

LDRI

iShares iBonds 1-5 Year TIPS Ladder ETF

Fund Description

LDRI is a fund-of-funds, tracking an equally-weighted index that staggers maturities across a portfolio of underlying iShares iBonds TIPS ETFs, all maturing within six years. Each underlying fund comprises US Treasury inflation-protected securities maturing annually.

FactSet Analyst Report

LDRI is a passively managed fund-of-funds offering structured exposure to US Treasury Inflation-protected securities through a laddered maturity approach covering five years. Holdings exclusively consist of the series of underlying iShares iBonds TIPS ETFs, each representing a specific maturity year. The fund is designed to simplify holding the ETF series without the need for frequent rebalancing. The laddered strategy allows for a rolling five-year bond portfolio where each year, the nearest-maturing ETF is removed and replaced by a new five-year ETF. At each annual reconstitution, the underlying funds are rebalanced equally. Although market fluctuations may cause weight drifts throughout the year, which are corrected at the next rebalance. The fund may also hold cash equivalents and money market funds. Up to one-third of the funds assets may be used for lending.