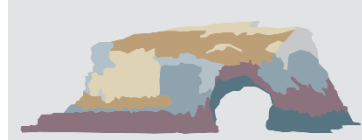


# Market Returns During Election Years



## Market Returns and Election Years

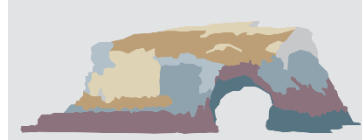
It is difficult to identify systematic return patterns in elections years.

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On average, market returns have been positive both in election years and the subsequent year.

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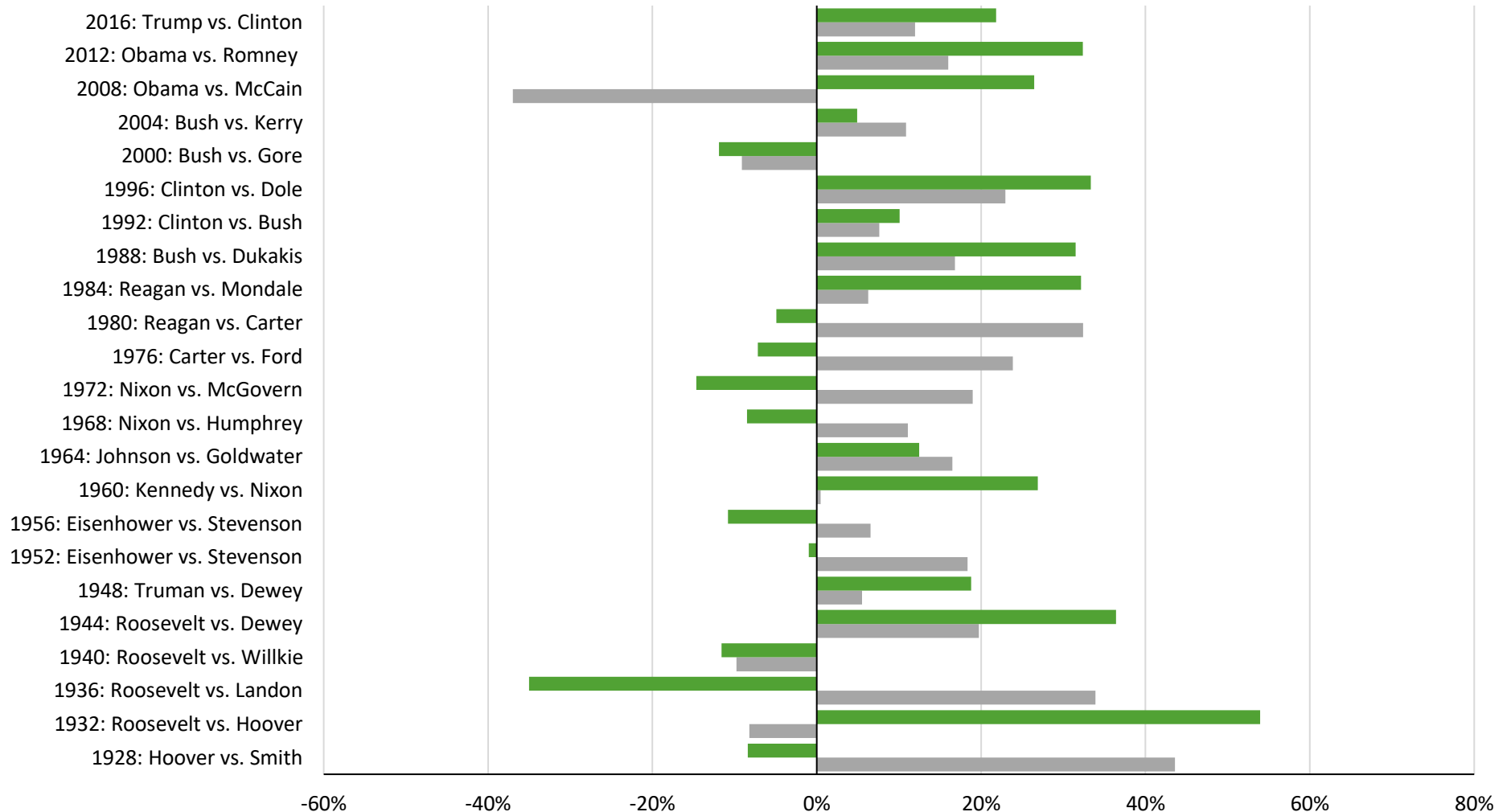
Market expectations associated with election outcomes are embedded in security prices.



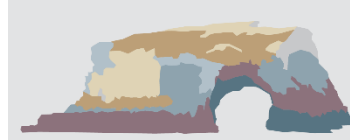
# Returns During and After Election Years

S&P 500 Index: 1928–2017

■ Average Return Year Subsequent to Election = 9.9%  
■ Average Return During Election Year = 11.3%



