

Bond Case Briefs

Municipal Finance Law Since 1971

Momentum Is on the Side of These Municipal Bond ETFs.

Municipal bonds have been a steady bet in 2021 despite all the volatility, with certain exchange traded funds (ETFs) high on momentum according to their relative strength index (RSI).

The RSI can be a helpful indicator to know if momentum is behind a certain ETF — the closer to a reading of 70, the higher the momentum. It can also indicate an oversold condition, so investors need to be aware of potential sell-offs. Likewise, it's not an end-all-be-all when it comes to choosing a momentous fund, but rather a tool that investors can add to their toolboxes.

Fundamentally, municipal bonds have also been a strong bet in 2021. The trillion-dollar infrastructure package and the prospect of higher taxes are also propping up demand for municipal bonds.

[Continue reading.](#)

ETF TRENDS

by BEN HERNANDEZ

DECEMBER 20, 2021

Copyright © 2024 Bond Case Briefs | bondcasebriefs.com