

QBTZ

Defiance Daily Target 2x Short QBTS ETF

Fund Description

QBTZ seeks to provide 2x inverse exposure to the daily share price movement of D-Wave Quantum Inc. (NYSE: QBTS), less fees and expenses.

FactSet Analyst Report

QBTZ uses swap agreements to make bearish bets on D-Wave Quantum Inc.'s (NYSE: QBTS) share price. QBTS is known for developing quantum annealing computers that tackle complex optimization and machine learning problems. It offers on-demand access to these systems through its Leap cloud platform, enabling users to build and run quantum applications. The fund maintains a daily leveraged exposure equivalent to -200% of the fund's net assets through daily rebalancing. As a geared product, the fund is intended as a short-term tactical tool, rather than as a long-term investment vehicle. As a result, returns may deviate from the expected -2x if held for longer than a single day due to compounding. This strategy is high-risk and does not include a defensive position as part of its overall process. Additionally, the fund could potentially lose money over time, even if QBTS' performance strengthens. The fund is expected to invest in cash-like instruments as collateral.