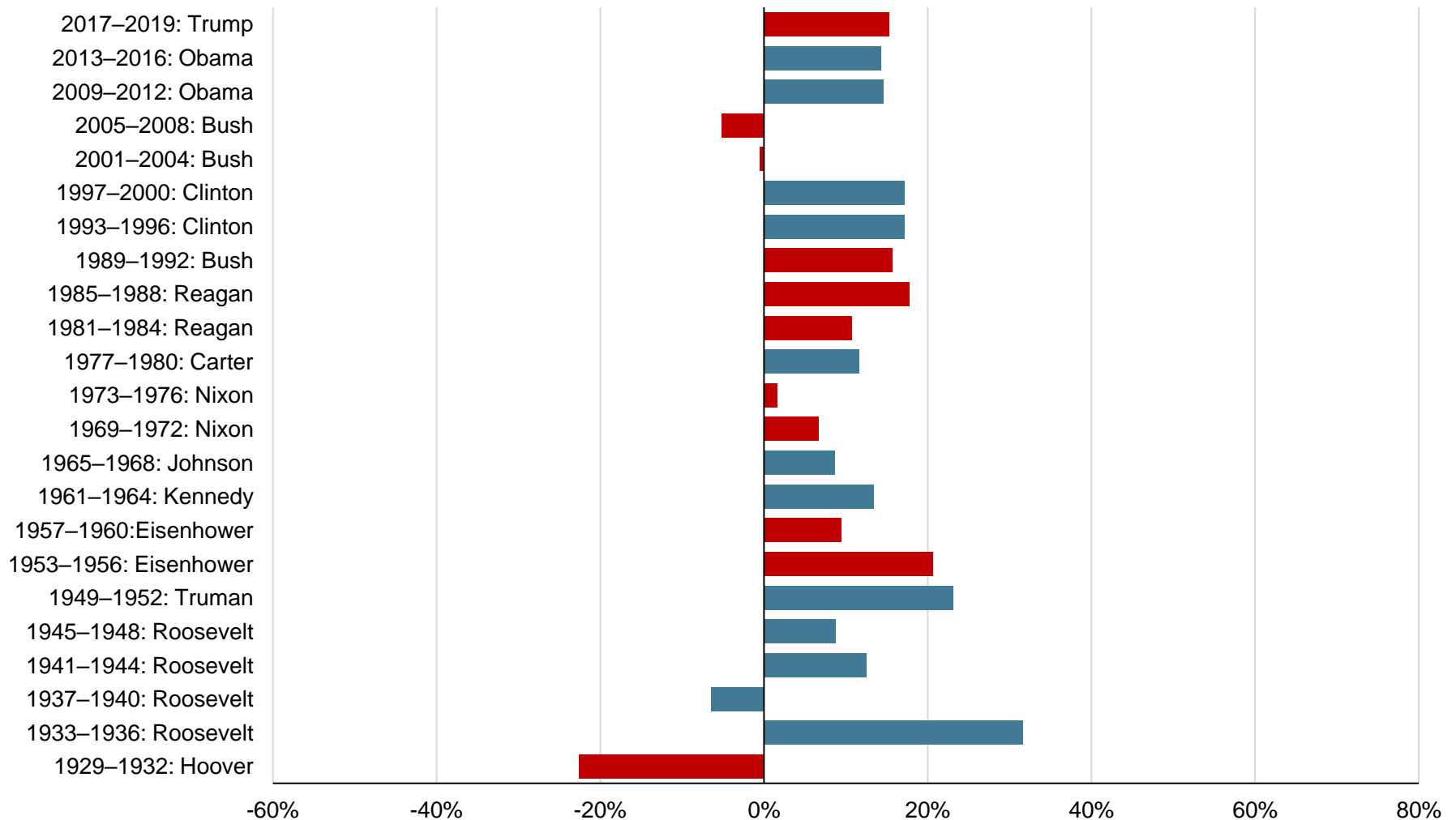
Indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Past performance is not a guarantee of future results. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns may be lower. Source: S&P data © 2019 S&P Dow Jones Indices LLC, a division of S&P Global. All rights reserved.



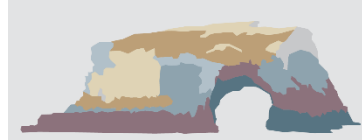
# Annualized Returns During Presidential Terms

S&P 500 Index: 1929–2019

Average Return for Presidential Terms = 10.3%

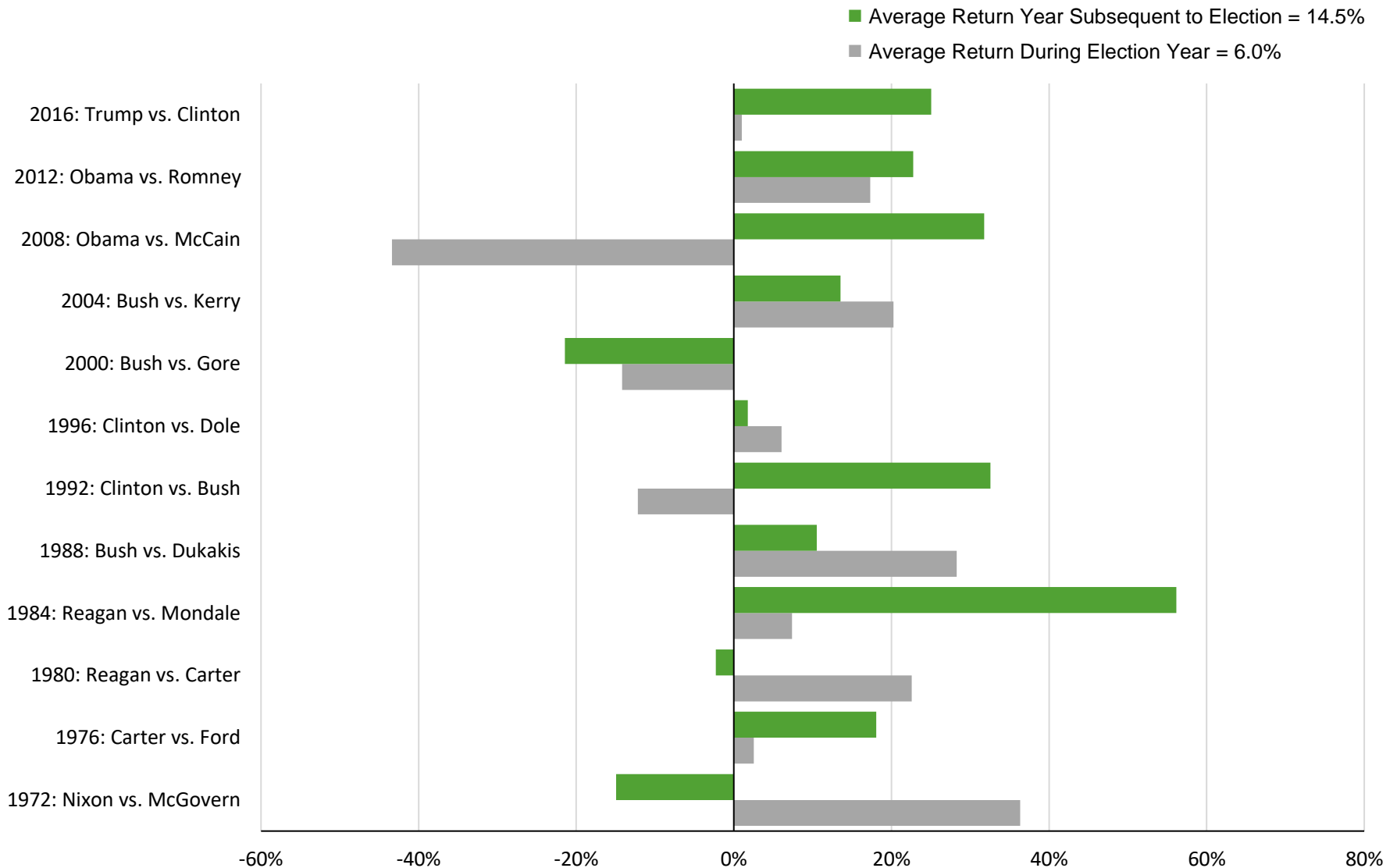


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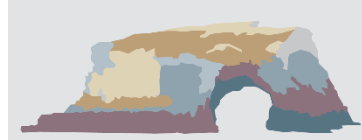
# Returns During and After Election Years

