

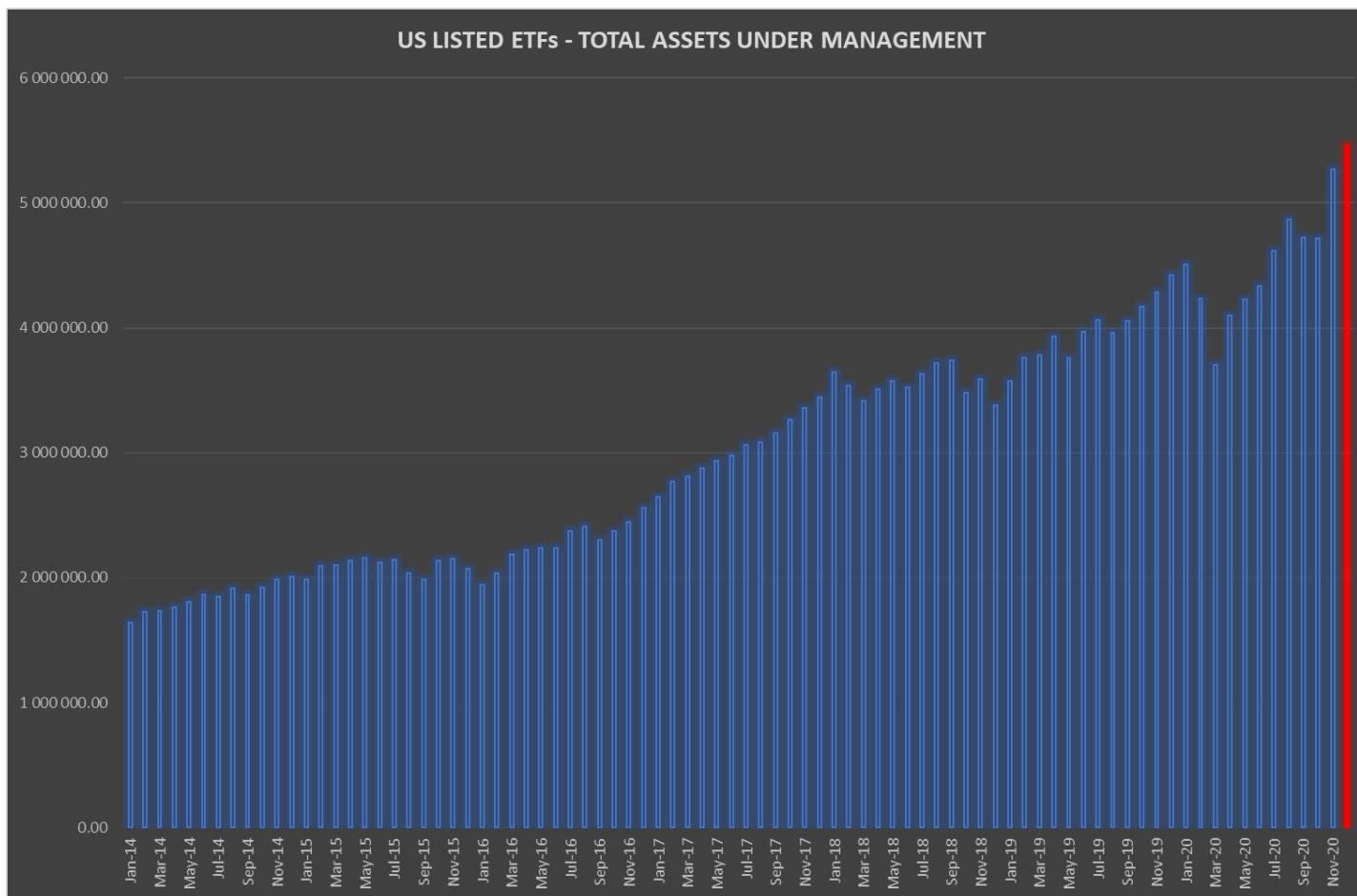


# THE MAGWITCH ETF REPORT

31 DECEMBER 2020

# ETF UNIVERSE

At the end of December 2020 the total assets invested in US Listed **ETFs was \$5.461trn.**



Source: [www.etf.com](http://www.etf.com)

## ETF FLOWS\*

US Listed ETF's had a **net inflow of \$61.2bn** during the month taking the year to date net inflow to \$507.4bn.

