

Global Diversification Can Make a World of Difference

PERCENT OF WORLD EQUITY MARKET CAPITALIZATION

As of December 31, 2025



The US stock market is the biggest in the world, but investors who ignore other global markets may miss out on a wealth of opportunity.

- Stocks of the roughly 19,500 companies trading outside the US represent 38% of the world's \$113 trillion equity market.
- When determining where to invest, a country's size may not be a primary consideration. Japan, for instance, is relatively small but accounts for 5% of the world's equity market value.
- Global diversification captures returns from companies around the world and can potentially offset a weak market with stronger returns elsewhere.

Investing globally can deliver more reliable outcomes over time.

United States

- 3,442 companies
- \$70 trillion
- 62% of world market cap

Developed ex US

- 6,649 companies
- \$28 trillion
- 25% of world market cap

Emerging

- 11,227 companies
- \$14 trillion
- 12% of world market cap

Other

- 1,578 companies
- \$572 billion
- 0.5% of world market cap

Past performance is not a guarantee of future results. Diversification neither assures a profit nor guarantees against loss in a declining market.

In USD. Market cap data is free-float adjusted and meets minimum liquidity and listing requirements. Dimensional makes case-by-case determinations about the suitability of investing in each emerging market, making considerations that include local market accessibility, government stability, and property rights before making investments. China A-shares that are available for foreign investors through the Hong Kong Stock Connect program are included in China. 30% foreign ownership limit and 25% inclusion factor are applied to China A-shares. Many nations are not displayed. Totals may not equal 100% due to rounding. For educational purposes; should not be used as investment advice. Bloomberg data provided by Bloomberg.

The US stock market is the biggest in the world based on the free-float adjusted market capitalization.

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