

EWCO

Invesco S&P 500 Equal Weight Communication Services ETF Analyst Report

The Invesco S&P 500 Equal Weight Communication Services ETF tracks an index of U.S. companies that are classified as communications services stocks, then equal weights those holdings. If there are fewer than 22 companies in the index, the fund will supplement its holdings with the largest communication services companies in the S&P MidCap 400 index. Adherents of equal weighting argue that it eliminates the market-cap bias built into traditional indexes, while critics say equal-weighting is just another way of tilting toward smaller companies in a portfolio. EQCO tends to have a larger allocation to mid-cap stocks than market-cap weighted rivals tracking the same industry. Sector funds are a relatively niche strategy, and most buy-and-hold investors already own the underlying stocks as part of their U.S. equity portfolio. For those who want to overweight an industry, or for advisers engaged in tactical sector rotation strategies, EWCO could be a good choice. It's worth noting that EWCO is more expensive and less liquid than the popular SPDR sector ETF, a market-cap weighted ETF focusing on the same sector. Investors should compare fees, performance and liquidity.

ESG Themes and Scores

5.15/10

ESG Rate

26.17%

Global Percentile

36.26%

Peer Percentile

Performance Data

	EWCO	ETF Database Category Average	Factset Segment Average
1 Month	N/A	0.36%	2.15%
3 Month	2.76%	-1.90%	8.06%
YTD Return	8.81%	-0.84%	15.73%
1 Year Return	-9.90%	-9.22%	-2.68%
3 Year Return	4.36%	3.00%	3.87%
5 Year Return	N/A	1.51%	2.74%

Top 5 Holdings

Symbol	Holding	% Assets
META	Meta Platforms Inc. Class A	6.45%
NFLX	Netflix, Inc.	5.81%
TTWO	Take-Two Interactive Software, Inc.	5.29%
LYV	Live Nation Entertainment, Inc.	5.28%
EA	Electronic Arts Inc.	4.97%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.40%
Inception	Nov 07, 2018
Index Tracked	S&P 500 Equal Weight Communication Services Plus Index

ETF Database Themes

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

FactSet Classifications

Segment	Equity: U.S. Communication Services
Category	Sector
Focus	Communication Services
Niche	Broad-based
Strategy	Equal
Weighting	Equal

