

FNCL

Fidelity MSCI Financials Index ETF

Analyst Report

The Fidelity MSCI Financials Index ETF (FNCL) is one of several options for investors looking to gain access the U.S. financial sector, a corner of the domestic equity market that generally exhibits significant volatility. As a sector-specific ETF, FNCL is most appropriate for those looking to implement a tactical tilt or carry out a sector rotation strategy, and probably has little use for those building a long-term, buy-and-hold portfolio. This fund is heavily skewed towards large caps but does also include some mid- and small-cap exposure. With more than 300 holdings, FNCL offers considerably deeper exposure than the ultra-popular Financial Select Sector SPDR Fund (XLF). As of June 2020, FNCL is competitively priced against rivals including XLF, the Vanguard Financials ETF (VFH), and the iShares U.S. Financials ETF (IYF), which as of June 2020 was one of the more expensive options in the category. Short-term traders will likely prefer the size and liquidity of XLF.

ESG Themes and Scores

6.08/10

ESG Rate

38.1%

Global Percentile

29.51%

Peer Percentile

Performance Data

	FNCL	ETF Database Category Average	Factset Segment Average
1 Month	9.65%	8.36%	7.07%
3 Month	13.64%	11.34%	9.66%
YTD Return	36.42%	29.73%	25.56%
1 Year Return	44.51%	36.91%	32.19%
3 Year Return	11.94%	7.92%	5.93%
5 Year Return	13.50%	8.75%	7.40%

Top 5 Holdings

Symbol	Holding	% Assets
JPM	JPMorgan Chase & Co.	8.44%
BRK.B	Berkshire Hathaway Inc. Class B	7.56%
V	Visa Inc. Class A	6.31%
MA	Mastercard Incorporated Class A	5.24%
BAC	Bank of America Corp	3.95%

Vitals

Issuer	Fidelity
Brand	Fidelity
Structure	ETF
Expense Ratio	0.08%
Inception	Oct 21, 2013
Index Tracked	MSCI USA IMI Financials 25/50 Index

ETF Database Themes

Category	Financials Equities
Asset Class	Equity
Asset Class Size	Large-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: U.S. Financials
Category	Sector
Focus	Financials
Niche	Broad-based
Strategy	Vanilla
Weighting Scheme	Market Cap