MSCI EAFE Index<sup>1</sup>: 1972–2017



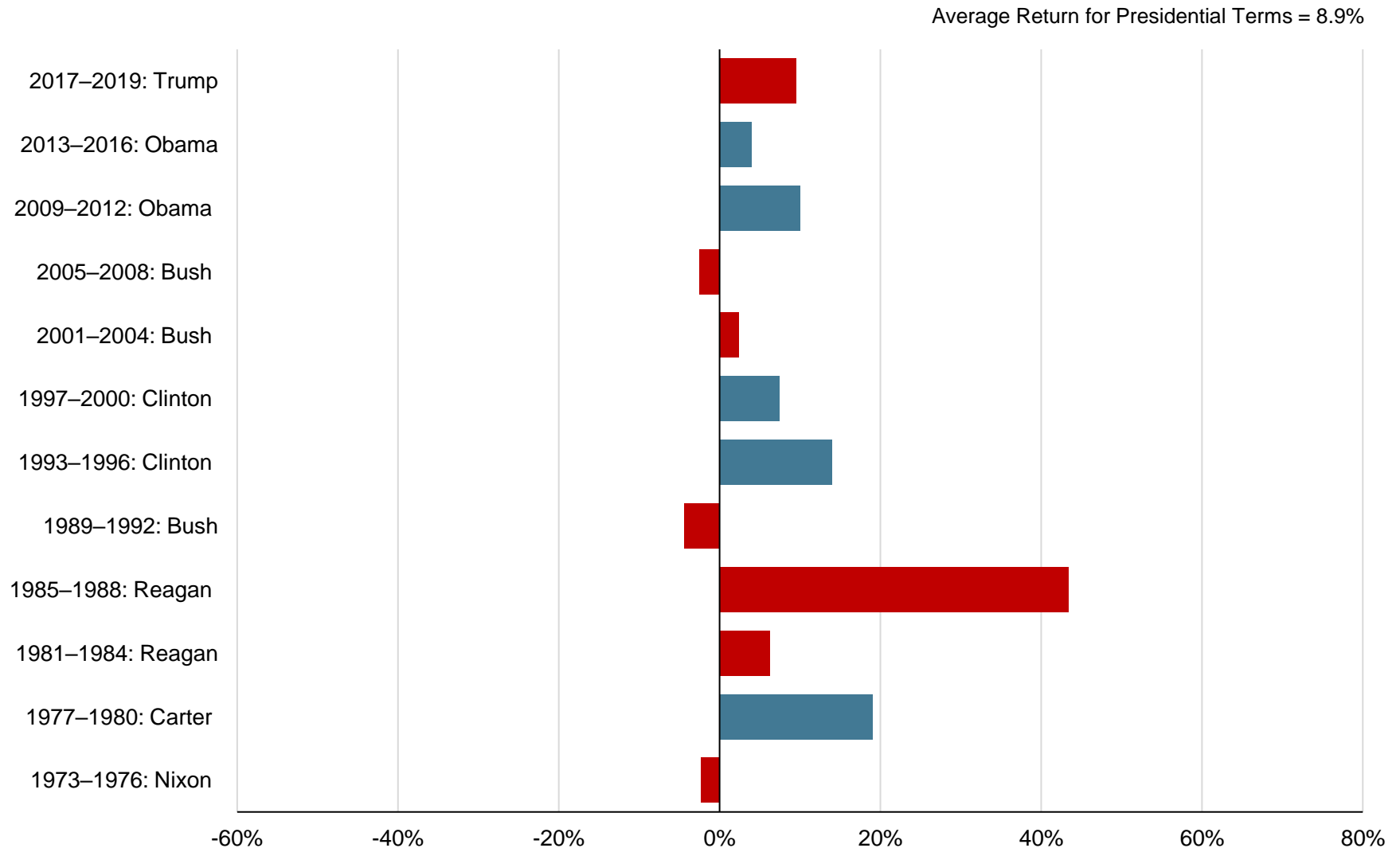
1. Net dividends.

Indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Past performance is not a guarantee of future results. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns may be lower. Source: MSCI data © MSCI 2019, all rights reserved.



