

CHRG

Energy & Minerals Group EV, Solar & Battery Materials (Lithium, Nickel, Copper, Cobalt) Futures Strategy ETF

Fund Description

CHRG is an actively managed ETF to provide futures exposure to core commodities involved in the production of electric vehicles, battery storage, and other renewable infrastructure.

FactSet Analyst Report

CHRG is the second futures-based ETF to launch that is focused on exposure linked to elements necessary for battery technology used for electric vehicles. Several equity-based ETFs are also available. While both types of ETFs attempt to provide related exposure, they are quite different. CHRG will be more responsive to price fluctuations to the price of the underlying metals combined with supply and demand for the respective futures contracts. While it also removes the risks of investing in mining companies. Initially the portfolio aims to hold futures exposure to lithium, nickel, copper, and cobalt. In addition, the fund may hold financial instruments linked to manganese or graphite. Equity securities, including small and midcap companies, linked to the Battery Energy Storage System (BESS) used in the electric vehicle and solar industries may also be considered. The fund avoids the K-1 tax reporting of futures contracts by holding the exposure through a Cayman Island subsidiary.