The 10 ETFs with the highest inflows in the month:

ETF	Short Code	Sector	Inflow (bn)
Vanguard Total Stock Market ETF	VTI	Equity: U.S. - Total Market	\$5.424
iShares Core MSCI Emerging Markets ETF	IEMG	Equity: Emerging Markets - Total Market	\$3.599
iShares Russell 2000 ETF	IWM	Equity: U.S. - Small Cap	\$3.297
ARK Innovation ETF	ARKK	Equity: Global - Total Market	\$3.253
ARK Genomic Revolution ETF	ARKG	Equity: Global Health Care Pharmaceuticals & Medical Equipment	\$3.192
Vanguard Total Bond Market ETF	BND	Fixed Income: U.S. - Broad Market, Broad-based Investment Grade	\$2.437
Vanguard Total International Stock ETF	VXUS	Equity: Global Ex-U.S. - Total Market	\$2.203
Vanguard Total International Bond ETF	BNDX	Fixed Income: Global Ex-U.S. - Broad Market, Broad-based Investment Grade	\$1.989
iShares Core U.S. Aggregate Bond ETF	AGG	Fixed Income: U.S. - Broad Market, Broad-based Investment Grade	\$1.909
iShares TIPS Bond ETF	TIP	Fixed Income: U.S. - Government, Inflation-linked Investment Grade	\$1.655

The 10 ETFs with the highest outflows in the month:

ETF	Short Code	Sector	Outflow (bn)
Vanguard S&P 500 ETF	VOO	Equity: U.S. - Large Cap	-\$5.135
SPDR S&P 500 ETF Trust	SPY	Equity: U.S. - Large Cap	-\$4.298
iShares Core S&P 500 ETF	IVV	Equity: U.S. - Large Cap	-\$3.778
iShares MSCI USA Quality Factor ETF	QUAL	Equity: U.S. - Total Market	-\$3.468
iShares iBoxx USD Investment Grade Corporate Bond ETF	LQD	Fixed Income: U.S. - Corporate, Broad-based Investment Grade	-\$3.177
iShares iBoxx USD High Yield Corporate Bond ETF	HYG	Fixed Income: U.S. - Corporate, Broad-based High Yield	-\$1.845
SPDR Dow Jones Industrial Average ETF Trust	DIA	Equity: U.S. - Large Cap	-\$1.816
iShares 7-10 Year Treasury Bond ETF	IEF	Fixed Income: U.S. - Government, Treasury Investment Grade Intermediate	-\$1.448
SPDR Gold Trust	GLD	Commodities: Precious Metals Gold	-\$1.385
JPMorgan BetaBuilders Europe ETF	BBEU	Equity: Developed Europe - Total Market	-\$1.111

\*All ETF flows data obtained from the Monthly ETF Flows report from [www.etf.com](http://www.etf.com)

## ETF ARTICLES

In a great article, Dave Nadiq, a self-professed ETF nerd looks back at the US ETF Universe for 2020. He also manages to make an interesting analysis of the ETF buying trends that we can foresee continuing into the new year.

[Read Article.....](#)

Nate Geraci is well known for his website “The ETF Educator” where he presents ETF information in a simple, easy to understand manner. For his review of the past year he focuses on pictures to discuss the trends we saw. One graph of interest to us is the flows for Dimensional Fund Advisors. Over the years we have noted in our presentations how active managers are now no longer fighting the passive trend and rather creating products to participate in this investment style.

[Read Article.....](#)

Whilst not ETF specific one of the investment trends we saw last year was the rise of the “Robinhood Trader” which was a new breed of investor actively trading with generally speculative positions. A lot of the traders came from a background of sports betting but with the pandemic putting paid to live sports the community moved across to trading financial instruments. This article by Nicole Caperson for Investment News looks at how the Robinhood platform encourages trading and why this has resulted in a complaint filed for its use of gamification strategies.

[Read Article.....](#)

Todd Rosenbluth of CFRA and etf.com makes the bold prediction that the next ETF fee war battle is around the corner. In this article he looks at how a partnership between Morningstar and iShares will allow iShares to offer cheaper ETFs to the market, whilst at the same time Morningstar will benefit from assets tracking their indices (currently they have a very small market share). We know with the previous fee battles that a lower pricing forces your competitors to also cut the price of their products.

