

MJXL

ETFMG 2X Daily Alternative Harvest ETF

Fund Description

MJXL provides 2x daily leveraged exposure to a market-cap-weighted index of cannabis firms located globally.

FactSet Analyst Report

The security is being delisted. The last day of trading on an exchange is December 28, 2022. MJXL makes a bullish bet on the global cannabis sector. It attempts to return 2x the daily performance of an index of stocks that are engaged in the legal cultivation, production, marketing, or distribution of cannabis and cannabis-related products. The index screens for companies that legally derive more than half their revenue from cannabis-related activities, and weights the resulting portfolio on a market-cap basis. MJXL, which gets its leveraged exposure through swap agreements, rebalances its leverage on a daily basis. The fund is meant to be a short-term trading vehicle, holding it for longer periods will expose the investor to compounding effects of the daily rebalancing. Additionally, MJXL has the ability to engage in stock lending, up to 33.3% of the portfolio, in order to increase income to the Issuer.