

FIVG

Defiance Next Gen Connectivity ETF

Analyst Report

The Defiance Next Gen Connectivity ETF (FIVG) invests in companies involved in research, development and commercialization of new infrastructure that supports connective technology.

The ETF tracks the BlueStarGlobal 5G Communications Index, which identified about 60 U.S.-listed stocks from around the world that are involved in the development of 5G networks, such as carrier equipment manufacturing like cell phone antennas and routers, enhanced mobile broadband chips, new radio technology, cloud computing equipment, satellite communications and mobile networks.

Maximum weights are imposed on sub-sectors of the 5G industry to keep the largest firms from dominating the portfolio. Top holdings include Ericsson, Qualcomm, Analog Devices, as well as familiar U.S. telecom like Verizon and AT&T.

While other funds own some of the same stocks as FIVG, none offer the same targeted exposure. At 30 basis points, FIVG is a bit pricey for passive but on the lower end for niche thematic products.

The closest competitor might be the First Trust Indxx NextG ETF (NXTG, formerly FONE prior to May 2019), which targets the same industry but owns a very different portfolio. Both funds were launched or reconstituted in the first half of 2019, so there's no long-term track record to compare, but FIVG costs half as much as NXTG, has garnered more assets, and trades with tighter spreads.

ESG Themes and Scores

7.3/10

ESG Rate

82.28%

Global Percentile

87.37%

Peer Percentile

Performance Data

	FIVG	ETF Database Category Average	Factset Segment Average
1 Month	0.59%	0.84%	-0.05%
3 Month	16.40%	12.64%	15.10%
YTD Return	18.62%	11.71%	20.49%
1 Year Return	25.79%	18.55%	26.01%
3 Year Return	6.34%	1.12%	6.59%
5 Year Return	12.98%	5.69%	8.66%

Top 5 Holdings

Symbol	Holding	% Assets
AAPL	Apple Inc.	6.30%
NVDA	NVIDIA Corporation	6.19%
AVGO	Broadcom Inc.	5.38%
ORCL	Oracle Corporation	4.57%
QCOM	QUALCOMM Incorporated	4.03%

Vitals

Issuer	Defiance ETFs
Brand	Defiance
Structure	ETF
Expense Ratio	0.30%
Inception	Mar 04, 2019
Index Tracked	MVIS Bluestar 5G Communications Index

ETF Database Themes

Category	Technology Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	Developed Markets
Region (Specific)	Broad

FactSet Classifications

Segment	Equity: Global 5G
Category	Sector
Focus	Theme
Niche	5G
Strategy	Vanilla
Weighting Scheme	Tiered

