

ONEO

SPDR Russell 1000 Momentum Focus ETF

Fund Description

ONEO tracks an index of large-cap stocks from the Russell 1000 Index, selected and weighted by four factors (value, quality, small size and momentum) that are scaled by market cap.

FactSet Analyst Report

ONEO doesn't focus solely on high-momentum stocks, despite its name. Rather, the fund is part of a suite of ETFs (along with ONEV and ONEY) that scores the members of the Russell 1000 index on three core factors (value, quality and small size) and one focus factor in this case, momentum. These factor scores are scaled by market cap to determine weighting, and holdings with weights below a certain threshold get dropped from the index. The result is a portfolio that loosely resembles the broad market, but with emphasis on the four factors, including momentum. ONEO's Russell 1000 lineage means it holds a significant contingent of midcaps, a condition that's amplified by the small size factor tilt. The index is rebalanced semi-annually.