

LFEQ

VanEck Long/Flat Trend ETF

Fund Description

LFEQ tracks an index that uses technical signals to determine an allocation between the S&P 500 and US Treasury bills. The fund may use ETFs for equity exposure.

FactSet Analyst Report

LFEQ follows an index that uses technical signals to determine the funds allocation between the S&P 500 and Treasury bills. The stated purpose of this is to limit potential loss associated with adverse market conditions. The index calculates a bullish or bearish trade signal, which includes both direction and magnitude, for each industry group within the S&P 500. This signal is determined by combining a trend-following indicator (based on momentum and moving averages) with a mean-reversion indicator. These industry trade signals are aggregated to determine LFEQs split between equity and T-bills. The fund may hold one of four specific equity allocations: 100%, 80%, 40%, and 0%. The index evaluates the trade signal model daily, and the fund may change its allocation as often as daily.