

MVFD

Monarch Volume Factor Dividend Tree ETF

Fund Description

MVFD tracks an equal-weighted index comprised of US equities that are exhibiting positive cash flow and dividend-paying capabilities. The fund can toggle to short-term US Treasury securities when cash flow trend is negative.

FactSet Analyst Report

MVFD focuses on equities demonstrating strong cash flow and dividend potential, shifting towards fixed income ETFs linked to US Treasuries in unfavorable cash flow scenarios. The fund seeks to mirror the performance of its index comprising 40 equally weighted stocks selected for their financial health and income-producing ability, alongside up to 5 fixed income ETFs. A proprietary volume factor methodology drives selection. The dynamics between market volume and price are analyzed per stock using a distinctive volume-price confirmation indicator. The process scores 3000 US stocks and only the top-performing equities under positive financial conditions are chosen. MVFD's strategy aims for adaptability, modifying its equity-to-fixed income ratio based on prevailing financial trends. The index undergoes quarterly reconstitution to realign with market changes, optimizing the fund's portfolio composition accordingly.