

September 2017

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Floating rates for rising rates

VanEck Vectors[®] Investment Grade Floating Rate ETF (FLTR[®])

ETF disclosure



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ETF disclosure



Performance and characteristics of the MVIST™ US Investment Grade Floating Rate Index (MVFLTR) are quoted throughout this material. MVFLTR is a modified market capitalization-weighted index that consists of U.S. dollar-denominated floating rate notes issued by corporate issuers and rated investment grade by at least one of the three rating services: Moody's, S&P or Fitch. The Index commenced February 10, 2011 and is the exclusive property of MV Index Solutions GmbH (the "Index Provider"), which is not sponsored, issued or advised by Wells Fargo & Company, Wells Fargo Securities, LLC or any of their affiliates. MV Index Solutions GmbH (a wholly owned subsidiary of Van Eck Associates Corporation) has contracted with Wells Fargo to create and maintain and with Interactive Data Pricing and Reference Data, LLC to calculate the Index. Neither Wells Fargo nor Interactive Data Pricing and Reference Data, LLC guarantees the accuracy and/or completeness of the Index or of any data supplied by it or its agents or makes any warranty as to the results to be obtained from investing in the Fund or tracking the Index. The Index is calculated by Interactive Data Pricing and Reference, LLC, which is not an adviser for or fiduciary to the Fund, and, like Wells Fargo, is not responsible for any direct, indirect or consequential damages associated with indicative optimized portfolio values and/or indicative intraday values. The VanEck Vectors Investment Grade Floating Rate ETF (the "Fund") is not sponsored, endorsed, sold or promoted by MV Index Solutions GmbH and MV Index Solutions GmbH makes no representation regarding the advisability of investing in the Fund.

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ETF Net Asset Values (NAVs) are determined at the close of each business day, and represent the dollar value of one share of the fund; it is calculated by taking the total assets of the fund, subtracting total liabilities, and dividing by the total number of shares outstanding. The NAV is not necessarily the same as the ETF's intraday trading value. ETF investors should not expect to buy or sell shares at NAV. Performance current to the most recent month end available by calling 800.826.2333 or by visiting vaneck.com.

Fund shares are not individually redeemable and will be issued and redeemed at their NAV only through certain authorized broker-dealers in large, specified blocks of shares called "creation units" and otherwise can be bought and sold only through exchange trading. Shares may trade at a premium or discount to their NAV in the secondary market. You will incur brokerage expenses when trading Fund shares in the secondary market. Past performance is no guarantee of future results. Returns for actual Fund investments may differ from what is shown because of differences in timing, the amount invested and fees and expenses.

An investment in the Fund may be subject to risk which includes, among others, credit risk, market risk, and interest rate risk, all of which may adversely affect the Fund. International investing involves additional risks which include greater market volatility, the availability of less reliable financial information, higher transactional and custody costs, taxation by foreign governments, decreased market liquidity and political instability. The Fund's assets may be concentrated in a particular sector and may be subject to more risk than investments in a diverse group of sectors.

See index descriptions and definitions at the end of this presentation.

Investing involves substantial risk and high volatility, including possible loss of principal. Bonds and bond funds will decrease in value as interest rates rise. An investor should consider the investment objective, risks, charges and expenses of the Fund carefully before investing. To obtain a prospectus and summary prospectus, which contains this and other information, call 800.826.2333 or visit vaneck.com. Please read the prospectus and summary prospectus carefully before investing.

