

TILT

FlexShares Morningstar US Market Factor Tilt Index Fund Analyst Report

This ETF is one of several options available for investors seeking broad-based exposure to the U.S. equity market, but is unique in a few ways from the other funds in the All Cap Equities ETFdb Category. Instead of simply weighting by market capitalization (or some fundamental metric), TILT tilts exposure towards the small cap and value segments of the U.S. market by giving these companies slightly higher weightings than they would in a simple cap-weighted methodology. The results is a portfolio that has significant overlap with products linked to popular indexes such as the Russell 3000, but with a unique makeup. For investors who believe that small cap and value companies maintain greater long-term potential, this ETF can be a unique way to achieve instant, cheap exposure to a strategy that might otherwise be difficult and expensive to maintain.

TILT offers exposure to thousands of individual securities, including companies of all sizes (despite the tilt towards small caps) and across all sectors of the domestic economy. Given this broad focus, TILT is probably most appealing to those building a long-term, buy-and-hold portfolio and in search of a unique type of domestic equity exposure (though it can certainly be used as a shorter-term trading vehicle as well).

In exchange for the specific value and small cap tilts offered by this product, investors will pay a bit more; TILT's expense ratio is well below the average for its ETFdb Category, but considerably higher than some of the cheapest options available (those looking to maximize cost efficiency might like VTI or FMU).

ESG Themes and Scores

6.14/10

ESG Rate

39.24%

Global Percentile

20.25%

Peer Percentile

Performance Data

	TILT	ETF Database Category Average	Factset Segment Average
1 Month	2.35%	1.95%	1.51%
3 Month	12.71%	9.99%	8.70%
YTD Return	10.26%	9.90%	8.12%
1 Year Return	14.87%	12.53%	10.92%
3 Year Return	16.17%	11.04%	8.66%
5 Year Return	14.99%	6.02%	5.70%

Top 5 Holdings

Symbol	Holding	% Assets
NVDA	NVIDIA Corporation	5.05%
MSFT	Microsoft Corporation	4.50%
AAPL	Apple Inc.	4.14%
AMZN	Amazon.com, Inc.	2.66%
META	Meta Platforms Inc Class A	1.95%

Vitals

Issuer	Northern Trust
Brand	FlexShares
Structure	ETF
Expense Ratio	0.25%
Inception	Sep 16, 2011
Index Tracked	Morningstar US Market Factor Tilt Index

ETF Database Themes

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

FactSet Classifications

Segment	Equity: U.S. - Total Market
Category	Size and Style
Focus	Total Market
Niche	Broad-based
Strategy	Multi-factor
Weighting	Multi-Factor

