

ROYA

Tema Global Royalties ETF

Fund Description

ROYA is an actively managed ETF that invests in stocks of companies that derive their revenue from royalties and intellectual property income. The fund uses a bottom-up approach to select pioneering companies at perceived attractive valuations.

FactSet Analyst Report

ROYA aims to strike a balance between earning current income and ensuring sustained growth over time by targeting firms that derive most of their revenue from royalties and intellectual properties across sectors like healthcare, biotech, mining, media, and energy worldwide. The fund utilizes both top-down and bottom-up investment strategies while integrating valuation-based analysis to identify higher-dividend paying companies in the royalties and intellectual property sphere. The portfolio typically consists of 15 to 100 companies that meet minimum market capitalization and trading liquidity requirements. While ROYA aims for a global exposure, a substantial portion of its assets are anticipated to be allocated to firms located outside the US. Additionally, ESG factors are incorporated in the funds investment process for smart risk management and return optimization. Being actively managed, the portfolio manager has full discretion to make buy, sell, and hold decisions.