

UXJL

FT Vest U.S. Equity Uncapped Accelerator ETF - July

Fund Description

UXJL is an actively managed fund that charges 2%, on top of the expense ratio, in an attempt to provide a potential rate of return that outperforms a US large cap equity ETF. Using one-year FLEX options, the fund constructs a call spread combined with a deep-in-the-money long call.

FactSet Analyst Report

UXJL starts with a 2% negative return, plus the expense ratio, each year in July. The investment objective is to potentially accelerate the returns in alignment with the price movement of the SPDR S&P 500 ETF (SPY), should the ETF rise above the 2% threshold. If the fund appreciates below the target upside level, it does not participate in the returns and will experience all losses on a one-to-one basis. While the target upside of 102% is expected to remain constant for each outcome period, the upside return is calculated at the commencement of each target period and will vary for each target period, depending upon market conditions. The fund must be held to the end of the outcome period to achieve the intended results.