

RNDV

US Equity Dividend Select ETF

Fund Description

RNDV tracks a sector-neutral US large-cap index selected and weighted by dividends.

FactSet Analyst Report

RNDV utilizes a US large-cap, sector-neutral, dividend-focused strategy. Starting from the Nasdaq US 500 Large Cap Index, RNDV selects stocks with 12-month dividend yields that are positive and higher than the average yield in the parent index. Then, it applies sector weights in line with the parent index and weights individual stocks by dividend yield within each sector (those with higher dividend yields are given a greater weight in the index relative to the other securities in the sector). The index is rebalanced and reconstituted on a quarterly basis. The result should be a portfolio of above-average dividend yielding stocks. Because it avoids overweighting sectors with higher dividend yields, all in all the fund provides a sector-neutral, yield-weighted exposure to US large-caps.