

CUBS

Asian Growth Cubs ETF

Fund Description

CUBS is an actively managed fund of Asian stocks specifically issued by companies located and/or listed in Bangladesh, Indonesia, Pakistan, Philippines, and Vietnam. Holdings are screened for ESG considerations.

FactSet Analyst Report

CUBS aims to provide long-term growth by actively selecting stocks issued by companies domiciled and/or listed in emerging and frontier market countries: Bangladesh, Indonesia, Pakistan, Philippines, and Vietnam (i.e., the Asian Growth Cubs). The fund uses a three-stage investment process in determining its constituents. The first stage is a proprietary systematic screen that includes: (a) exclusion of firms in the defense, fossil fuels, gambling, mining, and tobacco industries, (b) market-cap and liquidity requirements, (c) minimum quality thresholds, and (d) risk criteria. The second stage is a three-step discretionary review consisting of: bottom-up, valuation and management reviews. Lastly, the third stage is the application of a risk framework to the companies that passed the previous stages. The fund holds a narrow portfolio of approximately 80 securities that are typically equal-weighted at each semi-annual rebalance, but due to an active approach, weightings may fluctuate.

