

SDVY

First Trust SMID Cap Rising Dividend Achievers ETF

Fund Description

SDVY tracks an equal-weighted index of small- and mid-cap US companies with historically increasing dividends and that meet various fundamental criteria.

FactSet Analyst Report

SDVY aims to curate a portfolio of 100 small- and mid-cap US companies with increasing dividends over the past five years. Holdings must also meet certain fundamental criteria, including a cash-to-debt ratio greater than 25%, a payout ratio no greater than 65%, and positive earnings. The resulting portfolio is then equal-weighted. SDVY looks to be a small- and mid-cap version of RDVY, which applies a similar methodology to the large-cap space. The index is rebalanced quarterly and reconstituted annually.

