

KORP

American Century Diversified Corporate Bond ETF Analyst Report

The American Century Diversified Corporate Bond ETF is an actively managed fund that seeks to generate income by investing in U.S. corporate debt. The fund seeks to maintain a duration, a measure of sensitivity to interest rate risk, of five to seven years. The bulk of the portfolio is in investment-grade debt — barely. Much of it is from borrowers rated BBB, the lower bound of the investment-grade universe. KORP also invests a portion of its portfolio in riskier junk-rated debt. The credit quality of KORP's holdings is significantly lower than the Bloomberg Barclays U.S. Intermediate Corporate Bond Index though, as an active money manager, KORP may change the composition of its portfolio. While higher risk equates to higher yields, investors looking for the security of investment-grade may want to consider whether they're comfortable with the risk of the portfolio. KORP is reasonably priced for active management in fixed income, though there are cheaper options for U.S. corporate debt, especially among index-tracking passive ETFs. Given its composition, KORP could be a good pick for investors looking to strike a balance between risk and income. Since active managers can switch up their holdings, investors should take a close look at the portfolio, and compare the fund's track record with competing corporate debt ETFs.

ESG Themes and Scores

| | | |
|----------|-------------------|-----------------|
| 6.39/10 | 43.14% | 74.26% |
| ESG Rate | Global Percentile | Peer Percentile |

Performance Data

| | KORP | ETF Database Category Average | Factset Segment Average |
|---------------|--------|-------------------------------|-------------------------|
| 1 Month | 0.23% | 0.25% | 0.23% |
| 3 Month | -0.93% | -0.20% | -0.93% |
| YTD Return | 0.79% | 0.83% | 0.79% |
| 1 Year Return | 6.99% | 5.50% | 6.99% |
| 3 Year Return | 6.06% | 4.63% | 6.06% |
| 5 Year Return | 1.83% | 1.02% | 1.83% |

Top 5 Holdings

| Symbol | Holding | % Assets |
|--------|---|----------|
| GVMXX | State Street Institutional Investment Trust US | 2.21% |
| Other | MidAmerican Energy Company 5.85% 15-SEP-2054 | 0.90% |
| Other | Oracle Corporation 5.7% 04-FEB-2036 | 0.87% |
| Other | Bank of America Corporation 5.489% 23-APR-2037 | 0.76% |
| Other | Morgan Stanley Private Bank, National Association | 0.74% |

Vitals

| | |
|---------------|------------------------------|
| Issuer | American Century Investments |
| Brand | American Century |
| Structure | ETF |
| Expense Ratio | 0.29% |
| Inception | Jan 11, 2018 |
| Index Tracked | N/A |

ETF Database Themes

| | |
|-------------------|-----------------|
| Category | Corporate Bonds |
| Asset Class | Bond |
| Asset Class Size | N/A |
| Asset Class Style | N/A |
| Region (General) | North America |
| Region (Specific) | U.S. |

FactSet Classifications

| | |
|-----------|--|
| Segment | Fixed Income: U.S. - Corporate, Broad-based Intermediate |
| Category | Corporate, Broad-based |
| Focus | Broad Credit |
| Niche | Intermediate |
| Strategy | Active |
| Weighting | Proprietary |

