

UTES

Virtus Reaves Utilities ETF

Fund Description

Virtus Reaves Utilities ETF (Ticker: UTES) (the Fund) seeks to provide total return through a combination of capital appreciation and income.

FactSet Analyst Report

UTES offers active exposure to utility stocks. Active exposure is rare among sector funds, especially with respect to utilities. The managers use fundamental, growth, and risk-based metrics looking to outperform the broader sector from a total return perspective. Examples of the metrics include capital structure, historical earnings growth and share price volatility. Dividends are a factor too, but the fund does not appear to be yield-focused despite its dividend-heavy sector. Reaves Asset Management manages the portfolio day to day in addition to this ETF, the firm runs utilities-oriented mutual funds and SMAs.