

QQD

Simplify Exchange Traded Funds Simplify Nasdaq 100 PLUS Downside Convexity ETF

Fund Description

QQD is an actively managed fund-of-funds seeking capital appreciation while applying a downside convexity option overlay strategy.

FactSet Analyst Report

QQD is actively-managed and seeks capital appreciation by primarily investing in ETFs with exposure to the companies listed on the NASDAQ-100 Index. While it does not frequently trade equities, it aims to maintain its exposure to the Index while applying a downside convexity option overlay strategy designed to hedge against market movements and add convexity to the fund. QQD purchases exchange-traded and over-the-counter put options on the Index or an Index ETF of up to 20%, in which selection is based on the Fund Advisers evaluation of relative value, strike price, and maturity. It is worth noting that the funds convexity reflects a non-linear relationship between its returns and that of the market. Moreover, while this strategy is intended to protect the fund from losses, it is not absolutely guaranteed

