

BKHY

BNY Mellon High Yield ETF

Analyst Report

The BNY Mellon High Yield Beta ETF (BKHY) offers broad exposure to “junk” bonds — debt issued by borrowers with a higher risk of default. For taking on the added risk, investors are rewarded with higher yields than those offered on ultra-safe U.S. Treasuries or investment-grade debt issued by the most creditworthy companies. ETFs offer quite a few high-yield options, including active management, so-called “smart” indexing, and even an ETF that screens junk debt based on environmental, social, and government criteria.

BKHY is competitively priced. It is much cheaper than its largest rivals: the iShares iBoxx \$ High Yield Corporate Bond ETF (HYG) and the SPDR Bloomberg Barclays High Yield Bond ETF (JNK). It competes with other low-cost high-yield funds like the SPDR Portfolio High Yield Bond ETF (SPHY)

BKHY is part of a lineup of ETFs introduced by BNY Mellon in April 2020. As a latecomer to a crowded market, BNY Mellon garnered attention by offering extremely low-fee products, including some of the first zero-fee ETFs, making its new funds some of the cheapest on the market.

ESG Themes and Scores

5.44/10

ESG Rate

27.27%

Global Percentile

35.1%

Peer Percentile

Performance Data

	BKHY	ETF Database Category Average	Factset Segment Average
1 Month	3.92%	3.35%	3.10%
3 Month	0.03%	-0.06%	-0.11%
YTD Return	1.34%	1.13%	1.00%
1 Year Return	7.81%	6.74%	5.90%
3 Year Return	6.72%	5.27%	3.92%
5 Year Return	6.13%	3.32%	2.25%

Top 5 Holdings

Symbol	Holding	% Assets
Other	CORPORATE BOND	0.71%
Other	DIRECTV Financing LLC 5.875% 15-AUG-2027	0.50%
Other	EchoStar Corporation 10.75% 30-NOV-2029	0.47%
Other	U.S. Dollar	0.39%
Other	TransDigm Inc. 5.5% 15-NOV-2027	0.35%

Vitals

Issuer	BNY Mellon
Brand	BNY Mellon
Structure	ETF
Expense Ratio	0.22%
Inception	Apr 24, 2020
Index Tracked	Bloomberg US High Yield - Corporate

ETF Database Themes

Category	High Yield Bonds
Asset Class	Bond
Asset Class Size	N/A
Asset Class Style	N/A
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Fixed Income: U.S. - Corporate, Broad-based High Yield
Category	Corporate, Broad-based
Focus	High Yield
Niche	Broad Maturities
Strategy	Active
Weighting	Proprietary