Investment grade floating rate notes (FRNs)



- FRNs' coupon-reset feature can help limit principal loss in a rising rate environment, as well as increase potential yield, particularly when short-term interest rates rise
- Investment grade FRNs typically provide investors with a more conservative option than bank loans, which also employ a floating rate feature
- Floating rate feature effectively reduces duration to near-zero, regardless of an FRN's years to maturity

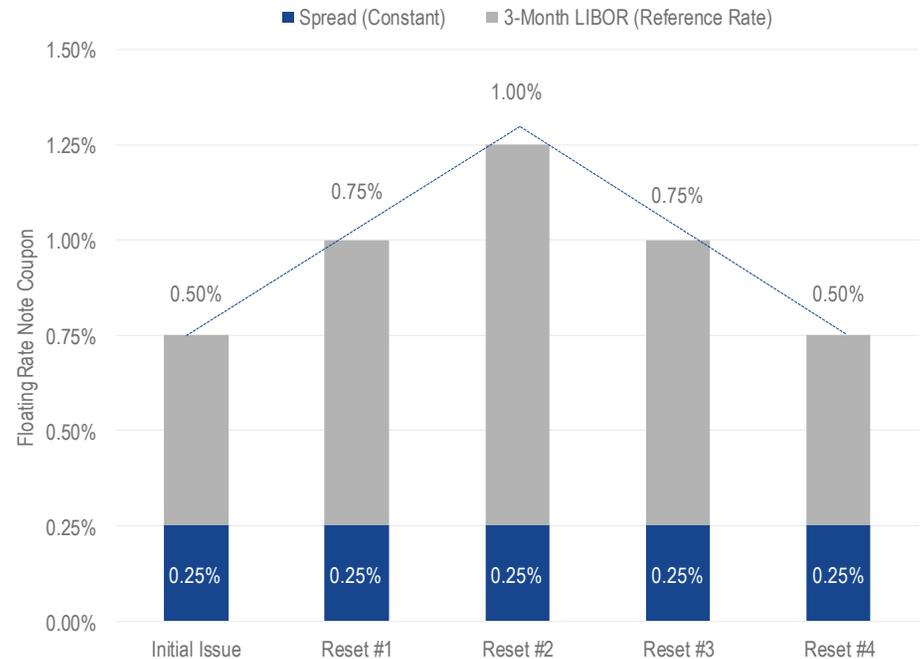
VanEck Vectors Investment Grade Floating Rate ETF (FLTR) seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of the MVIS US Investment Grade Floating Rate Index (MVFLTR). The underlying index consists of U.S. dollar-denominated floating rate notes (FRNs) issued by corporate issuers or similar commercial entities that are public reporting companies in the United States and rated investment grade by at least one of the three rating services: Moody's, S&P and/or Fitch.

Floating rate notes may decline in value if their interest rate resets do not rise as much or as quickly as interest rates in general. There is no guarantee objectives will be met. See pages 2 and 3 for further information on risks of allocating to this strategy. See index descriptions at the end of this presentation.

How floating rate notes work

FRN coupons adjust to interest rate changes, which may help reduce price volatility

- Coupon equals reference rate (variable) + spread (constant) reference rate, typically based on 3-month LIBOR[†]
- FRN Characteristics:
 - Commonly issued with 1-year to 5-year maturities
 - Coupon resets typically occur every 3 months
 - Near-zero duration^{††}
- Adaptable coupons may help FRNs keep pace with interest rate changes, potentially reducing price volatility



^{†††}Hypothetical example for illustrative purposes only. The representative sample data presented is not intended to be a projection and will likely differ from potential data that may be, in fact, quoted. The sample reference rate presented is based on the 3-month LIBOR rate.

[†]London Interbank Offer Rate (LIBOR) refers to the benchmark used by banks, securities houses and investors to gauge the cost of unsecured borrowing in the money markets for various periods of time and currencies.

