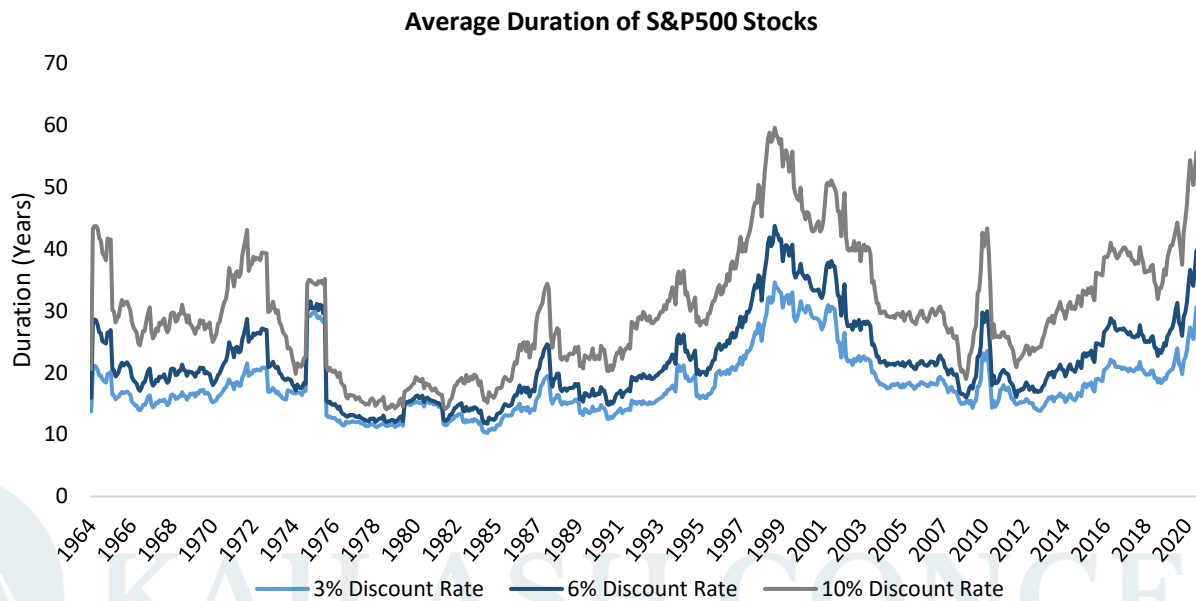


# How Discount Rates Impact Duration:

## Fig. 1 at 3%, 6% & 10% Discount Rates

In the paper, we used a 6% discount rate to calculate average duration. In the chart below, we have added in average duration using 3% & 10% discount rates. As you can see, shifting the discount rates merely moves the line up or down.

**Fig. 1: Average Duration of S&P500 Stocks at Varying Discount Rates**



Source: Kailash Capital; Data from 4/30/1964-2/28/2021

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