

NCIQ

Hashdex Nasdaq Crypto Index US ETF

Fund Description

NCIQ seeks to track a market cap-weighted index composed of bitcoin (BTH) and ether (ETH). It invests directly in the crypto assets and will not utilize leverage and derivatives.

FactSet Analyst Report

NCIQ tracks an index reflecting the two most well-known crypto assets, bitcoin (BTH) and ether (ETH). To achieve its investment objective, the fund will not utilize leverage or derivatives and instead invests directly in spot bitcoin and spot ether. It will also maintain cash balances to cover its expenses. The fund employs a market cap-weighted strategy and allocates its assets to both the cryptocurrencies in the same proportions as the index. It will not invest in crypto securities, tokenized assets, or stablecoins. Note that the fund is riskier than other ETPs indirectly holding digital assets because of the high price volatility of crypto asset markets. Additionally, the funds underlying index has a rules-based methodology which has the possibility of including more assets in the future depending on SEC approval. The index is rebalanced quarterly.