

VSMV

VictoryShares US Multi-Factor Minimum Volatility ETF

Fund Description

VSMV tracks an index of large- and midcap US stocks, selected and weighted based on multiple factors. ETF optimization and constraints are used in order to minimize volatility.

FactSet Analyst Report

VSMV aims to provide enhanced, risk-adjusted equity returns, while seeking to minimize volatility. The fund pulls its holdings from the Nasdaq US Large MidCap Index by scoring components on nine fundamental and technical factors such as earnings quality, growth, momentum, and profitability and selecting the top 20%. The fund optimizes the weight of each stock to minimize overall portfolio volatility while staying within the bounds of a series of industry and security constraints. Although VSMV seeks to offer a diversified portfolio with better returns, it faces stiff competition in the increasingly crowded total-market US equity space. The underlying index is reconstituted and rebalanced on a semi-annual basis.

