

SECD

Senior Secured Credit Opportunities ETF

Fund Description

SECD is an actively managed fund that holds USD-denominated senior secured floating rate loans in seeking capital preservation and income generation. These securities are typically rated below investment grade and are primarily bought in the secondary market at a discount.

FactSet Analyst Report

SECD actively and principally invests in a portfolio of USD-denominated first-lien secured floating rate loans, also called senior loans, domiciled in the US and Canada. In selecting these securities, the adviser uses fundamental and valuation analyses to review each company's creditworthiness and equity value, and purchases them at a discount in the secondary market and occasionally in the primary market. Since the focus is on credit health and cash flow instead of ratings, the fund will hold below-investment grade, or unrated, senior loans. Approximately 50-100 securities will make up the fund, targeting a 1-2% allocation to any specific company. Since the fund is actively managed, allocation and maturity are at the discretion of the manager. The fund is designed for investors who are seeking capital preservation and income generation from a portfolio delivering efficient exposure to the potential of senior secured floating-rate loans.