

# SJNK

## SPDR Bloomberg Short Term High Yield Bond ETF Analyst Report

This ETF offers targeted exposure to a corner of the bond market that features a significant amount of credit risk but very little interest rate risk. As such, SJNK might not be all that useful in a long-term portfolio but can be used as a tactical tool to fine tune fixed income exposure quite nicely. This ETF becomes particularly useful for investors looking to enhance current returns but concerned about the impact of rising interest rates on bond valuations. The focus on lower quality bonds delivers a significant amount of credit risk (and, therefore, the associated returns) while the focus on the short end of the maturity spectrum limits the sensitivity to changes in interest rates.

Most of the other ETFs in the High Yield Bonds ETFdb Category focus on longer-term debt, and as such may be more sensitive to changes in interest rate risk. SJNK can be expected to deliver lower yields than broad-based funds such as HYG and JNK, but could perform better when rates climb or when the longer-term economic forecast deteriorates. For investors looking to beef up current returns, SJNK is yet another tool in the toolbox.

### ESG Themes and Scores

5.5/10 ESG Rate    28.75% Global Percentile    52.39% Peer Percentile

### Performance Data

|               | SJNK   | ETF Database Category Average | Factset Segment Average |
|---------------|--------|-------------------------------|-------------------------|
| 1 Month       | 2.25%  | 1.90%                         | 1.57%                   |
| 3 Month       | 4.08%  | 3.59%                         | 2.92%                   |
| YTD Return    | 6.35%  | 6.07%                         | 5.44%                   |
| 1 Year Return | 11.72% | 11.71%                        | 9.79%                   |
| 3 Year Return | 4.03%  | 1.43%                         | 2.87%                   |
| 5 Year Return | 4.94%  | 2.09%                         | 2.78%                   |

### Top 5 Holdings

| Symbol | Holding  | % Assets |
|--------|--|----------|
| SSIXX  | State Street Institutional Liquid Reserves Fund  | 0.64%    |
| Other  | DIRECTV Financing LLC 5.875% 15-AUG-2027         | 0.54%    |
| Other  | TIBCO Software Inc. 6.5% 31-MAR-2029             | 0.51%    |
| Other  | Altice France Societe anonyme 8.125% 01-FEB-2027 | 0.47%    |
| Other  | CCO Holdings, LLC 5.125% 01-MAY-2027             | 0.46%    |

### Vitals

|               |  |
|---------------|--|
| Issuer        | State Street   |
| Brand         | SPDR   |
| Structure     | ETF  |
| Expense Ratio | 0.40%  |
| Inception     | Mar 15, 2012   |
| Index Tracked | Bloomberg US High Yield 350mn Cash Pay 2% Capped (0-5 Y) |

### ETF Database Themes

|                   |                  |
|-------------------|------------------|
| Category          | High Yield 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 High Yield Short-Term |
| Category  | Corporate, Broad-based  |
| Focus     | High Yield  |
| Niche     | Short-Term  |
| Strategy  | Vanilla   |
| Weighting | Market Value  |

