

BRKC

YieldMax BRK.B Option Income Strategy ETF

Fund Description

BRKC seeks to provide current income and capped gains on the Berkshire Hathaway (BRK.B) stock through a synthetic covered call strategy, collateralized by cash and US Treasuries. The actively managed fund uses both standardized exchange-traded and FLEX options.

FactSet Analyst Report

BRKC aims to generate monthly income while providing exposure to the price returns of Berkshire Hathaway (BRK.B) stock, subject to a cap on potential gains. The fund utilizes a synthetic covered call strategy via standardized exchange-traded and FLEX options, which consists of three elements: i) synthetic long exposure, ii) covered call writing, and iii) US Treasuries for collateral. The synthetic long exposure seeks to replicate the price movements of BRK.B by purchasing and selling at-the-money calls and puts that have one- to six-month terms. To generate income, the fund writes call options with an expiration of one month or less and a strike price of approximately 0%-15% above BRK.B 's current share price. This limits participation in potential gains if BRK.B shares increase in value. The short put positions fully expose investors to the downside of the stock. Note: the fund does not invest directly in BRK.B stocks. Thus, investors are not entitled to any BRK.B dividends.



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