# Annualized Returns During Presidential Terms

MSCI EAFE Index<sup>1</sup>: 1973–2019



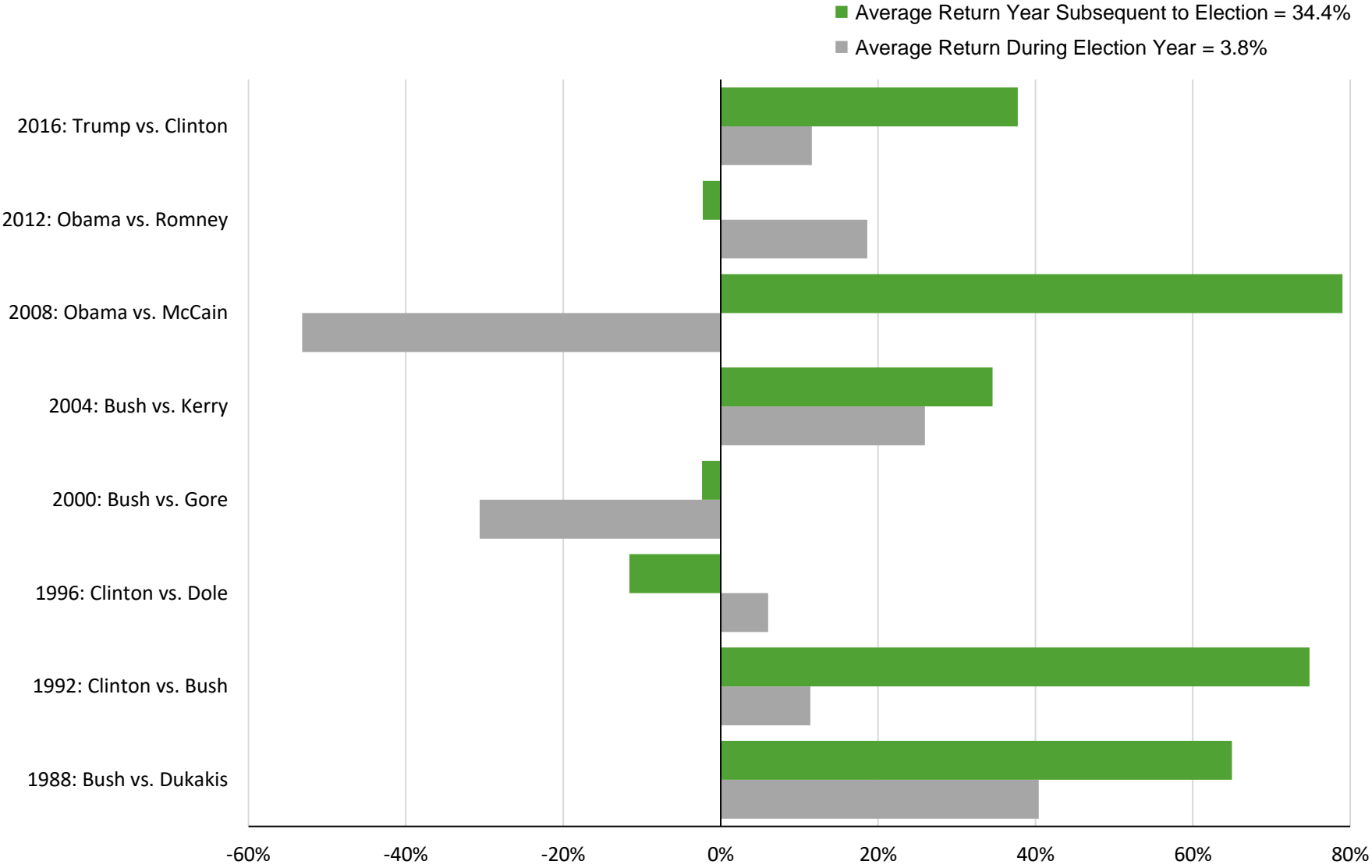
1. Net Dividends.

Indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Past performance is not a guarantee of future results. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns may be lower. Source: MSCI data © MSCI 2020, all rights reserved.

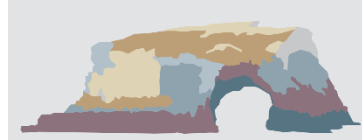


# Returns During and After Election Years

MSCI Emerging Markets Index<sup>1</sup>: 1988–2017

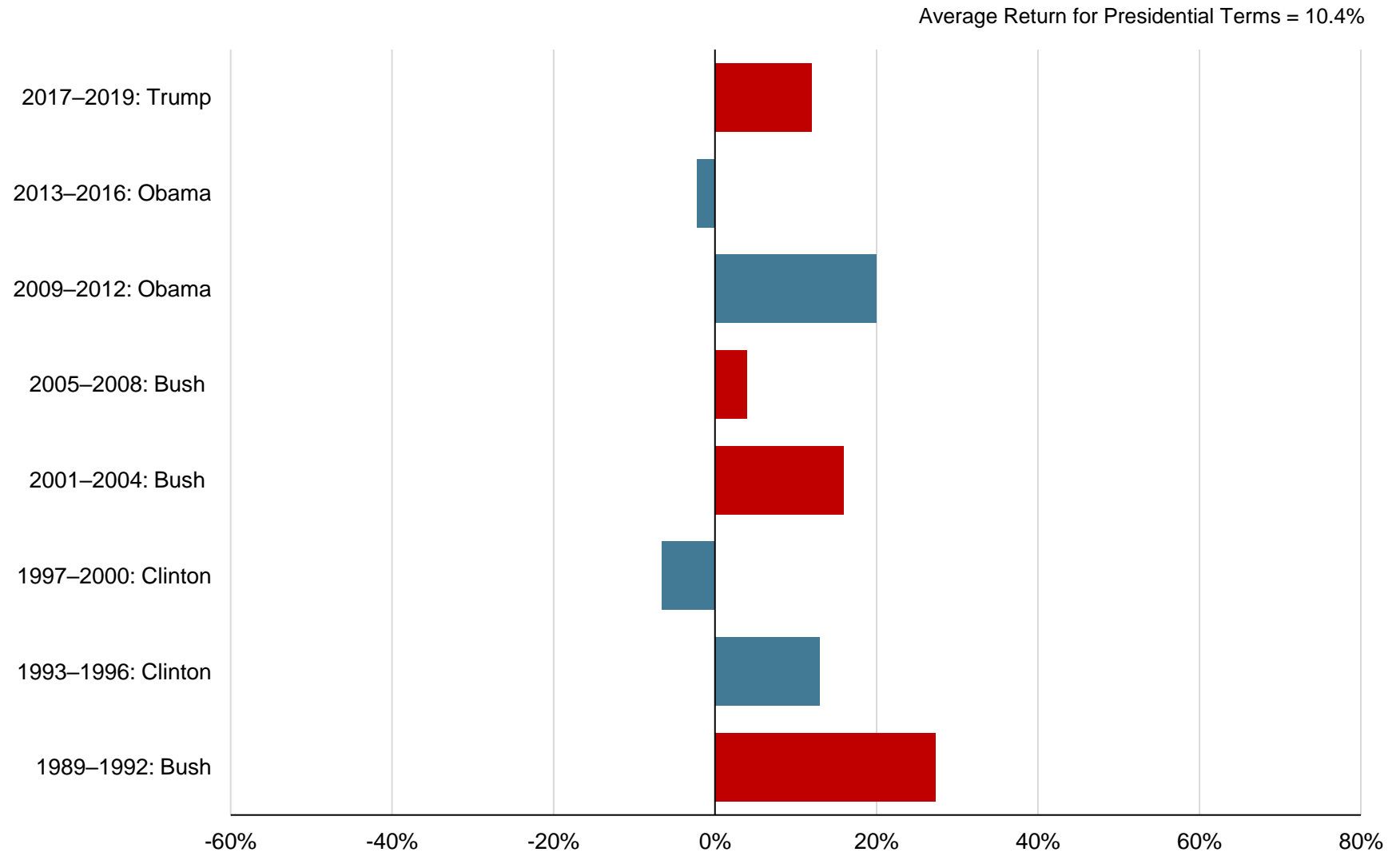


1. Gross dividends. Indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Past performance is not a guarantee of future results. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns may be lower. Source: MSCI data © MSCI 2019, all rights reserved.



