AI-01177 Beat The Market

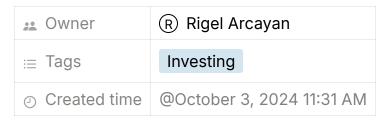|	
👥 Owner	Ⓡ Rigel Arcayan
☰ Tags	Investing
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What does it mean when "the investor beat the market? What are the key metrics that a can say "I beat the market"? Can an individual investor like me beat the market? I am on a market cap technology index etf, did I beat the market?

To "beat the market" means that an investor's portfolio has generated returns that exceed the benchmark index. This benchmark is typically a broad-based market index, such as the S&P 500 in the United States or the FTSE 100 in the United Kingdom.

Key metrics to determine if you've beaten the market:

- **Return on Investment (ROI):** This measures the percentage increase or decrease in the value of your investment over a specific period.

- **Alpha:** This measures the excess return generated by your portfolio compared to the benchmark, adjusted for risk. A positive alpha indicates you've outperformed the market.

- **Sharpe ratio:** This measures risk-adjusted returns. A higher Sharpe ratio suggests you've achieved better returns for the level of risk taken.

Can an individual investor beat the market?

While it's challenging, individual investors can beat the market by:

- **Conducting thorough research:** Analyze companies, industries, and economic trends.

- **Diversifying your portfolio:** Spread your investments across different asset classes and sectors to reduce risk.

- **Long-term investing:** Focus on the long-term and avoid short-term trading.

- **Using low-cost investments:** Opt for index funds or ETFs with low expense ratios.

Did you beat the market with a market cap technology index ETF?

To determine if you beat the market with your technology ETF, you'll need to compare its performance to the benchmark index for technology stocks. If your ETF's returns exceed the benchmark's returns over the same period, you've beaten the market.

Note: Past performance is not indicative of future results. It's essential to consider other factors, such as risk tolerance and investment goals, when evaluating your investment performance.

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Fidelity MSCI Information Technology Index ETF

$171.17 ↑22.45% +31.38 YTD

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| 1D | 5D | 1M | 6M | **YTD** | 1Y | 5Y | MAX |

▎ **Fidelity MSCI Information Te...**	$171.17	↑22.45%	
▎ **iShares US Technology ETF**	$149.05	↑24.71%	✕
▎ **Nasdaq-100**	19,802.58	↑19.70%	✕
▎ **S&P 500**	5,709.54	↑20.38%	✕
▎ **Fidelity Blue Chip Growth ETF**	$42.15	↑29.02%	✕

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Fidelity MSCI Information Technology Index ETF

$171.17 ↑37.96% +47.10 1Y

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| 1D | 5D | 1M | 6M | YTD | **1Y** | 5Y | MAX |

█ Fidelity MSCI Information Te...	$171.17	↑37.96%	
█ iShares US Technology ETF	$149.05	↑40.34%	✕
█ Nasdaq-100	19,802.58	↑33.46%	✕
█ S&P 500	5,709.54	↑33.14%	✕
█ Fidelity Blue Chip Growth ETF	$42.15	↑44.15%	✕

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Fidelity MSCI Information Technology Index ETF

$171.17 ↑168.00% +107.30 5Y

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| 1D | 5D | 1M | 6M | YTD | 1Y | 5Y | MAX |

▎Fidelity MSCI Information T…	$171.17	↑168.00%	
▎iShares US Technology ETF	$149.05	↑191.63%	✕
▎Nasdaq-100	19,802.58	↑155.38%	✕
▎S&P 500	5,709.54	↑93.41%	✕
▎Fidelity Blue Chip Growth ETF	$42.15	↑106.31%	✕