

RCLY

Reckoner BBB-B CLO Annual ETF

Fund Description

RCLY is an actively managed fund of funds designed to make only one dividend or distribution payment per year from USD-denominated CLOs rated BBB+ to B-. The fund uses a bottom-up approach in selecting floating rate CLOs. Holdings consist of Reckoner BBB-B CLO ETF (RCLO).

FactSet Analyst Report

RCLY is a feeder fund that provides leveraged exposure to CLO tranches rated as BBB+ to B- by investing exclusively in its master fund, the Reckoner BBB-B CLO ETF (RCLO). The underlying ETF, RCLO, primarily focuses on floating-rate CLOs within its target rating range but may invest up to 70% in CLOs rated BB+ or lower, and up to 10% in CLOs rated above BBB+. Investments could be of any maturity, purchased from both primary and secondary markets. It applies a bottom-up approach to select investments by reviewing documentation on an issuers management, individual CLO structure and collateral, ability to meet obligations, cash flow, and trading frequency. RCLY makes a single annual dividend payment, offering tax efficiency, compounding potential, and the opportunity to maximize long-term total return.

