

PREF

Principal Spectrum Preferred Secs Active ETF Analyst Report

The Principal Spectrum Preferred Securities Active ETF (PREF) is an actively-managed fund that seeks to invest in preferred securities that offer attractive yields, diversification and reduced risk compared with other fixed-income funds. The portfolio team at Principal also seeks out securities that have variable or floating interest rates that might result in increased coupons and help manage interest rate risk. PREF's management fee is below average for the ETFdb preferred stock/ convertible bond ETF category.

Investors can compare performance to the First Trust Institutional Preferred Securities Income ETF (FPEI), another actively-managed fund. Both funds launched in 2017. PREF has raised more assets, perhaps because its fee is significantly lower.

Investors also have a number of options for index-tracking ETFs that invest in preferred securities, such as the iShares Preferred and Income Securities ETF (PFF), the Invesco Financials Preferred ETF (PGF), the VanEck Vectors Preferred Securities ex-Financials ETF (PFXF), or the Global X U.S. Preferred ETF (PFFD).

ESG Themes and Scores

7.4/10

ESG Rate

83.23%

Global Percentile

90.76%

Peer Percentile

Performance Data

	PREF	ETF Database Category Average	Factset Segment Average
1 Month	0.56%	-1.04%	0.37%
3 Month	2.35%	4.56%	1.77%
YTD Return	2.19%	5.15%	1.41%
1 Year Return	5.72%	10.64%	4.05%
3 Year Return	9.21%	7.26%	4.22%
5 Year Return	3.05%	1.54%	1.11%

Top 5 Holdings

Symbol	Holding	% Assets
Other	Bank of America Corp Bonds 2025-Without fixed maturity	2.76%
Other	MetLife, Inc. 5.85% 15-MAR-2056	2.42%
Other	Enbridge Inc. 8.5% 15-JAN-2084	2.38%
Other	Toronto-Dominion Bank 8.125% 31-OCT-2082	2.10%
Other	JPMorgan Chase & Co. 6.5% PERP	1.99%

Vitals

Issuer	Principal
Brand	Principal
Structure	ETF
Expense Ratio	0.55%
Inception	Jul 10, 2017
Index Tracked	N/A

ETF Database Themes

Category	Preferred Stock/Convertible Bonds
Asset Class	Preferred Stock
Asset Class Size	Multi-Cap
Asset Class Style	N/A
Region (General)	Developed Markets
Region (Specific)	Broad

FactSet Classifications

Segment	Fixed Income: Global - Corporate, Preferred
Category	Corporate, Preferred
Focus	Broad Credit
Niche	Broad Maturities
Strategy	Active
Weighting	Proprietary

