

ESPO

VanEck Video Gaming and eSports ETF

Analyst Report

The VanEck Vectors Video Gaming and eSports ETF (ESPO) is part of VanEck's suite of niche and thematic funds. ESPO

tracks a market-cap weighted index of fewer than 30 companies involved in gaming and esports development, hardware, and software, including casinos and online betting. To make the cut, companies must derive at least half of their revenue from those businesses. ESPO charges a management fee of 55 basis points, which is pricey for passive funds but in line with other nice products.

ESPO's portfolio is dominated by companies including NVIDIA, Tencent and Advanced Micro Devices, stocks commonly found in cheaper, diversified tech ETFs. U.S. equities account for more than a third of the portfolio, followed by Japan, China and South Korea.

Alternatives include the Global X Video Games & ESports ETF (HERO), which is a bit cheaper at 50 basis points. Like ESPO, HERO tracks an index of global firms that get more than half their revenue from video games and esports. But HERO, unlike ESPO, places caps on individual holdings, which keeps some of the larger companies from swamping the portfolio.

ESG Themes and Scores

6.39/10

ESG Rate

43.24%

Global Percentile

67.82%

Peer Percentile

Performance Data

	ESPO	ETF Database Category Average	Factset Segment Average
1 Month	-3.35%	5.53%	-0.80%
3 Month	-4.85%	10.18%	-1.14%
YTD Return	-13.87%	10.04%	-12.76%
1 Year Return	-12.75%	26.50%	-7.06%
3 Year Return	19.10%	21.17%	13.19%
5 Year Return	6.11%	10.01%	-0.97%

Top 5 Holdings

Symbol	Holding	% Assets
NTES	Netease Inc Sponsored ADR	7.96%
EA	Electronic Arts Inc.	6.85%
700	Tencent Holdings Ltd	6.60%
U	Unity Software, Inc.	6.59%
7974	Nintendo Co., Ltd.	6.03%

Vitals

Issuer	VanEck
Brand	VanEck
Structure	ETF
Expense Ratio	0.55%
Inception	Oct 16, 2018
Index Tracked	MVIS Global Video Gaming & eSports

ETF Database Themes

Category	Large Cap Growth Equities
Asset Class	Equity
Asset Class Size	Large-Cap
Asset Class Style	Growth
Region (General)	Developed Markets
Region (Specific)	Broad

FactSet Classifications

Segment	Equity: Global Video Games & eSports
Category	Sector
Focus	Theme
Niche	Video Games & eSports
Strategy	Vanilla
Weighting	Market Cap

