

# PBUG

## Pacer iPath Gold Trendpilot ETN

### Fund Description

PBUG tracks an index that hedges volatility by using a dynamic allocation strategy to provide exposure to the total return of rolling gold futures contracts and/or three-month US Treasury bills.

### FactSet Analyst Report

PBUG tames gold volatility by using a toggle feature that switches between weights of the Barclays Gold 3 Month Deferred Index and three-month US Treasury bills. The reference index provides the total return of three-month gold futures contracts. By employing a dynamic allocation strategy, the fund hedges volatility daily by using three signals (Trend, Moving Average, and Mean Reversion) that reflect the performance over time of the reference index. Depending on these signals, the fund toggles between 100%, 50%, and 0% notional exposure to gold futures contracts and the rest in T-bills. PBUGs target weight is not predictive of future performance. Generally, changes only occur if the performance demonstrates a consistent trend over a period of days. As such, adjustments in response to these trends may be slow. Sibling fund GBUG provides full exposure to the same gold futures contracts without the toggle feature.

