

MBS

Angel Oak Mortgage-Backed Securities ETF

Fund Description

MBS is actively managed, seeking total returns through investments in various US mortgage-backed securities (MBS) of any credit quality and maturity.

FactSet Analyst Report

MBS targets US mortgage-backed securities, aiming to optimize returns and manage risks by investing based on prevailing market conditions and perceived value. It holds RMBS, CMBS, CDOs, and CMOs of any quality. This would include those rated as high yield, capped at 30%. In addition, it may invest in ABS, US government securities, derivatives, foreign debts, BDCs, ETFs, and corporate debts. The fund identifies issuers with potential credit profile improvement and attractive valuations based on various factors such as collateral quality, credit support, structure, market conditions, maturity, yield, ratings, and price appreciation potential. The fund diversifies risks across position sizes, geography, ratings, duration, deal structure, ESG factors, and collateral values while targeting undervalued assets. Holdings vary in maturity, aiming for a dollar-weighted average of 2-15 years. On Feb. 20, 2024, MBS converted into an actively managed ETF, starting with \$30.6 million in net assets.

