

JHSC

John Hancock Multifactor Small Cap ETF

Fund Description

JHSC tracks an index of US small-cap stocks selected by relative price and profitability. Securities are weighted by multiple factors relative to their sector peers.

FactSet Analyst Report

JHSC is the small cap ETF in a suite of funds from John Hancock and Dimensional Fund Advisors (DFA). The fund focuses on factors of size, price, and profitability, using a methodology developed in conjunction with DFA. This is applied to the US small cap space, defined as the 750th largest company but excluding the smallest 4%. The selection process begins with this universe of small cap stocks. Securities with relatively high prices and low profitability are generally excluded from the index, while low momentum stocks (based on 11-month returns) are de-emphasized relative to their peers. The fund is reconstituted and rebalanced on a semiannual basis, subject to a cap of 4%.