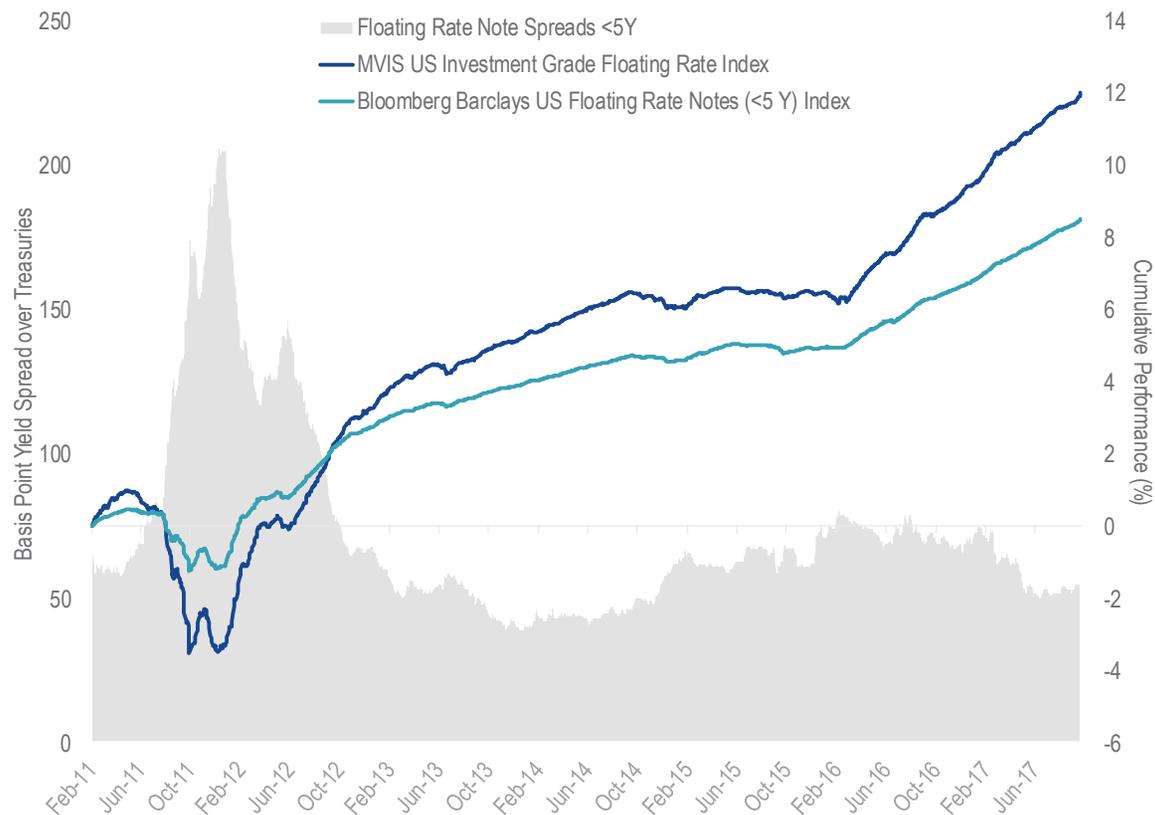
^{††}Duration is a measure of the price sensitivity of a bond to interest rate changes. Measured in years, it approximates the percentage decline in price of a bond for a 1% increase in market interest rate.

^{†††}If LIBOR (reference rate) is 0.50%, an FRN with a stated coupon of "LIBOR + 0.25%" would pay its next coupon 0.75% and therefore accrue interest at that rate until the next reset period. If LIBOR increases to 0.75% by the next reset date, its coupon for the following period would be 0.75% + 0.25%, or 1.00%. The coupon rates presented above do not reflect the fees and expenses that would be deducted from an investment in a fund of floating rate notes. See disclaimers on pages 2 through 3. See index descriptions and definitions at the end of this presentation.

How FLTR's index compares to alternative FRN index

FLTR's Index was designed with slightly more credit spread duration than alternative index

- Bias toward longer-maturity floating rate notes
- Zero percent allocation to agency notes
- Relatively higher yield from longer maturity profile historically
- Tends to outperform when credit spreads narrow and underperform when spreads widen



Source: FactSet. Data as of 9/30/2017. 2/10/2011 is the inception of MVIS US Investment Grade Floating Rate Index (MVFLTR). FLTR seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of MVFLTR. FLTR had no operating history prior to 4/25/2011. All data is based on indices. Index performance is not illustrative of fund performance. Floating rate notes are subject to credit risk and interest rate risk. Floating rate notes are typically less sensitive to interest rate changes, but may decline in value if their interest rates do not rise as much or as quickly as interest rates in general. Fund performance current to the most recent month end is available by visiting vaneck.com. Past performance is no guarantee of future results. Bloomberg Barclays US Floating Rate Note (5Y) Index is not the underlying index for VanEck Vectors Investment Grade Floating Rate ETF, which seeks to track the MVIS US Investment Grade Floating Rate Index. See disclaimers on pages 2 through 3. See index descriptions at the end of this presentation.