# Annualized Returns During Presidential Terms

MSCI Emerging Markets Index<sup>1</sup>: 1989–2019



1. Gross dividends.

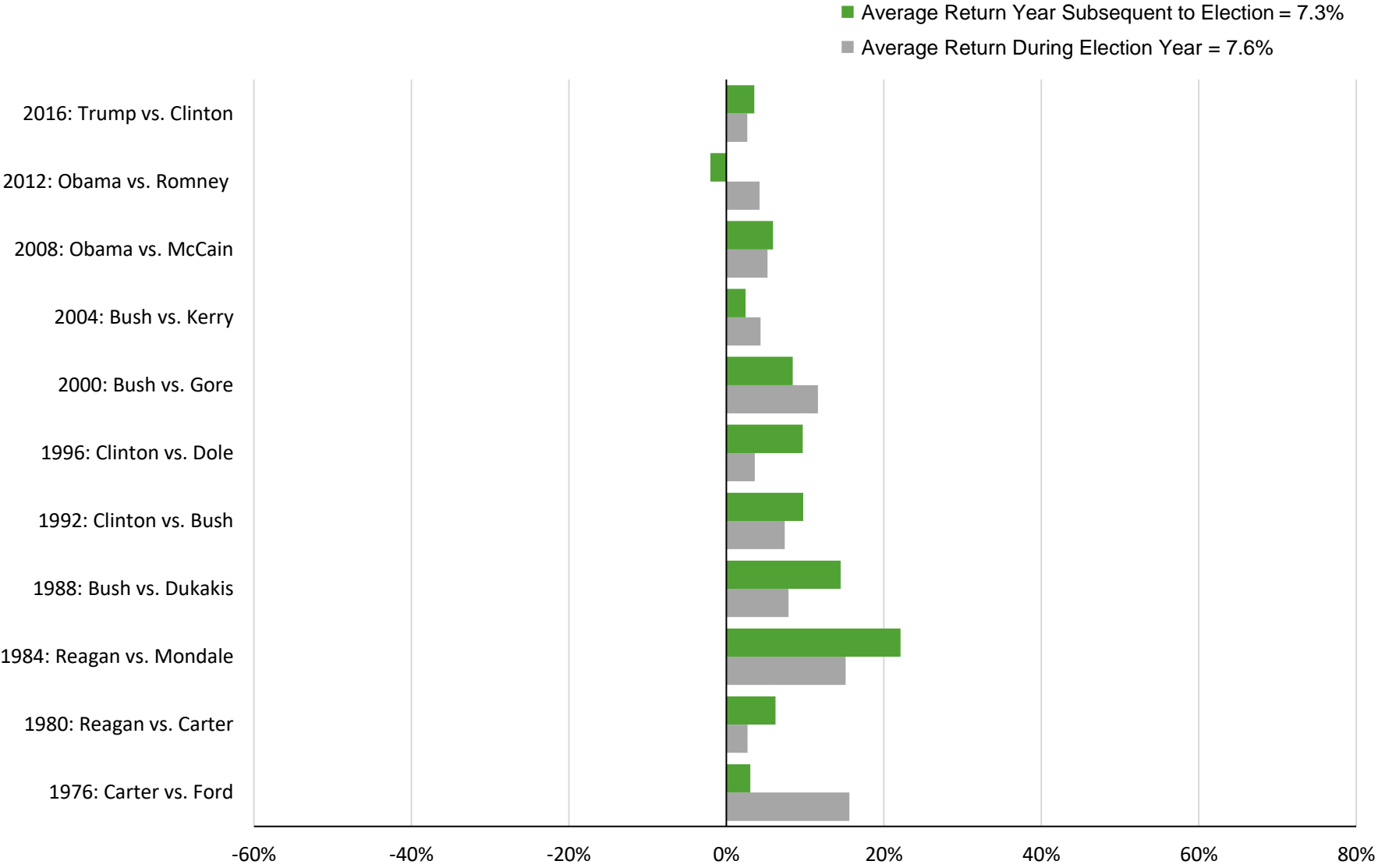
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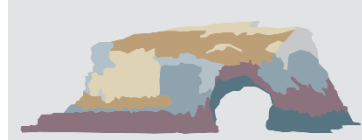


