

MUNC

Northern Trust 2045 Tax-Exempt Distributing Ladder ETF

Fund Description

MUNC seeks to provide regular cash distributions consisting of tax-exempt income and/or principal through an actively managed, laddered portfolio of US investment grade municipal bonds with various maturity dates through the year 2045.

FactSet Analyst Report

MUNC is an actively managed fund that employs a laddered bond strategy. The portfolio consists of US investment grade municipal bonds across different maturities whose interest is exempt from regular federal income tax. This may include general, revenue, and moral obligation bonds, industrial development bonds, and tax-exempt derivative instruments. Initially, the fund invests in approximately equal proportions across 20 rungs, with clusters of maturities, throughout 2026 and each subsequent year, until the terminal year of 2045. As the bonds in a rung reach their final maturity, a cash distribution is made out of the available proceeds, which will primarily consist of the par value received from the maturing bonds and may include a return of capital. The fund liquidates upon the final rung's maturity in 2045, distributing substantially all its assets. MUNC is not a target date fund and does not aim to provide a more conservative investment approach over time.

