

HYLV

IQ S&P High Yield Low Volatility Bond ETF

Fund Description

HYLV tracks an index of USD-denominated high-yield bonds. Securities are selected for low credit spread sensitivity.

FactSet Analyst Report

The security is being delisted. The last day of trading on an exchange is January 31, 2023. HYLV offers exposure to the USD high-yield bond space with reduced credit risk. HYLVs underlying index constructs a portfolio of high-yield securities with lower credit spread sensitivity. It first calculates the marginal risk contribution of each security that is, the security's option adjusted spread, relative to the universe average, multiplied by its spread duration then ranks from least risky to most risky. It selects the least-risky half of the eligible universe and weights the portfolio by market value, subject to a 3% issuer cap. The resulting exposure is dominated by higher quality bonds within the high yield space. Index rebalancing is done on a monthly basis.

