

BBH

VanEck Biotech ETF

Analyst Report

This ETF offers targeted exposure to the biotech industry, a corner of the health care sector that is capable of delivering big returns but also exhibiting significant volatility. Given that risk/return profile, accessing biotech through the exchange-traded wrapper has some obvious appeal; it allows investors to spread out exposure, thereby increasing the opportunity of holding a stock that hits it big. Given that targeted objective, this ETF is probably most useful for those seeking tactical exposure to this corner of the market; the underlying holdings are generally found in broad-based equity ETFs, so there should be little appeal to buy-and-holders.

BBH used to be structured as a HOLRDS offered by Merrill Lynch, and converted to a true ETF in 2011. It should be noted, however, that this fund still maintains some of the concentration that was characteristic of HOLDS; a few stocks receive significant allocations in the portfolio, and the top ten holdings combine to make up the majority of assets.

There are some other biotech ETFs out there that may be interesting opportunities, including IBB, XBI, FBT, and PBE. Those looking for a deep, balanced portfolio will probably prefer to avoid this Market Vectors ETF and utilize a fund such as IBB or XBI instead.

ESG Themes and Scores

6.57/10

ESG Rate

50.91%

Global Percentile

55.03%

Peer Percentile

Performance Data

	BBH	ETF Database Category Average	Factset Segment Average
1 Month	6.36%	7.86%	6.36%
3 Month	7.84%	15.54%	7.84%
YTD Return	3.83%	8.68%	3.83%
1 Year Return	28.81%	35.57%	28.81%
3 Year Return	8.21%	8.71%	8.21%
5 Year Return	0.17%	1.14%	0.17%

Top 5 Holdings

Symbol	Holding	% Assets
AMGN	Amgen Inc.	15.44%
GILD	Gilead Sciences, Inc.	13.21%
VRTX	Vertex Pharmaceuticals Incorporated	9.08%
REGN	Regeneron Pharmaceuticals, Inc.	6.48%
RVMD	Revolution Medicines, Inc.	4.99%

Vitals

Issuer	VanEck
Brand	VanEck
Structure	ETF
Expense Ratio	0.35%
Inception	Dec 20, 2011
Index Tracked	MVIS US Listed Biotech 25

ETF Database Themes

Category	Health & Biotech Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Growth
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: Global Biotechnology
Category	Sector
Focus	Health Care
Niche	Biotechnology
Strategy	Vanilla
Weighting	Market Cap

