

CLOB

VanEck AA-BB CLO ETF

Fund Description

CLOB actively invests in collateralized loan obligations (CLOs) of any maturity that are rated between AA+ and BB-. While targeting USD-denominated high-quality CLOs, the fund may still hold high-yield bonds in foreign currency.

FactSet Analyst Report

CLOB seeks current income and capital preservation through an actively managed portfolio that primarily consists of collateralized loan obligations (CLOs) rated between AA+ and BB-. The fund will not invest more than 10% of its net assets in CLOs rated below BB- or above AA+ at the time of purchase. The portfolio may hold CLOs of any maturity purchased from both primary and secondary markets. While the fund targets USD-denominated CLOs, it may invest up to 30% in foreign debt securities while seeking to hedge any foreign currency exposure to USD. The fund The sub-adviser uses a bottom-up analysis, together with a top-down overlay, to select investments that consider factors such as assessments of the CLO manager, the underlying collateral, performance under various stress scenarios, and analyses of documents and structural terms. The fund may invest in derivatives, cash, or other short-term instruments and may invest up to 10% of its assets in ETFs.