# Returns During and After Election Years

Bloomberg Barclays US Aggregate Bond Index: 1976–2017

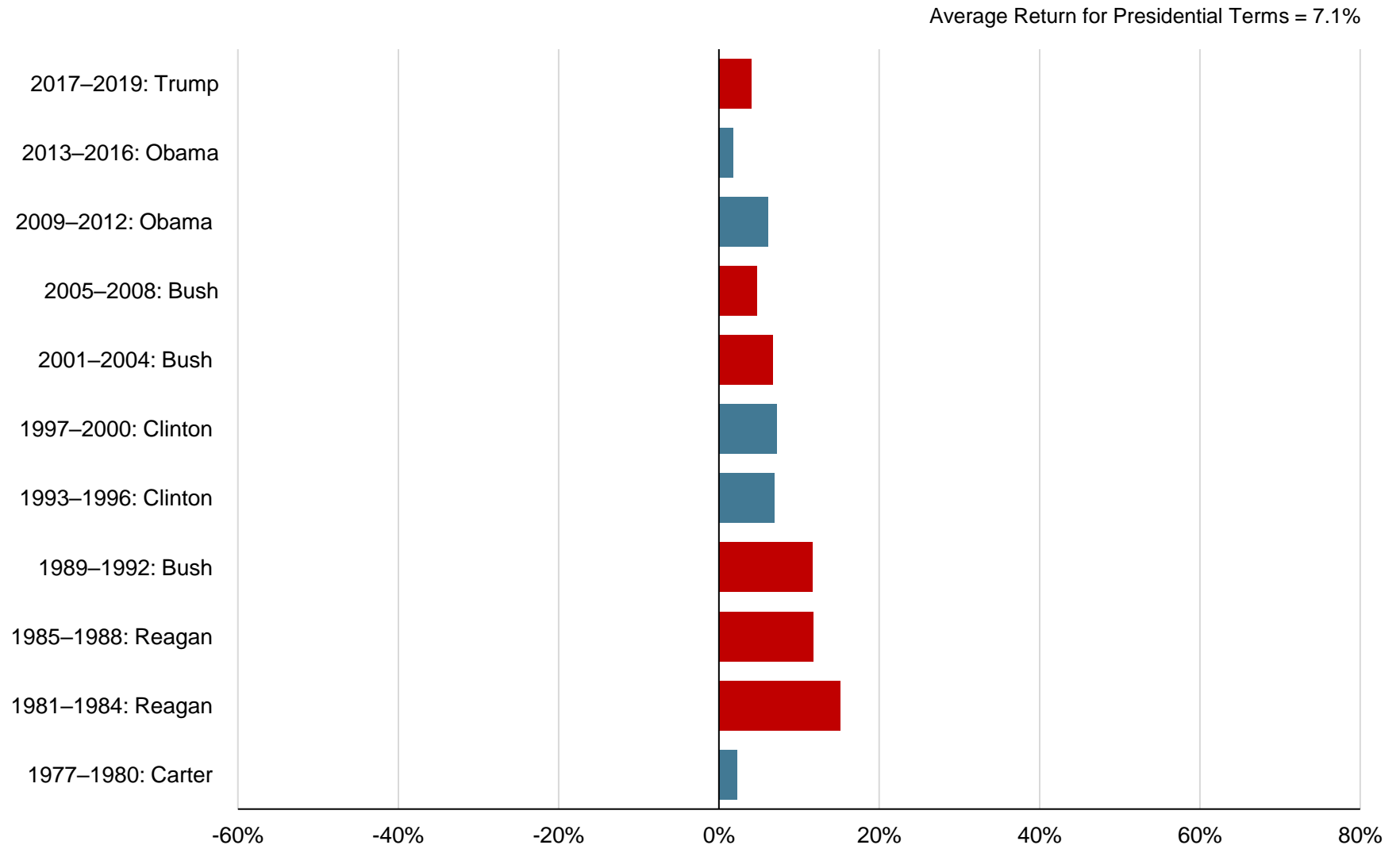


Indices are not available for direct investment. Their performance does not reflect the expenses associated with the management of an actual portfolio. Past performance is not a guarantee of future results. Index returns are not representative of actual portfolios and do not reflect costs and fees associated with an actual investment. Actual returns may be lower. Source: Bloomberg Barclays data provided by Bloomberg.

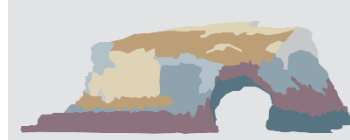


# Annualized Returns During Presidential Terms

Bloomberg Barclays US Aggregate Bond Index: 1977–2019

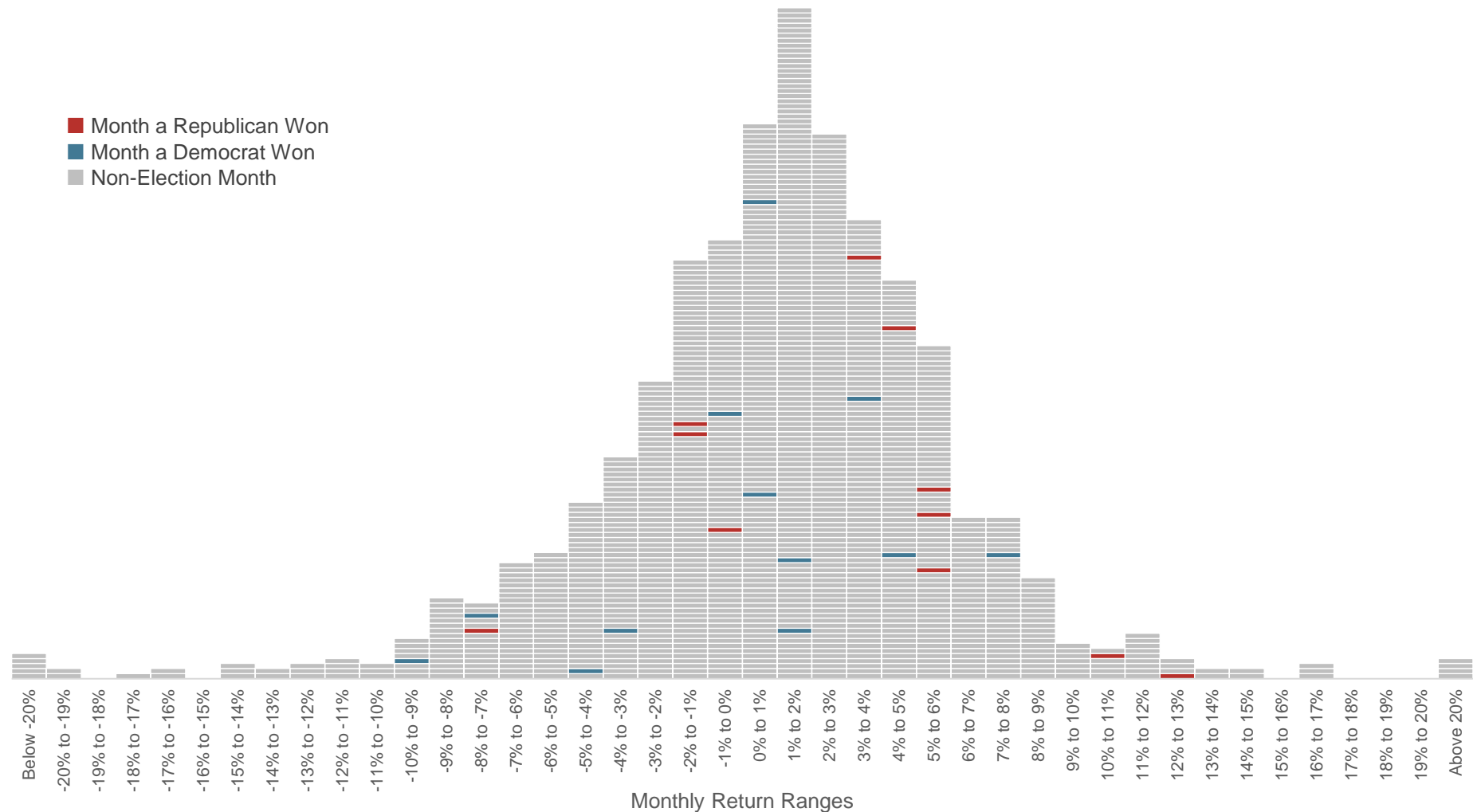


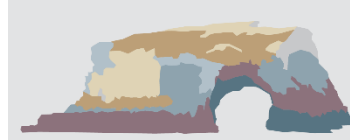
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# Presidential Elections and S&P 500 Returns

