

DEF

Invesco Defensive Equity ETF

Analyst Report

This ETF offers exposure to a unique investment strategy, seeking to identify stocks that perform well during bearish market periods by analyzing valuation multiples, accounting practices, and dividend payments. Given this objective, DEF probably doesn't make much sense as a holding in a long-term portfolio, though it may be useful as a tactical play for those looking to scale back beta and volatility in anticipation of a bear market. In terms of the portfolio, DEF offers a somewhat predictable tilt towards low beta industries, though all corners of the economy receive some allocation in the fund. It's worth noting that DEF isn't simply a mega cap fund; companies of all sizes are included in the underlying portfolio. Those considering an investment in DEF would be wise to analyze the efficiency with which this ETF has achieved its stated objective; a quick look at the beta should give a general impression of how well DEF has identified stocks that hold up well in bear markets. DEF is a bit on the pricey side, but those who believe the methodology succeeds at identifying defensive stocks will likely be happy to pay for the specialized exposure.

ESG Themes and Scores

7.0/10

ESG Rate

71.2%

Global Percentile

82.02%

Peer Percentile

Performance Data

	DEF	ETF Database Category Average	Factset Segment Average
1 Month	-4.01%	-3.98%	-2.35%
3 Month	2.09%	5.41%	3.66%
YTD Return	1.48%	16.13%	8.17%
1 Year Return	0.52%	6.59%	4.42%
3 Year Return	7.97%	5.72%	4.08%
5 Year Return	8.06%	5.67%	2.24%

Top 5 Holdings

Symbol	Holding	% Assets
ADP	Automatic Data Processing, Inc.	1.15%
BRO	Brown & Brown, Inc.	1.14%
TJX	TJX Companies Inc	1.13%
CMCSA	Comcast Corporation Class A	1.12%
CBOE	Cboe Global Markets Inc	1.11%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.55%
Inception	Dec 15, 2006
Index Tracked	Invesco Defensive Equity Index

ETF Database Themes

Category	Large Cap Growth Equities
Asset Class	Equity
Asset Class Size	Large-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: U.S. - Large Cap
Category	Size and Style
Focus	Large Cap
Niche	Broad-based
Strategy	Multi-factor
Weighting	Equal

