FNGU

MicroSectors FANG+ 3 Leveraged ETNs

Analyst Report

The MicroSectors FANG+ Index 3X Leveraged exchange-traded note aims to triple the daily return of an index of so-called FANG stocks, meaning Facebook, Amazon, Apple, Netflix, and Google-parent Alphabet Inc. The fund offers highly concentrated exposure those five “core” companies, plus another five technology growth stocks, including Alibaba, Baidu, NVIDIA, Tesla and Twitter.

The notes are intended to be used as short-term trading tools by sophisticated investors. FNGU, like most leveraged products, rebalances at the end of every trading day. In practice, this means FNGU’s performance will diverge significantly from the underlying stocks. The daily reset means that FNGU could lose money over time even if the underlying equities have posted a gain, which can come as a rude surprise to buy-and-hold investors.

Investors looking for long-term exposure to technology might be better-served with low-cost funds like State Street Corp.’s Technology Select Sector SPDR Fund (XLK) or the Vanguard Information Technology ETF (VGT). Both offer broad tech exposure, but don’t invest in household names like Alphabet, Facebook and Twitter due to an indexing change that reclassified those companies into communications services. (Those stocks can be found in XLC and VOX instead.) Another long-term option is the Invesco QQQ Trust, which invests in non-financial companies listed on the Nasdaq. (QQQ includes all the FANG stocks except Twitter, which is listed on the New York Stock Exchange.)

FNGU’s management fee of 95 basis points might seem like a high price to pay for a passive investment, but that shouldn’t be a major concern for short-term trading. For traders who want the leverage but prefer broad exposure to tech, there’s products like TECL from Direxion, which uses leverage to juice returns of the same stocks as XLK.

ETF TRENDS ETF DATABASE

ESG Themes and Scores

N/A	N/A	N/A
ESG Rate	Global Percentile	Peer Percentile

Performance Data

	FNGU	ETF Database Category Average	Factset Segment Average
1 Month	27.42%	7.56%	14.96%
3 Month	69.26%	22.73%	44.24%
YTD Return	27.32%	21.28%	22.10%
1 Year Return	52.63%	71.40%	61.44%
3 Year Return	N/A	20.84%	26.72%
5 Year Return	N/A	3.45%	3.79%

Top 5 Holdings

Symbol	Holding	% Assets
TWTR	Twitter Inc	12.89%
TSLA	Tesla Inc	12.17%
AAPL	Apple Inc	9.99%
FB	Facebook Inc	9.82%
GOOGL	Alphabet Inc	9.74%

Vitals

Issuer	BMO Financial Group
Brand	REX Microsectors
Structure	ETN
Expense Ratio	2.60%
Inception	Feb 19, 2025
Index Tracked	NYSE FANG+ Index (+300%)

ETF Database Themes

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

FactSet Classifications

Segment	Leveraged Equity: U.S. Big Tech
Category	Sector
Focus	Theme
Niche	Big Tech
Strategy	Equal
Weighting	Equal

As of 2026-06-07