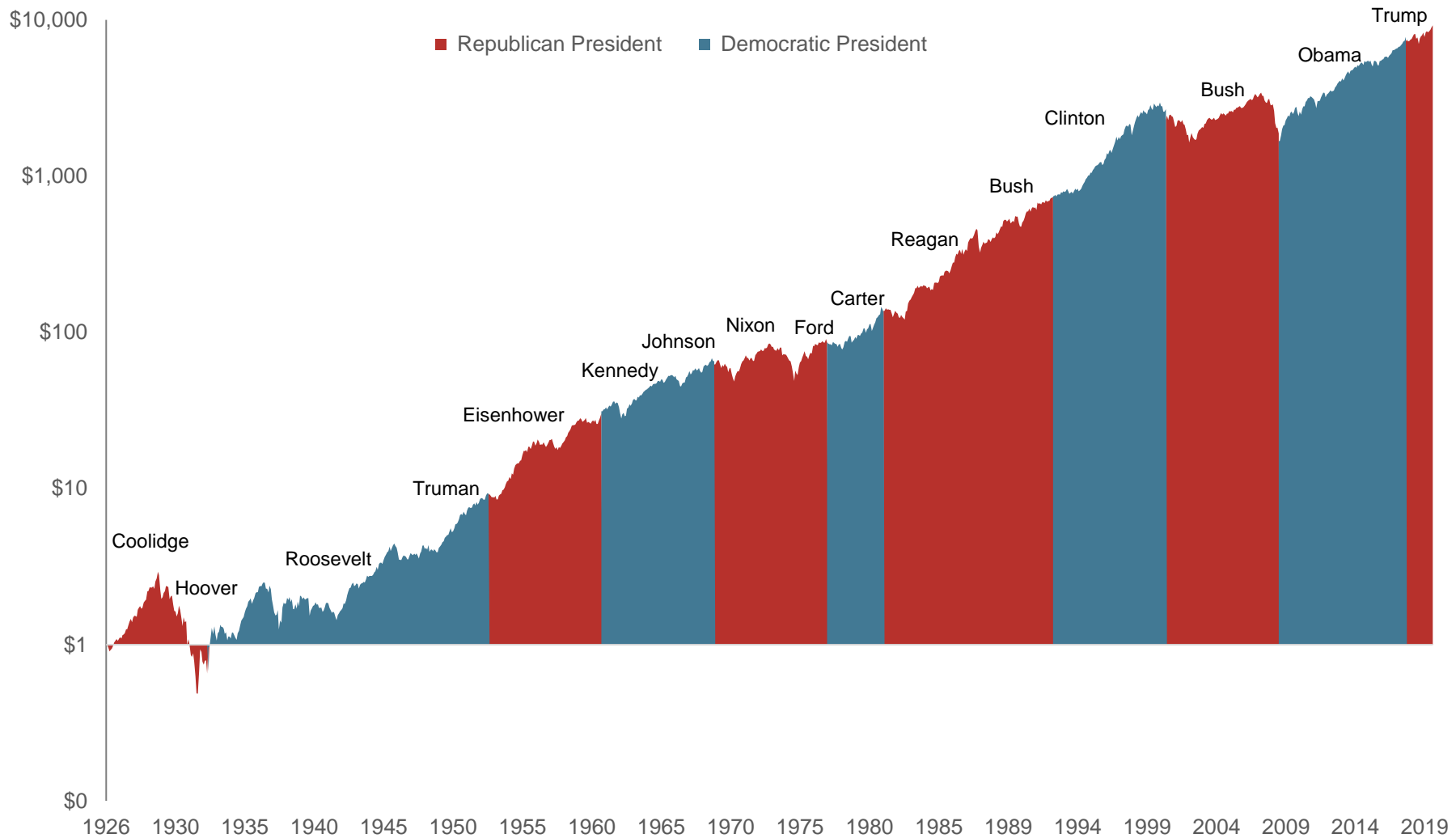
Histogram of Monthly Returns: January 1926–December 2019