Index designed for enhanced yield potential



The MVIS US Investment Grade Floating Rate Index (MVFLTR) comprises U.S. dollar denominated floating rate notes issued by corporate entities or similar commercial entities that are public reporting companies in the U.S. with at least one investment grade rating.

Companies eligible for inclusion in Index:

At least one investment grade rating by Moody's, S&P or Fitch and must not be rated below investment grade by the same

Outstanding issue size of at least \$500 million

Minimum of 6 months remaining to maturity

Modified market cap weighted with a long maturity bias; 2% constituent cap

Index Provider: MV Index Solutions

Index Ticker: MVFLTR

Index Inception Date: 02/10/2011

Rebalance Frequency: Monthly

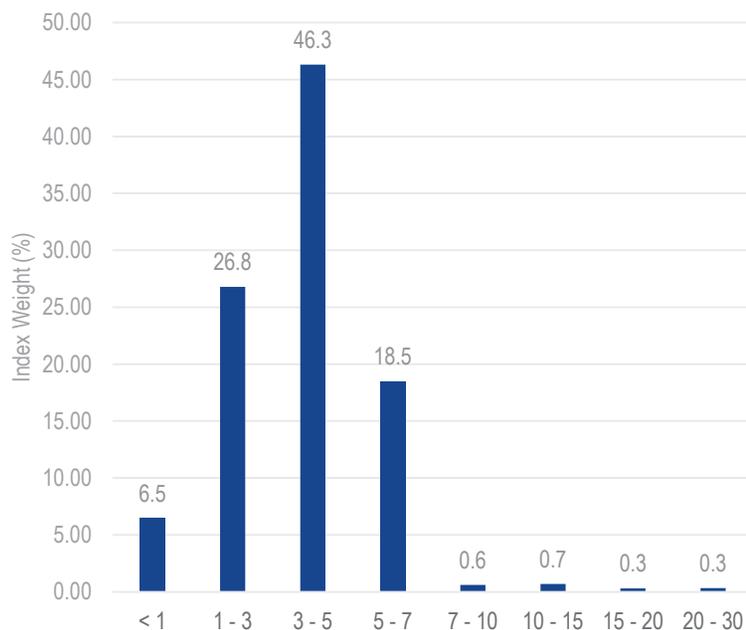
Yield to Worst: 1.93%

Effective Duration: 0.12

Years to Maturity: 3.87

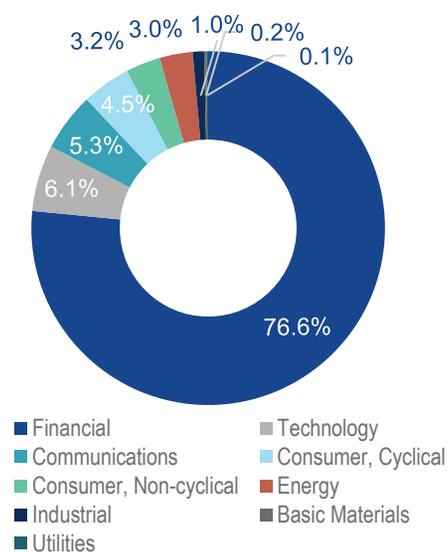
Years to Maturity

Data as of 9/30/2017



Sector Weights

Data as of 9/30/2017



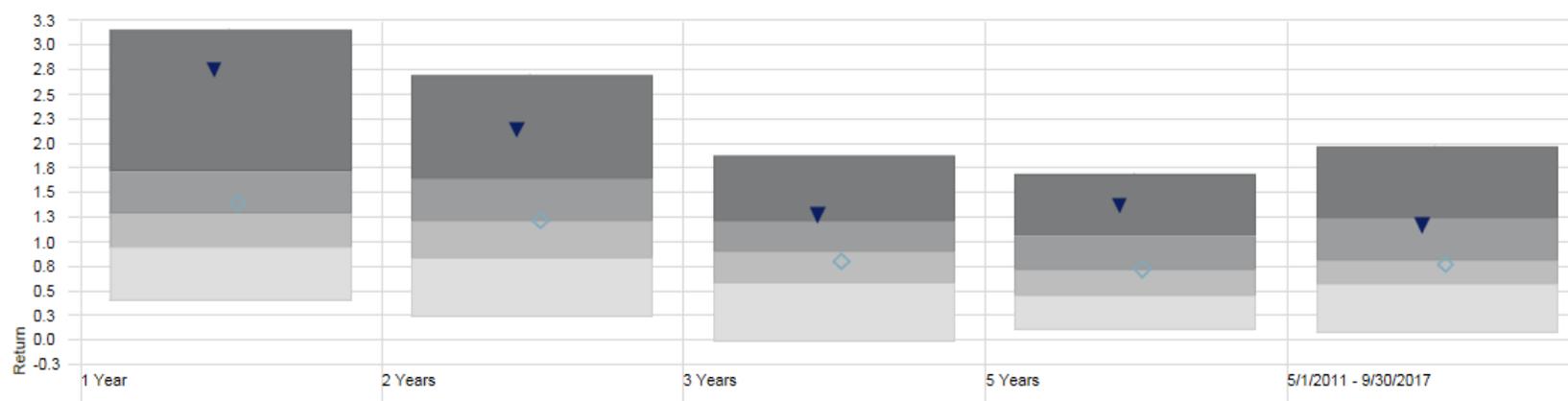
Source: FactSet, Bloomberg. Data as of 9/30/2017. Index performance is not illustrative of fund performance. Fund performance current to the most recent month end is available by visiting vaneck.com. Historical performance is not indicative of future results; current data may differ from data quoted. Indexes are unmanaged and are not securities in which an investment can be made. **Yield to Worst** is generally defined as being the lowest yield that a buyer can expect to receive. **Duration** measures the responsiveness of a bond's price to interest rate changes. It is