

Vanguard Emerging Markets (Ticker: VWO)

This ETF offers the best low-cost, liquid, broad Emerging Market equity exposure



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Vanguard's Emerging Markets ETF, VWO, is our choice for investing across all major emerging markets.

VWO holds over 800 large-cap companies. It is well-balanced across countries: China (18%), Brazil (16%), Korea (13%), Taiwan (10%), SAfrica (10%) and India (8%). It does a pretty good job of tracking its benchmark, the MSCI EM Index. And VWO's fee is less than half its bigger iShares competitor, EEM.

VWO's 1 year return is over 16% but we see more growth based on the strong economic fundamentals of emerging markets. So strong that China is trying to slow its growth.

One concern we do have is inflation: its high in several EM countries, including China and India. But EM governments have proven themselves good economic managers. Their healthy finances through the Great Recession put the US and Europe to shame.

archerETF proprietary short-term indicators (see the chart below) signaled a BUY for VWO last week, as all markets fell on the Irish debt troubles.

We took the opportunity to buy VWO and other single emerging country ETFs for some of our clients' accounts.

archerETF Metrix	VWO
Category	Emerging Markets
Benchmark	MSCI Emerging Markets
Total Holdings	816
52 Week High	\$49.33
Recent Price	\$47.79
52 Week Low	\$35.30
Avg Daily Volume (Units)	15.78 Million
Avg Daily Volume (\$)	\$754.27 Million
Total Market Cap	\$20.73 Billion
ETF Annual Fee	0.27%
Currency Exposure	Various Currencies
Annual Volatility	36.3%
Correlation to S&P 500	0.66
Return to Risk Ratio	2.13
Use of Leverage	No
Use of Futures	No
6 month Return	25.32%
1 Year Return	17.56%
2 Year Return	140.25%
3 Year Return	-5.59%

Sources: archerETF, Reuters



The archerETF Buy-Sell Indicator

archerETF Global Tactical Portfolio

archerETF's Global Tactical Portfolio holds broad-market, single-country and sector-specific ETFs, selected on both fundamental and price criteria.

The portfolio is actively managed to reduce risk when markets are weaker and to take advantage of global opportunities when safe to do so.

archerETF tailors the strategy to suit the needs of affluent families and foundations. For more information, please contact:

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