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## ACTIVE V PASSIVE PERFORMANCE – USD GROWTH

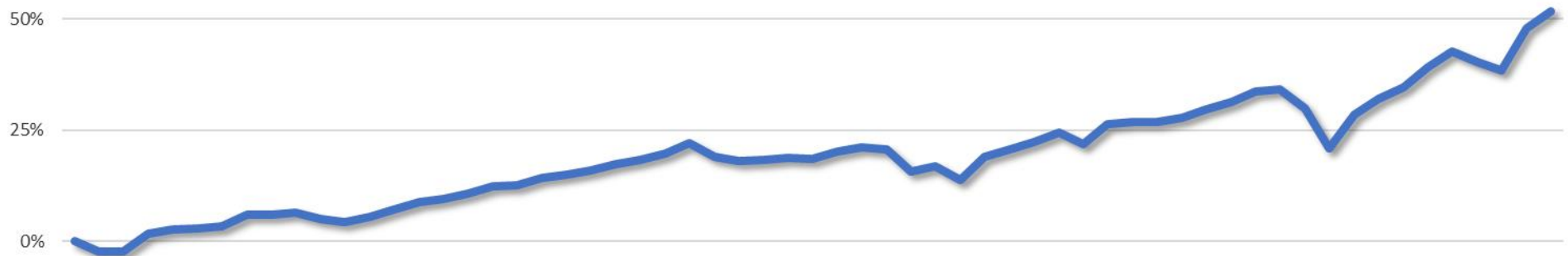
USD	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar USD Aggressive Allocation	15.37	11.88	18.79	15.37	9.19	10.52
OMGB Global Growth (USD)	26.87	13.89	21.26	26.87	10.09	9.26
Sarasin IE GlobalSar Dynamic USD P Acc	14.36	7.90	13.95	14.36	8.30	9.07
Nedgroup Inv Funds Core Global A Acc	11.90	10.82	17.86	11.90	7.49	8.82
AF Invest Jersey Strategic Gbl Agrsv A	11.23	13.57	21.30	11.23	6.11	8.15
Coronation Global Managed A	9.48	11.31	16.57	9.48	5.12	7.95
Jupiter Merlin Intl Bal D USD Acc	15.26	9.36	16.64	15.26	6.15	7.71
Marriott IF International Growth C Acc	6.66	7.00	15.86	6.66	6.13	7.51
Orbis Sicav Global Bal Investor	9.01	16.76	20.67	9.01	0.78	7.24
Nedgroup Inv MultiFunds Growth USD A	5.19	11.19	16.56	5.19	5.13	7.03
NFB Global Balanced Fd of Fds A USD Acc	5.69	9.27	14.64	5.69	4.93	6.56
Ashburton Global Growth D USD Acc	7.88	8.12	13.25	7.88	5.60	5.87
Foord International Trust	7.11	8.99	7.79	7.11	4.26	5.76
STOUT STANLIB Global Balanced B1	14.87	9.02	16.84	14.87	9.22	—
Old Mutual Global Balanced C Hybrid Acc	12.60	12.40	18.22	12.60	7.49	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – USD MODERATE

USD	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
BlackRock Global Allocation	20.87	11.78	20.34	20.87	9.80	9.49
Morningstar USD Moderate Allocation	13.56	8.14	12.82	13.56	8.26	8.70
Momentum Global Managed B	10.12	10.78	17.31	10.12	5.83	8.18
Sarasin IE GlobalSar Strategic USD A Acc	11.73	5.48	9.74	11.73	6.48	6.71
PSG Wealth Global Moderate FoF D USD	10.02	10.24	16.65	10.02	5.40	6.51
AF Invest Jersey Strategic Gbl Mod A	8.85	10.10	15.64	8.85	4.89	6.30
Ashburton Global Strategy D USD	6.71	10.54	15.82	6.71	4.75	5.85
Prescient GF 27Four Gbl Bal FoFs A USD	3.57	7.95	11.93	3.57	4.89	5.68
Nedgroup Inv MultiFunds Balanced C USD	3.32	6.67	9.57	3.32	4.48	5.47
Coronation Global Capital Plus A	3.53	5.55	7.45	3.53	3.50	4.64
Ashburton Dollar Asset Management Acc	6.38	5.59	8.86	6.38	3.88	3.33
Templeton Global Balanced A	1.49	11.88	15.61	1.49	-0.57	3.10
STOUT STANLIB Global Balanced B1	14.87	9.02	16.84	14.87	9.22	—
Quilter Investors Compass 3 A USD Acc	8.05	9.53	15.25	8.05	3.71	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – USD CAUTIOUS

