

RSBY

Return Stacked Bonds & Futures Yield ETF

Fund Description

RSBY is an actively managed fund that holds a US bond portfolio while utilizing a futures yield strategy across major asset classes. The fund uses leverage to stack the total return of its fixed income holdings with the potential returns of the futures strategy.

FactSet Analyst Report

RSBY aims to provide simultaneous exposure to bonds and a multi-asset futures strategy. The fund seeks to capture the total return of the broad US fixed income market by investing in US Treasuries, bond ETFs, and US Treasury futures. For the futures yield strategy, RSBY invests in futures contracts of commodities, currencies, equities, and fixed income securities, with no geographic limits. The fund uses a proprietary process to generate attractive risk-adjusted returns, evaluating the carry premium in investments across the four major asset classes and in volatility instruments. The fund expects to hold long positions on instruments that pay a carry premium and short positions on ones with a negative carry premium. RSBY utilizes a Cayman Islands subsidiary to gain exposure to the futures contracts. It will frequently roll the futures, causing a high portfolio turnover rate. The fund targets a 100% notional exposure to each component or an aggregate notional exposure of 200%.

