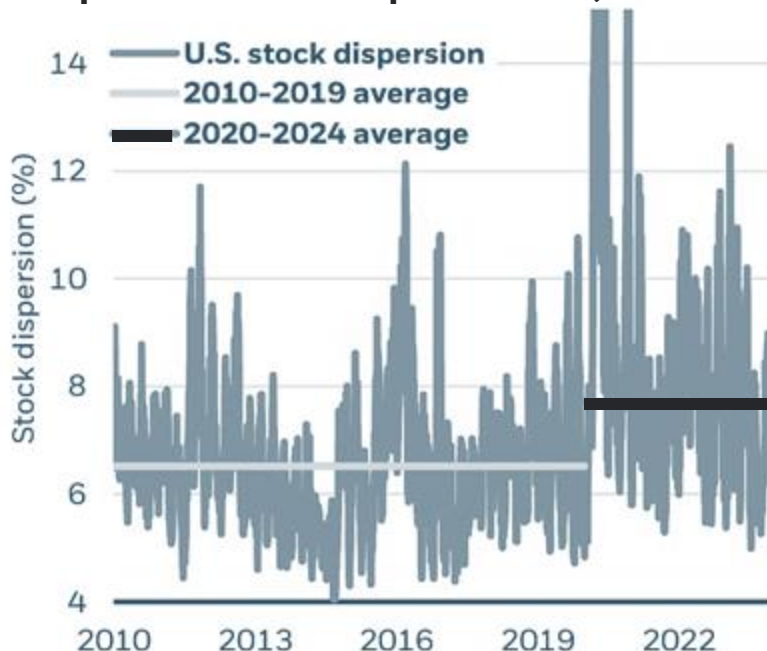


Opportunities for Active Managers

Dispersion of S&P 500 performance, 2010-2024



Source: Blackrock Investment Institute, with data from LSEG Datastream, February 2024

Key Takeaways

June 2024

- Since the COVID pandemic, markets have experienced a new regime of greater volatility and uncertainty. This has led to heightened dispersion in markets around the world.
- High levels of market dispersion give active managers an opportunity that passive funds don't have: the chance to be selective and focus on owning securities with strong fundamentals and earnings growth to drive returns.
- Active management also historically outperforms in down markets and when stocks are not moving in sync. Volatility and dispersion often pick up during periods of stress, further underlining the importance of active management in volatile market environments.
- With elevated macro uncertainty alongside rich valuations, active managers will have an opportunity to generate alpha through insightful security selection focusing on companies with strong fundamentals

Learn more in our short video on this topic. [Click here to view.](#)