

ALIL

Argent Focused Small Cap ETF

Fund Description

ALIL is an actively managed, narrow selection of US small-cap stocks. The selection process is heavily based on fundamental research and weighted based on analyst conviction. The investment objective is to outperform the Russell 2000 over the long term.

FactSet Analyst Report

ALIL is constructed by narrowing down a pool of US small-cap stocks using a bottom-up, fundamental approach that combines qualitative and quantitative criteria. The process looks to companies with a competitive advantage, have positive and improving cashflow, and a strong management team with a proven track record for value creation. The fund selects companies considered to have superior earnings growth and whose shares are trading at attractive valuation. Roughly 35-45 holdings are expected to be held in the portfolio. As a result, the fund is expected to have a low-turnover ratio. Prior to the ETF's launch, the strategy was implemented through a separately managed account (SMA).