

HNDL

Strategy Shares Nasdaq 7HANDL Index ETF

Fund Description

HNDL is a fund of funds that targets a high distribution rate. The funds index reflects a balanced portfolio of US equities, fixed income, and alternative investments. The index is leveraged by a factor of 1.3x.

FactSet Analyst Report

HNDL tracks an index that contains two equally weighted portfolios: a core portfolio and a tactical portfolio. Allocations in the core portfolio are fixed: 70% to US aggregate fixed-income (equally to the top three US aggregate fixed income ETFs by AUM) and 30% to US large-cap equity (half to the top three large-cap US equity ETFs and half to QQQ). The tactical portfolio tracks the Dorsey Wright Explore portfolio, which selects twelve asset categories that historically provide high income. The index holds the ETF with the largest AUM in each asset category. The twelve ETFs are weighted based on a proprietary methodology that includes momentum, yield, and risk metrics. On top of this methodology, the underlying index is leveraged to provide 1.3x the return of the underlying assets. The goal is to achieve a total return over time to support a seven percent annual distribution rate. HNDL is rebalanced monthly.