USD	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar USD Cautious Allocation	10.91	4.41	6.99	10.91	6.97	6.66
Momentum Global Cautious B	9.48	6.89	11.18	9.48	4.75	5.93
STANLIB Global Balanced Cautious FF B1	10.79	5.66	12.04	10.79	6.50	5.72
GAM Star Defensive Instl USD Acc	7.06	5.12	6.83	7.06	4.29	5.68
PSG Wealth Global Preserver FoF (USD) D	4.07	6.26	8.67	4.07	3.68	5.36
AF Invest Jersey Strategic Gbl Cnsv A	7.17	6.90	10.75	7.17	3.84	4.66
Ninety One GSF Glb MA Inc A Acc USD	4.99	4.50	6.07	4.99	3.87	4.38
Nedgroup Inv Funds Global Cautious A Acc	3.27	3.90	5.81	3.27	2.20	3.21
Nedgroup Inv MultiFunds Income USD A Acc	0.11	2.02	2.42	0.11	2.42	3.08
Prescient Global Positive Return E	-5.50	3.94	4.32	-5.50	1.77	1.82

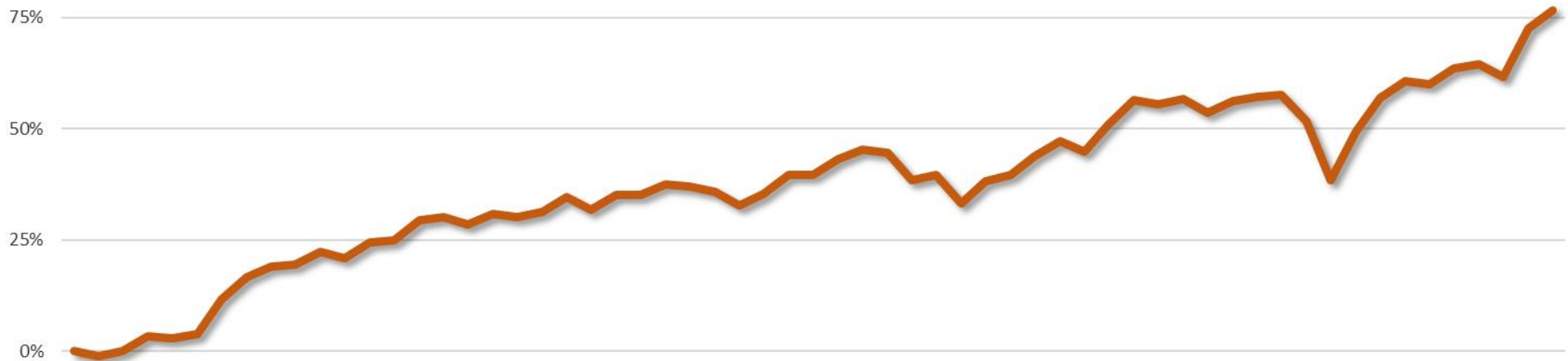


Source: Morningstar



## ACTIVE V PASSIVE PERFORMANCE – GBP GROWTH

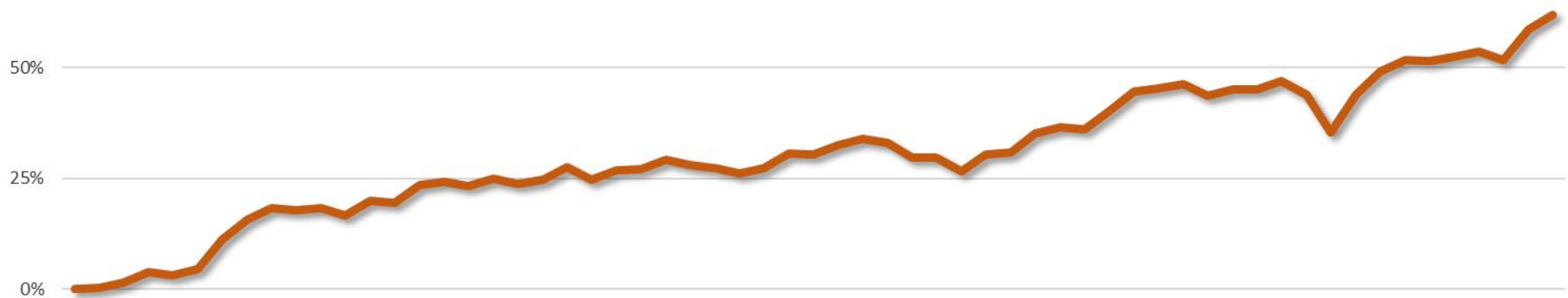
GBP	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Baillie Gifford Managed B Acc	33.87	9.81	19.29	33.87	16.49	16.45
Morningstar GBP Aggressive Allocation	12.37	7.34	9.79	12.37	8.70	12.03
