

SECU

iShares Securitized Income Active ETF

Fund Description

SECU actively invests in securitized assets in the US, concentrating on non-agency mortgage-backed securities. The fund may hold both investment grade and high yield securities of any maturity in seeking a high total return.

FactSet Analyst Report

SECU is actively managed with targeted exposure to the US fixed income market. It primarily invests in securitized assets and derivatives tied to such securities or market risk factors. These securitized assets include asset-backed securities, mortgage-backed securities, collateralized loan obligations (CLOs), collateralized mortgage obligations (CMOs), and loans backed by consumer receivables. The fund will focus on and invest at least 25% in non-agency mortgage-backed securities issued by banks and financial institutions, rated investment grade or below and of any maturity. It may use derivatives such as options, futures, swaps, and forward foreign exchange transactions to manage risk or seek to enhance returns. The fund may also invest in repurchase and reverse repurchase agreements, and participate in TBA transactions and dollar rolls. Investors should note that securitized assets are subject to risks including default and credit risk. The fund seeks a high total return.

