

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

5.34/10

ESG Rate

20.45%

Global Percentile

30.7%

Peer Percentile

Performance Data

	BKHY	ETF Database Category Average	Factset Segment Average
1 Month	0.57%	0.52%	0.39%
3 Month	2.77%	2.62%	1.88%
YTD Return	1.96%	1.69%	1.16%
1 Year Return	6.54%	5.65%	3.78%
3 Year Return	9.06%	6.31%	4.56%
5 Year Return	4.04%	2.02%	1.50%

Top 5 Holdings

Symbol	Holding	% Assets
Other	U.S. Dollar	0.87%
Other	1261229 B.C. Ltd. 10.0% 15-APR-2032	0.46%
Other	Meridian Arc Holdco LLC 6.25% 30-APR-2031	0.41%
Other	Oak-Eagle Acquireco, Inc. 7.25% 01-JUL-2033	0.39%
Other	Centene Corporation 4.625% 15-DEC-2029	0.37%

Vitals

Issuer	BNY
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