defined as the percentage change in price for a 100 basis point change in interest rates. **Years to Maturity** is the period of time for which a financial instrument remains outstanding. Maturity refers to a finite time period at the end of which the financial instrument will cease to exist and the principal is repaid. See disclaimers on pages 2 through 3. See index descriptions and definitions at the end of this presentation.

FLTR outperformed over multiple horizons

Performance Relative to Peer Group

As of Date: 9/30/2017 Peer Group (5-95%): Open End Funds - U.S. - Ultrashort Bond

■ Top Quartile ■ 2nd Quartile ■ 3rd Quartile ■ Bottom Quartile



▼ VanEck Vectors Investment Grd FI Rt ETF

◆ US Fund Ultrashort Bond Category Average

Trailing Returns

As of Date: 9/30/2017 Peer Group: Open End Funds - U.S. - Ultrashort Bond

	1 Year	Peer group percentile	2 Years	Peer group percentile	3 Years	Peer group percentile	5 Years	Peer group percentile	5/1/2011 - 9/30/2017	Peer group percentile
VanEck Vectors Investment Grd FI Rt ETF	2.75	8	2.14	14	1.27	20	1.37	12	1.17	30
US Fund Ultrashort Bond	1.40	38	1.22	49	0.82	56	0.72	50	0.78	54
Count	150		134		126		99		80	
25th Percentile	1.73		1.63		1.21		1.07		1.25	
50th Percentile	1.29		1.20		0.89		0.71		0.81	
75th Percentile	0.94		0.83		0.58		0.45		0.56	

Source: ©Morningstar, Inc. All Rights Reserved. Data as of 9/30/2017. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

The peer group chart presents trailing total return percentile rankings against the Morningstar Open End Funds – U.S. – Ultrashort Bond category, which comprised 167 funds as of 9/30/2017.

