

FDHY

Fidelity Enhanced High Yield ETF

Analyst Report

The Fidelity High Yield Factor ETF (FDHY) is an actively managed fund for investors looking to access to U.S.-dollar denominated '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. FDHY may invest in securities issued by G10 member countries, Western European nations, and U.S. territories. Bonds have been one of the bright spots for active managers, and many bond ETFs manage to outperform their benchmarks — something stock pickers often fail to achieve. An investment in FDHY is ultimately a bet on the manager's ability to beat the market. FDHY's management fee is reasonable for active management, but there are cheaper options out there, especially passive rivals like the SPDR Bloomberg Barclays High-Yield Bond ETF (JNK) and the iShares iBoxx USD High Yield Corporate Bond ETF (HYG). The ETF marketplace offers quite a few high-yield variations, including active management, so-called 'smart' indexing, and even an ETF that screens junk debt based on environmental, social, and government criteria.

ESG Themes and Scores

5.14/10

ESG Rate

17.55%

Global Percentile

9.77%

Peer Percentile

Performance Data

	FDHY	ETF Database Category Average	Factset Segment Average
1 Month	0.12%	0.41%	0.20%
3 Month	1.35%	1.47%	1.02%
YTD Return	2.12%	1.60%	1.26%
1 Year Return	8.25%	6.47%	4.68%
3 Year Return	8.64%	7.21%	4.06%
5 Year Return	4.02%	2.42%	0.91%

Top 5 Holdings

Symbol	Holding	% Assets
Other	Fidelity Revere Street Trust Central Cash Collateral Fund	7.71%
Other	Golar LNG Limited 7.5% 02-OCT-2030	1.10%
Other	CoreWeave, Inc. 9.25% 01-JUN-2030	1.08%
Other	Rithm Capital Corp. 8.0% 01-APR-2029	1.02%
Other	Enova International, Inc. 9.125% 01-AUG-2029	0.97%

Vitals

Issuer	Fidelity
Brand	Fidelity
Structure	ETF
Expense Ratio	0.35%
Inception	Jun 12, 2018
Index Tracked	N/A

ETF Database Themes

Category	High Yield Bonds
Asset Class	Bond
Asset Class Size	N/A
Asset Class Style	N/A
Region (General)	Developed Markets
Region (Specific)	Broad

FactSet Classifications

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

