

SMMD

iShares Russell 2500 ETF

Fund Description

SMMD tracks a market-cap-weighted index of US companies ranked 501-3,000 by market cap.

FactSet Analyst Report

SMMD provides exposure to the 2,500 smallest companies in the total-market Russell 3000 Index, extending well into the micro-cap space. Underlying liquidity can be an issue in the small- and micro-cap space during extraordinary market events. SMMD should appeal to investors wishing to own the entire US market, less the 500 largest names. Investors looking for a complement to an existing large-cap position should be aware that each index provider uses different screening and rebalancing processes, so pairing SMMD with a fund tracking a non-Russell index (such as the S&P 500) will result in overlaps and omissions. It is important to look beyond a fund's headline claims to understand its real exposure with respect to a particular market cap space.