Sarasin IE GlobalSar Dynamic GBP P Acc	11.95	5.90	9.64	11.95	7.13	9.01
GAM Star Global Growth Instl GBP Acc	14.81	10.30	15.35	14.81	6.71	8.87
Nedgroup Inv MultiFunds Growth GBP C Acc	3.27	7.99	10.59	3.27	4.97	8.21
VAM Growth Fund A GBP	3.67	6.44	6.24	3.67	3.35	5.18
SBIFL Multi Manager Gbl Balanced GBP C	-3.79	6.31	5.76	-3.79	0.75	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – GBP MODERATE

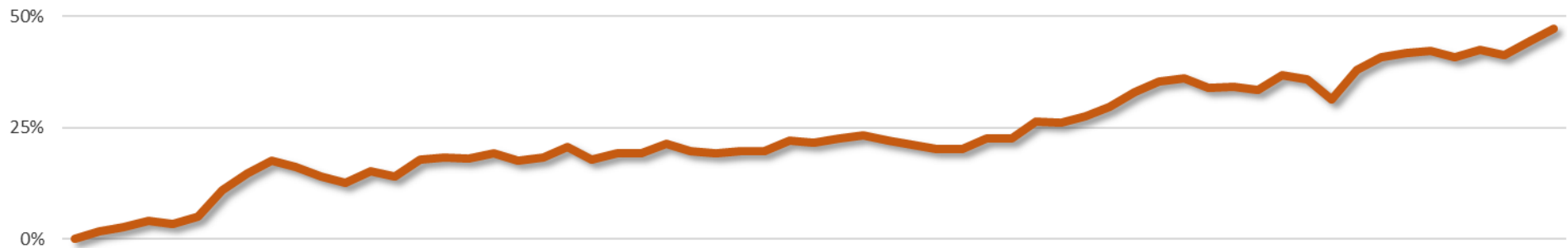
GBP	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar GBP Moderate Allocation	11.54	5.34	6.73	11.54	7.79	10.10
Sarasin IE Multi Asset Target Ret P Acc	8.77	3.13	5.74	8.77	5.41	7.25
BGF Global Allocation A2 GBP Hedged	17.71	11.03	19.82	17.71	6.32	6.53
GAM Star Global Cautious Instl GBP Acc	10.05	7.41	10.67	10.05	5.10	6.37
Ninety One GSF Glb StratMgd A Inc2 GBP H	12.45	11.46	18.68	12.45	4.19	6.36
Nedgroup Inv MultiFunds Balanced GBP C	1.04	4.50	5.56	1.04	3.16	5.08
Templeton Global Balanced W(acc)GBP-H1	5.67	14.30	19.04	5.67	1.50	4.52
Coronation Global Capital Plus G	1.50	5.26	6.99	1.50	1.48	3.39
Ashburton Sterling Asset Mgmt R Acc	4.88	4.72	7.19	4.88	2.41	2.45



