

RWEM

Rayliant NxtGen Multifactor Emerging Markets Equity ETF

Fund Description

RWEM is an actively managed ETF of emerging market securities that selects stocks using multiple fundamental and technical signals based on established academic research. Machine learning models utilize these inputs to estimate expected risk-adjusted returns.

FactSet Analyst Report

RWEM is an actively managed fund selecting large-cap stocks in emerging markets. Stocks are chosen using various factors and optimized through machine learning models. The model employs over 100 market-level, fundamental, and technical signals from 12 major factor categories. Constraints are applied to limit stock concentration and industry exposure. Management of the portfolio takes into consideration: risk-adjusted returns estimation, covariance matrix estimation, and mean tracking error optimization. The data used for estimating stock risk-adjusted returns and the covariance matrix is based on the month-end figures from the prior month. Before Dec. 19, 2025, the fund was an actively managed fund named Rayliant Quantamental Emerging Market ex-China Equity ETF (RAYE). Prior to April 13, 2026, the fund tracked the FT Wilshire Emerging Large NxtGen Index and the fund name was Rayliant Wilshire NxtGen Emerging Markets Equity ETF.

