

# HYDB

## iShares High Yield Bond Factor ETF

### Fund Description

HYDB tracks a broad-maturity, multifactor index of high-yield bonds. The index selects and weights bonds based on default probability, default-adjusted spreads, and volatility.

### FactSet Analyst Report

HYDB has a rather complex multifactor approach but the goal is straightforward control credit risk while identifying undervalued bonds. Using default-probability analytics and other inputs, the fund employs an alternative credit-risk evaluation model. HYDB aims to deliver enhanced protection against systemic credit deterioration by screening out issuers with high probability of default. The underlying index undergoes monthly rebalance to reflect changes in eligibility, credit quality and valuation.