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – GBP CAUTIOUS

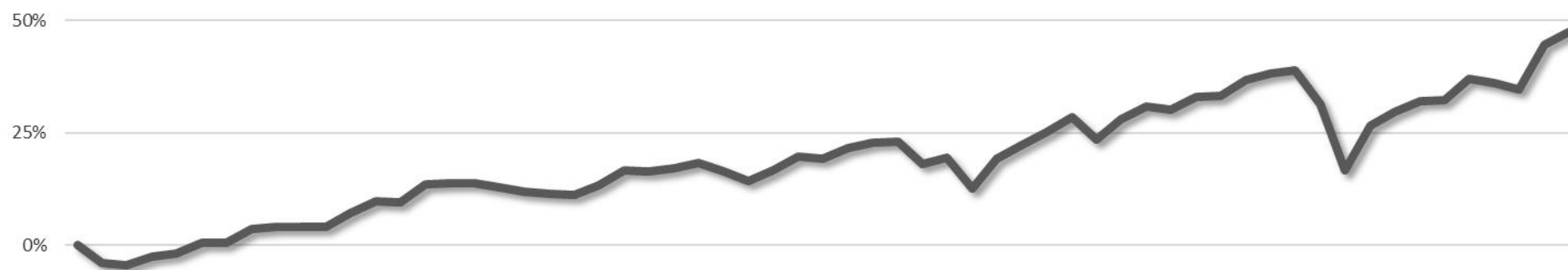
GBP	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar GBP Cautious Allocation	10.19	3.33	3.71	10.19	6.65	8.02
PSG Wealth Global Preserver FoF (GBP) D	1.31	1.76	0.89	1.31	3.08	6.28
Sarasin IE GlobalSar Income GBP P Acc	6.30	3.30	5.06	6.30	3.71	4.69
GAM Star Defensive Instl GBP Acc	5.93	4.99	6.64	5.93	2.87	4.51
Nedgroup Inv MultiFunds Income GBP C Acc	-0.28	2.15	2.72	-0.28	1.89	2.89
Nedgroup Inv Funds Global Cautious C H	2.14	3.81	5.66	2.14	0.88	2.17
Quilter Investors Compass 2 A GBP H Acc	2.18	5.37	8.77	2.18	0.55	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – EUR GROWTH

EUR	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar EUR Aggressive Allocation	6.71	8.42	11.64	6.71	8.02	8.07
BlackRock Mix Fonds 4 R Acc EUR	6.14	6.95	10.49	6.14	7.59	7.59
Allianz Multi Dynamisme C	6.80	7.27	12.55	6.80	4.76	5.85
Stratégie Dynamique	4.04	8.89	11.60	4.04	2.76	3.83
HSBC Select Dynamic A	1.90	7.34	9.37	1.90	2.74	3.73
BNP Paribas Sélection Dynamique Monde C	-3.85	8.32	9.38	-3.85	1.20	2.90
HSBC Mix Dynamique A	-2.13	8.87	8.97	-2.13	1.13	2.73
BNP Paribas Sélection Dynamique PEA	-2.54	8.90	9.34	-2.54	0.40	1.60
Quilter Investors Compass 4 A EUR H Acc	8.53	12.10	19.56	8.53	1.94	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – EUR MODERATE

EUR	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar EUR Moderate Allocation	6.29	6.03	8.66	6.29	6.73	6.49
BGF Global Allocation A2 EUR Hedged	17.41	10.95	19.52	17.41	5.60	5.85
BGF ESG Multi-Asset A2 EUR	10.06	3.90	7.60	10.06	6.30	5.19
Jupiter Merlin Intl Bal D EUR Acc	5.39	4.36	6.53	5.39	5.30	5.17
Coronation Global Capital Plus E	1.44	5.17	6.80	1.44	0.80	2.57
Ashburton Euro Asset Management Acc	3.49	4.69	6.99	3.49	1.61	0.84
Prescient Global Positive Return A	-6.45	3.57	3.88	-6.45	-0.25	0.06
Orbis Optimal (Euro) Fund	-4.57	6.29	2.67	-4.57	-7.48	-2.56
Quilter Investors Compass 3 A EUR H Acc	6.02	9.17	14.51	6.02	0.98	—



Source: Morningstar

## ACTIVE V PASSIVE PERFORMANCE – EUR CAUTIOUS

EUR	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
Morningstar EUR Cautious Allocation	5.40	3.64	5.71	5.40	5.21	4.75
Invesco Pan European Hi Inc E EUR Acc	1.54	5.01	6.76	1.54	1.82	3.12
BSF European Select Strategies E2 EUR	1.73	2.83	4.13	1.73	1.72	1.88
Pictet-Multi Asset Global Opps R EUR	3.93	3.80	4.95	3.93	2.19	1.81
Amundi Prudent C	2.00	1.40	2.20	2.00	1.31	1.47
BNPP B Strategy Europe Defensive CI Acc	-0.26	3.23	4.55	-0.26	0.90	1.26
Quilter Investors Compass 2 A EUR H Acc	1.86	5.23	8.50	1.86	-0.33	—



Source: Morningstar

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