

DWPP

First Trust Dorsey Wright People's Portfolio ETF

Fund Description

DWPP tracks an index that provides exposure to either US large-cap stocks or T-bills based on a daily measure of relative strength.

FactSet Analyst Report

The last day of trading on an exchange is October 26, 2022. DWPP attempts to limit exposure to downturns in US equities while providing exposure to large-cap stocks when they are performing well. The underlying index is based on a measure of relative strength which dictates holding one of the three possible positions: all the component securities of the Nasdaq US 500 Large-Cap Index, all component securities of the Nasdaq US 500 Large-Cap Equal Weight Index, or all component in the Nasdaq US T-bill index. The closing prices of the two equity indexes are compared on a daily basis. The equity index that exhibits the best relative strength is then compared to the T-bill index. In essence, the winner of this daily arm wrestling match between large-cap equities (either market-cap or equal-weighted) versus T-bills dictates the exposure DWPP. Prior to August 18, 2017, the fund provided a different investment strategy and exposure via First Trust CBOE S&P 500 VIX Tail Hedge Fund, ticker VIXH.

