

ZSPY

ASYMmetric Smart Alpha S&P 500 ETF

Fund Description

ZSPY is a passively managed, rules-based alternative strategy to hedging and leveraging exposure to US large-cap equities. The fund targets between -25% and 200% net long equity exposure based on market risk.

FactSet Analyst Report

The fund is closing. The last day of trading on an exchange is October 11, 2023. ZSPY attempts to generate positive returns across all market conditions by using a long/short equity strategy on the S&P 500 Index. In a bullish market, the fund seeks to generate up to 2x the returns of the S&P 500 by leveraging its net exposure 90% to stocks and 110% to futures. During market uncertainty, ZSPY protects its capital by paring back net exposure and becoming market neutral. The fund invests more in short positions to profit in bearish markets. Short selling shares of ticker: SPY is utilized to create net portfolio short exposure. The market exposure will range between 200% long and -25% short where the net exposure is the difference between the long and short allocation. Market risk is measured quantitatively based on proprietary price-based indicators that factor in volatility and momentum. The portfolio reconstitutes and rebalances monthly. ZSPY's strategy is an alternative to traditional leveraged products. The fund uses leverage and hedging with the aim of maximizing alpha while minimizing market risk.