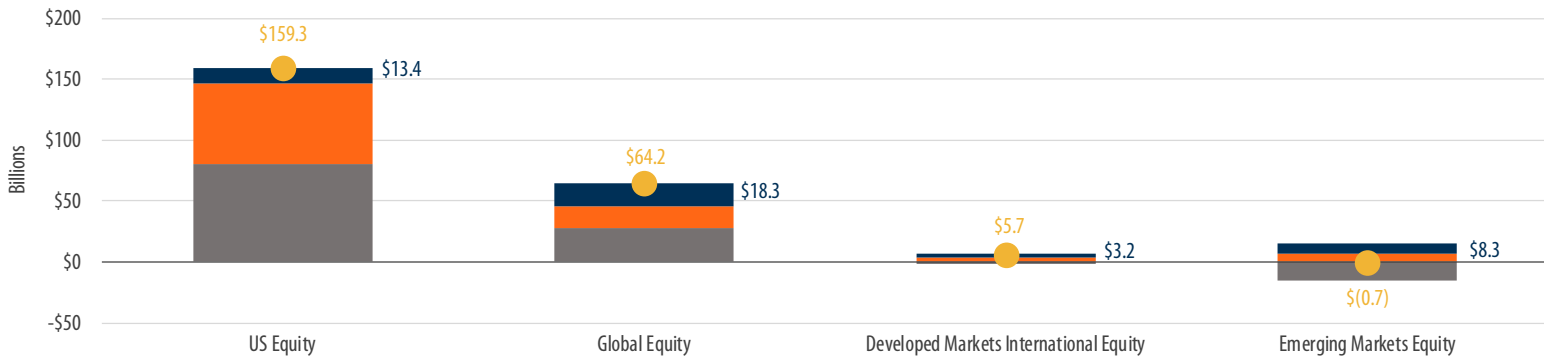
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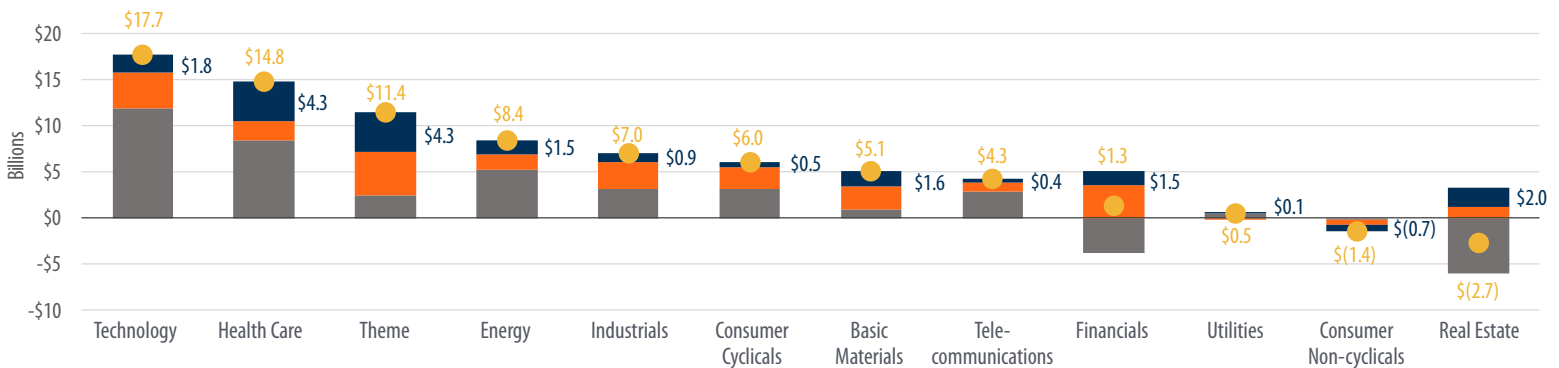
EQUITY ETFs

■ December 2020 ■ October 2020 – November 2020 ■ Prior 9 Months (January 2020 – September 2020) ● 12 Month Total

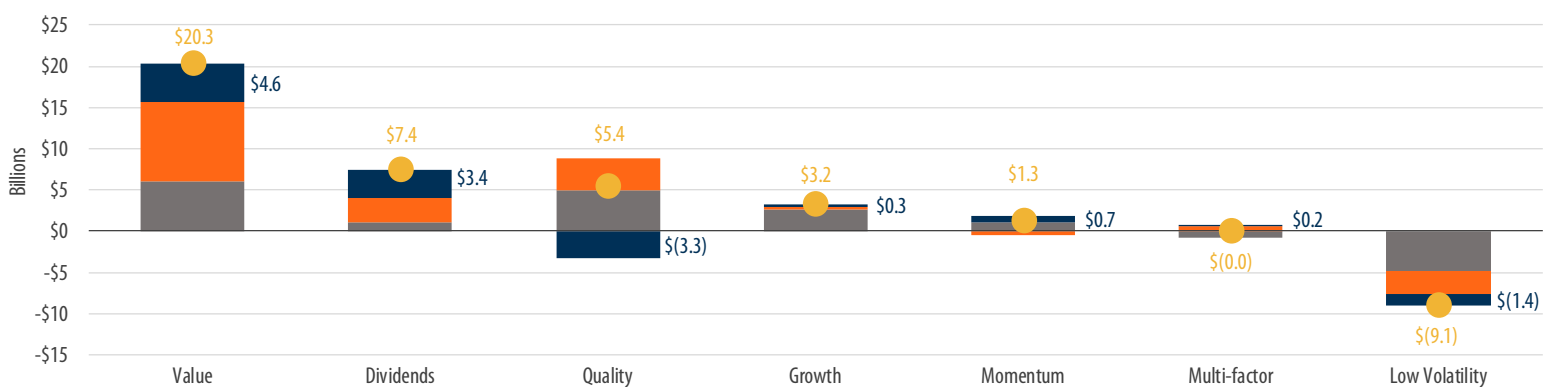
ETF Net Asset Flows by Region



Sector ETFs: Net Asset Flows



Equity Factor ETFs: Net Asset Flows



- Net inflows for equity ETFs totaled \$43.3 billion in December, as global equity (+\$18.3 billion), US equity (+\$13.4 billion), emerging markets equity (+\$8.3 billion), and developed markets international equity (+\$3.2 billion) all had net inflows.
- Net inflows into equity sector ETFs were \$18.2 billion in December, led by health care (+\$4.3 billion), theme (+\$4.3 billion), real estate (+\$2.0 billion), technology (+\$1.8 billion), basic materials (+\$1.6 billion), energy (+\$1.5 billion), and financials (+\$1.5 billion). Over the past 12 months, net inflows for equity sector ETFs totaled \$72.4 billion.
- Among the various investment themes found in the “theme” category, ETFs focused on green/renewable energy brought in \$2.1 billion in December, bringing 12-month net inflows to \$7.1 billion for the group.
- Net inflows for factor-based equity ETFs were \$4.4 billion in December, bringing 2020 net inflows to \$28.5 billion. Value (+\$4.6 billion) and dividends (+\$3.4 billion) led in December, while quality (-\$3.3 billion) and low volatility (-\$1.4 billion) both had net outflows for the month.

Data Sources: FactSet and Morningstar

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