

HYEM

VanEck Emerging Markets High Yield Bond ETF Analyst Report

This ETF offers access to junk bonds from emerging markets issuers, an asset class that is generally excluded from long-term portfolios, but that has the potential to deliver impressive risk-adjusted returns. Most bond portfolios are dominated by holding in high quality debt of U.S. issuers. As such, HYEM offers unique exposure in two regards; it focuses on junk bonds of companies headquartered in emerging markets. As such, this ETF has the potential to bring geographic and currency diversification to a fixed income portfolio while also delivering returns materially higher than those on investment grade debt. HYEM focuses on U.S. dollar-denominated debt, which removes the foreign exchange rate risk from the equation. There are a number of other emerging markets bond ETFs that include currency exposure (such as ELD), though they generally include exposure to corporate as well as sovereign debt. HYEM offers similar exposure as EMHY for a fraction of the cost, increasing its appeal among cost-conscious investors.

ESG Themes and Scores

4.74/10	20.29%	77.96%
ESG Rate	Global Percentile	Peer Percentile

Performance Data

	HYEM	ETF Database Category Average	Factset Segment Average
1 Month	3.51%	1.87%	3.51%
3 Month	3.68%	1.76%	3.68%
YTD Return	6.03%	2.16%	6.03%
1 Year Return	15.16%	10.18%	15.16%
3 Year Return	-0.89%	1.11%	-0.89%
5 Year Return	2.15%	1.88%	2.15%

Top 5 Holdings

Symbol	Holding	% Assets
Other	Industrial and Commercial Bank of China Limited 3.2%	2.24%
Other	U.S. Dollar	1.36%
Other	Bank of Communications Co., Ltd. 3.8% PERP	1.08%
Other	Province of Buenos Aires (Argentina) 6.375% 01-SEP-	1.04%
Other	Teva Pharmaceutical Finance Netherlands III BV 3.15%	0.99%

Vitals

Issuer	VanEck
Brand	VanEck
Structure	ETF
Expense Ratio	0.40%
Inception	May 09, 2012
Index Tracked	ICE BofA Diversified High Yield US Emerging Markets Corporate Plus

ETF Database Themes

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

FactSet Classifications

Segment	Fixed Income: Emerging Markets - Corporate, Broad-based High Yield
Category	Corporate, Broad-based
Focus	High Yield
Niche	Broad Maturities
Strategy	Vanilla
Weighting	Market Value