This chart is for illustrative purposes only. Performance information for the Fund reflects temporary waivers of expenses and/or fees. Had the Fund incurred all expenses, investment returns would have been reduced. Investment return and value of the shares of the Fund will fluctuate so that an investor's shares, when sold, may be worth more or less than their original cost. Performance may be lower or higher than performance data quoted. Fund returns reflect dividends and capital gains distributions. Performance current to the most recent month end is available by calling [800.826.2333](tel:800.826.2333) or on vaneck.com. VanEck Vectors Investment Grade Floating Rate ETF commenced on 4/25/2011. See disclaimers on pages 2 through 3. See descriptions for active mutual fund open-end peer group universe and category average (including mutual funds and ETFs) at the end of this presentation.

Risk-return statistics



5-Year Historical Annualized Returns and Standard Deviation

Data as of 9/30/2017

	YTD	1 YR	2 YR	3 YR	5 YR	2012	2013	2014	2015	2016	Entire Period	
											Annualized StdDev	Sharpe Ratio
MV FRNs	2.36	3.16	2.65	1.71	1.83	6.84	1.86	0.81	0.36	2.79	0.57	2.86
BB FRNs	1.65	2.08	1.76	1.19	1.20	3.89	1.14	0.61	0.36	1.73	0.32	3.20
U.S. Leveraged Loans	2.33	4.59	5.32	3.17	3.44	10.47	5.02	0.99	-2.75	10.88	2.78	1.17
U.S. Stocks	14.24	18.61	17.01	10.81	14.22	15.96	32.39	13.69	1.38	11.96	9.47	1.48
U.S. Investment Grade Bonds	3.14	0.07	2.60	2.71	2.06	4.20	-2.02	5.97	0.55	2.65	2.82	0.66
10-Year U.S. Treasury Bonds	2.35	-4.61	0.36	2.21	0.98	4.17	-7.83	10.72	0.91	-0.16	5.78	0.14

Source: FactSet. Index performance is not illustrative of fund performance. Fund performance current to the most recent month end is available by visiting vaneck.com. Historical performance is not indicative of future results; current data may differ from data quoted. Indices are unmanaged and are not securities in which an investment can be made. **Standard deviation** is the statistical measure of the historical return volatility of a portfolio. **Sharpe ratio** is a statistical measure of the excess return of a portfolio over a risk-free rate of return (as found with a U.S. Treasury security) per unit of the portfolio's standard deviation of returns. See disclaimers on pages 2 through 3. See index descriptions and definitions at the end of this presentation.

FRN correlations



5-Year Correlation

Data as of 9/30/2017

	MV FRNs	BB FRNs	U.S. Leveraged Loans	U.S. Stocks	U.S. Investment Grade Bonds	10-Year U.S. Treasury Bonds
MV FRNs	1.00					
BB FRNs	0.94	1.00				
U.S. Leveraged Loans	0.60	0.64	1.00			
U.S. Stocks	0.38	0.37	0.55	1.00		
U.S. Investment Grade Bonds	-0.04	-0.01	0.15	-0.06	1.00	
10-Year U.S. Treasury Bonds	-0.21	-0.19	-0.07	-0.23	0.96	1.00

Source: FactSet. Historical information is not indicative of future results. Index performance is not illustrative of fund performance. Fund performance current to the most recent month end is available by visiting vaneck.com. **Correlation** is the degree to which two or more variables are related and change together. The value of equity investments are more volatile than the other securities, high yield bonds are speculative and subject to credit risk, and government bonds are guaranteed as to the timely payment of principal and interest. See disclaimers on pages 2 through 3. See index descriptions and definitions at the end of this presentation.