# Markets Have Rewarded Long-Term Investors under a Variety of Presidents

Growth of a Dollar Invested in the S&P 500: January 1926–December 2019

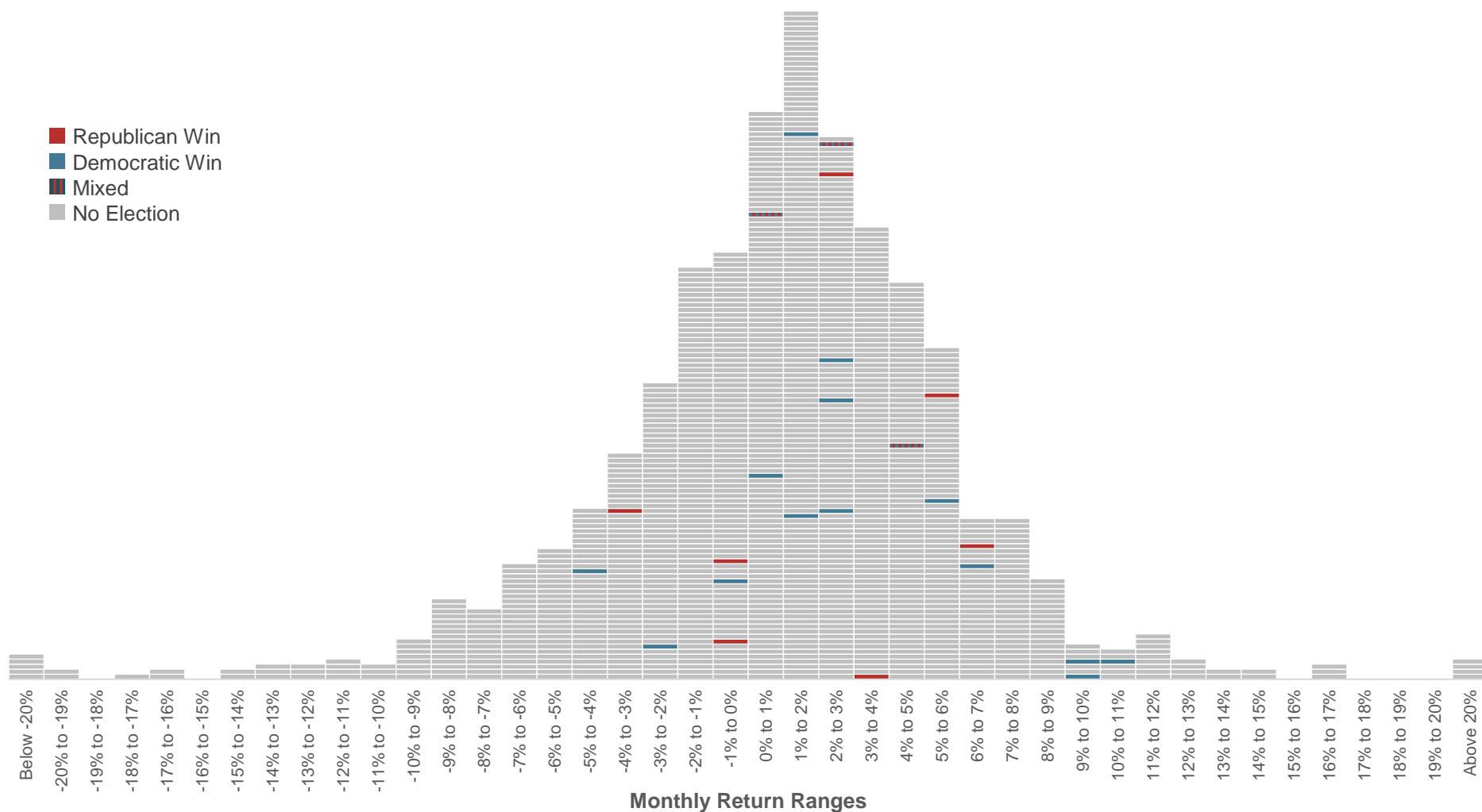


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# Midterm Elections and S&P 500 Index Returns

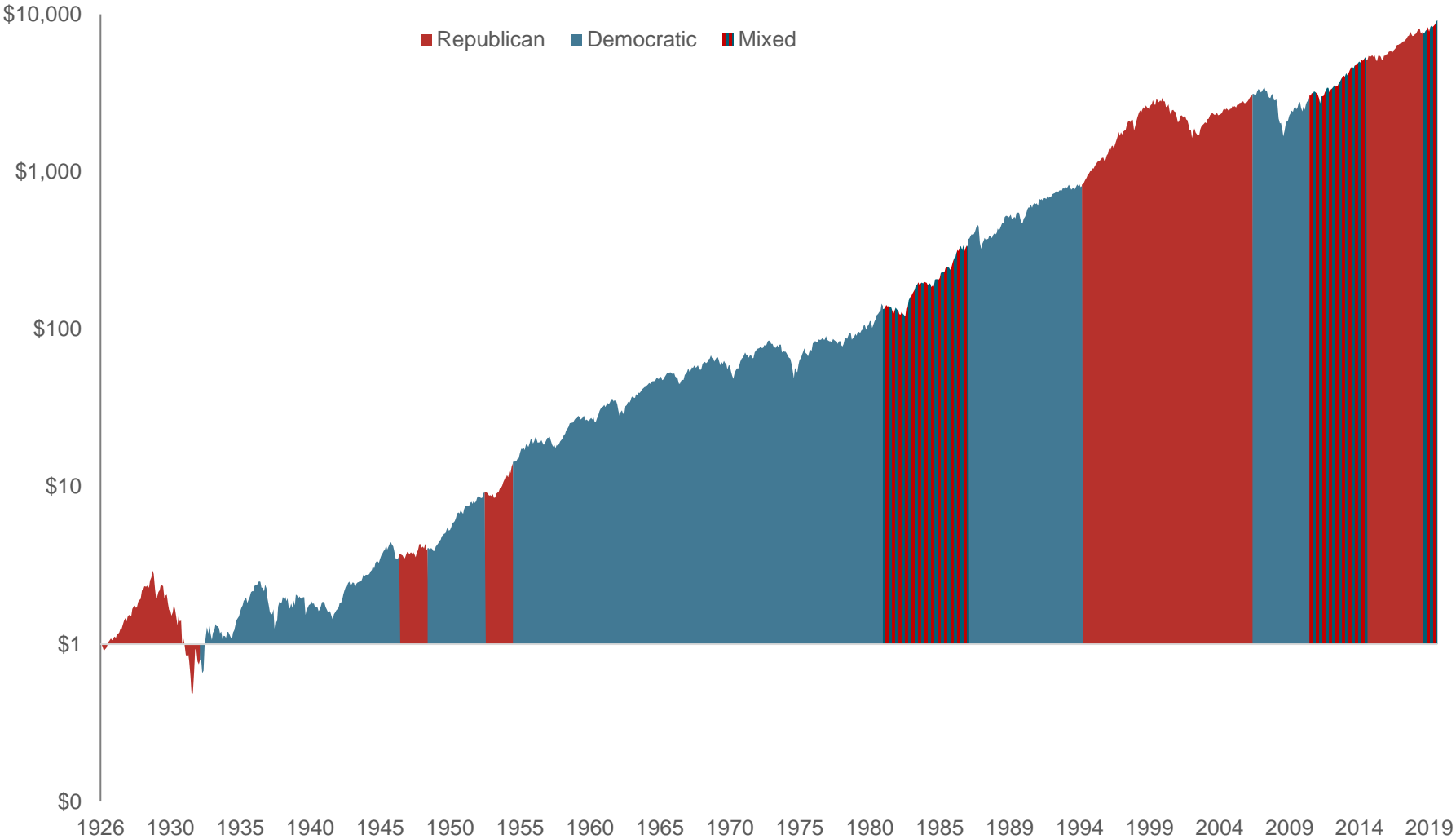
Histogram of Monthly Returns: January 1926–December 2019





# Hypothetical Growth of \$1 Invested in the S&P 500 Index and Party Control of Congress

January 1926–December 2019



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