

UUPP

Principal CLO ETF

Fund Description

UUPP is an actively managed ETF investing in collateralized loan obligations (CLOs) and other floating rate securities. It uses fundamental, technical, and valuation methods to select securities.

FactSet Analyst Report

UUPP provides exposure to collateralized loan obligations (CLOs) through an actively managed ETF. It primarily targets senior tranches, typically investment grades, with lower risk and yield. The fund also invests in floating rate securities such as US Treasury and government securities, securitized assets including CMOs, CMBS, and ABS, and derivatives such as futures, credit default swaps, and other swaps for hedging, tactical positioning, and duration management. The portfolio duration is usually maintained at less than one year. The construction of the portfolio typically involves a combination of top-down and bottom-up approaches, utilizing fundamental, technical, and valuation methods to assess interest rate trends, economic conditions, market outlook, loan-level performance, and cash flow dynamics in selecting securities. The actively managed ETF is designed to generate current income, with a secondary goal of capital appreciation, during periods of rising US interest rates.