Using floating rate notes



FRNs may be attractive for the short-duration portion of an investment grade portfolio and for potentially enhancing short-term income

- Conservative Income
 - Mostly investment grade issuers; differing from bank loans which are typically non-investment grade
 - Potential for income to rise if interest rates rise or fall if interest rates decline

- Portfolio Diversification Potential
 - Coupon resets have generally resulted in different return pattern than typical fixed income bonds
 - Low historical correlation to both stocks and fixed rate bonds

- Defensive Posture
 - Lower duration of longer years to maturity floating rate notes
 - May help to limit price fluctuation associated with interest rate changes

Floating rate notes are subject to credit risk and interest rate risk. Floating rate notes are typically less sensitive to interest rate changes, but may decline in value if their interest rates do not rise as much or as quickly as interest rates in general. Diversification does not assure a profit nor protect against a loss. See disclaimers on pages 2 through 3.

VanEck Vectors Investment Grade Floating Rate ETF (FLTR)

VanEck Vectors® Investment Grade Floating Rate ETF (FLTR®) seeks to replicate as closely as possible, before fees and expenses, the price and yield performance of the **MVIS™ US Investment Grade Floating Rate Index (MVFLTR)**, which consists of U.S. dollar denominated floating rate notes issued by corporate issuers and rated investment grade by at least one of the three rating services: Moody's, S&P or Fitch.

Fund Characteristics

Fund Ticker	FLTR
Intraday NAV Ticker	FLTR.IV
Index Ticker	MVFLTR
Commencement Date	4/25/2011
Net Assets (millions)	\$217
Gross Expense Ratio	0.46%
Net Expense Ratio ¹	0.14%
Exchange	NYSE Arca
Anticipated Dividend Frequency	Monthly

Potential to Benefit from Rising Rates²

Floating rate notes have variable coupons that reset periodically

Investment Grade Credit Quality

Underlying index is comprised of a non-leveraged portfolio of investment grade floating rate corporate bonds

Short Duration and Income Potential

Floating rate notes may offer higher yields than other short duration instruments

Source: VanEck. All information as of 9/30/2017 and subject to change. ¹Expenses are capped contractually until 9/1/2018. Cap excludes certain expenses, such as interest. ²Floating rate notes are less sensitive to interest rate changes, but may decline in value if their interest rates do not rise as much or as quickly as interest rates in general. See disclosures on pages 2 and 3. See index descriptions and definitions at the end of this presentation.

Fund performance



FLTR Performance History (%) As of 9/30/2017	YTD	1YR	3YR	5 YR	LIFE 4/25/2017	30 Day SEC Yield
NAV	2.26	2.75	1.27	1.38	1.17	
Share Price	2.34	2.99	1.20	1.54	1.20	1.70%
MVFLTR (Index)	2.36	3.16	1.71	1.83	1.83	

Fees and Expenses¹

Management Fee	0.35%
Other Expenses	0.11%
Gross Expense Ratio	0.46%
Fee Waivers and Expense Reimbursement	-0.32%
Net Expense Ratio	0.14%

Source: VanEck, FactSet. Data as of 9/30/2017.

¹Expenses for FLTR are capped contractually at 0.14% until at least 9/1/2018. Cap excludes certain expenses, such as interest. 30-Day SEC Yield reflects the investment income earned after deducting a fund's expenses for the period. This yield does not necessarily reflect the yield that an investor will receive. Distributions may vary from time to time.

In the absence of temporary expense waivers or reimbursements, the 30-Day SEC Yield would have been 1.44% on 9/30/2017.

Returns greater than one year are annualized.

Performance table presents past performance which is no guarantee of future results and which may be lower or higher than current performance. Returns reflect temporary contractual fee waivers and/or expense reimbursements. Had the ETF incurred all expenses and fees, investment returns would have been reduced. Investment returns and ETF share values will fluctuate so that investors' shares, when redeemed, may be worth more or less than their original cost. ETF returns assume that dividends and capital gains distributions have been reinvested in the Fund at NAV. The "Net Asset Value" (NAV) of a VanEck Vectors Exchange Traded Fund (ETF) is determined at the close of each business day, and represents the dollar value of one share of the fund; it is calculated by taking the total assets of the fund, subtracting total liabilities, and dividing by the total number of shares outstanding. The NAV is not necessarily the same as the ETF 's intraday trading value. VanEck Vectors ETF investors should not expect to buy or sell shares at NAV.

