

LGLZ

Subversive Cannabis ETF

Fund Description

LGLZ is actively managed, seeking long-term capital appreciation by investing in US companies directly involved in legal tetrahydrocannabinol (THC)-related businesses. The fund invests in stocks and derivatives of companies of all market caps that derive 50% or more of their revenue from THC-related sales.

FactSet Analyst Report

The security is being delisted. The last day of trading on an exchange is March 28, 2024. LGLZ targets pure-play companies tied directly to legal THC-related businesses within the US through direct holdings and swaps. However, the fund may consist solely of total return swaps and necessary collateral. The adviser takes a top-down approach, combining quantitative and qualitative analysis to tilt the portfolio towards value stocks. It emphasizes firms with market dominance, ESG compliance, profitability, potential for driving cannabis adoption, and growth in the industry. Weighting includes key factors such as prime market locations, states transitioning to adult-use cannabis, brand recognition, and efficient cultivation/manufacturing. Holdings may include complementary firms such as REITs focused on medical-use facilities and companies offering software infrastructure, delivery, and financial solutions to cannabis companies. Short positions may be taken but are limited to 5% of the portfolio value.

