

SATO

Invesco Alerian Galaxy Crypto Economy ETF

Fund Description

SATO tracks an index that holds cryptocurrency-focused equities, and crypto ETPs and trusts. The index is weighted in tier.

FactSet Analyst Report

SATO maintains an aggressive risk profile by maintaining two different sleeves in its portfolio. The first sleeve (fixed at 85% of assets) is comprised of equally weighted stocks of pure-play digital asset companies that are engaged in cryptocurrency and its relative mining, buying, or enabling technologies. Sleeve two (15% allocation) is comprised of ETP and private trust component, which may only hold the Grayscale Bitcoin Trust (GBTC). Note that the fund will not invest directly in cryptocurrencies, instead, it uses a Cayman Island subsidiary that holds crypto assets. It is worth noting that any income received from the funds investments in the subsidiary will be passed through to investors as ordinary income.