All indices are unmanaged and include the reinvestment of all dividends, but do not reflect the payment of transaction costs, advisory fees or expenses that are associated with an investment in the Fund. An index's performance is not illustrative of the Fund's performance. Indices are not securities in which investments can be made. See disclosures on pages 2 and 3. See index descriptions at the end of this presentation.

Index descriptions



The indices listed are unmanaged indices and do not reflect the payment of transaction costs, advisory fees or expenses that are associated with an investment in the Fund. An index's performance is not illustrative of the Fund's performance. Indices are not securities in which investments can be made.

10-Year U.S. Treasury Bonds: BofA Merrill Lynch Current 10-Year US Treasury Index is a one-security index comprised of the most recently issued 10-year U.S. Treasury bond. To qualify for the inclusion, the 10-year bond must be auctioned on or before the third business day before the last business day of the month.

U.S. Investment Grade Bonds: Bloomberg Barclays Capital US Aggregate Bond Index is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities, asset-backed securities, commercial mortgage-backed securities.

U.S. Leveraged Loans: S&P/LSTA U.S. Leveraged Loan 100 Index seeks to mirror the market-weighted performance of the largest institutional leveraged loans as determined by criteria based upon market weightings, spreads, and interest payments.

U.S. Stocks: Standard & Poor's 500 Index, calculated with dividends reinvested, consists of 500 widely held common stocks covering the industrial, utility, financial and transportation sectors.

Floating Rate Note Spreads: Bloomberg Barclays US Floating Rate Notes (<5 Y) Index provides a measure of the U.S. dollar denominated floating rate note market. The index measures the performance of floating rate notes across sector, credit quality, maturity and asset class sectors. AAA and BBB Floating Rate Note indices are subsets of the FRN Index which provides a measure of the U.S. dollar denominated floating rate note market. AAA represents the highest investment grade credit rating and BBB represents lowest investment grade credit rating. The FRN Index is not the index for VanEck Vectors Investment Grade Floating Rate ETF, which seeks to track the MVIS Investment Grade Floating Rate Index.

BB FRNs: Bloomberg Barclays US Floating Rate Notes (<5 Y) Index consists of debt instruments that pay a variable coupon rate, a majority of which are based on the 3-month LIBOR, with a fixed spread, and may include U.S. registered, dollar denominated bonds of non-U.S. corporations, governments and supranational entities.

London Interbank Offer Rate (LIBOR) refers to the benchmark used by banks, securities houses and investors to gauge the cost of unsecured borrowing in the money markets for various periods of time and currencies.

MV FRNs: MVIS US Investment Grade Floating Rate Index (MVFLTR) consists of U.S. dollar-denominated floating rate notes issued by corporate issuers and rated investment grade by at least one of the three rating services: Moody's, S&P or Fitch.

Morningstar Open End Funds – U.S. Ultrashort Bond peer group is comprised of ultrashort-bond mutual funds that invest primarily in investment-grade U.S. fixed-income issues and have durations typically of less than one year. This category can include corporate or government ultrashort bond portfolios, but it excludes international, convertible, multisector, and high-yield bond portfolios. Because of their focus on bonds with very short durations, these portfolios offer minimal interest-rate sensitivity and therefore low risk and total return potential.

Morningstar US Fund Ultrashort Bond Category Average is comprised of ultrashort-bond exchanged-traded funds and mutual funds that invest primarily in investment-grade U.S. fixed-income issues and have durations typically of less than one year. This category can include corporate or government ultrashort bond portfolios, but it excludes international, convertible, multisector, and high-yield bond portfolios. Because of their focus on bonds with very short durations, these portfolios offer minimal interest-rate sensitivity and therefore low risk and total return potential.