

GBLD

Invesco MSCI Green Building ETF

Analyst Report

The Invesco MSCI Green Building ETF tracks an index of companies engaged on “green building,” such as the design, construction, redevelopment, retrofitting or acquisition of properties that have been certified as meeting certain building standards for energy efficiency and resource sustainability. The fund invests in small-, mid- and large-cap companies from around the world. Those that derive 50% or more of their revenue from green building are included in the index. The index excludes companies that face severe controversies related to environmental, social and governance issues in the last three years, as well as companies involved in controversial weapons. The fund, which debuted in April 2021, is among dozens of ETFs that target companies that compare favorably on environmental, social and governance criteria, also known as ESG. ESG funds are an increasingly popular segment of the ETF marketplace, offering values-driven investors a diverse portfolio of U.S. stocks without compromising their conscience. GBLD is part of a narrower subset of ESG known as impact funds, whose goal is to invest in companies that try to bring about a measurable, beneficial social or environmental impact. The fund’s underlying index includes companies that meet third-party requirements for green building, such as the Leadership in Energy and Environmental Design (LEED) standards. Invesco’s fund fees are reasonable for the segment, though fees for impact ETFs tend to be significantly higher than plain-vanilla index funds and some broad-based ESG funds. The holdings are also significantly narrower. Due to the increased diversification and concentration risk of its portfolio, GBLD is not a good replacement for a core global equity position though it may be a good complement for investors committed to green building.

ESG Themes and Scores

6.88/10

ESG Rate

66.23%

Global Percentile

81.55%

Peer Percentile

Performance Data

	GBLD	ETF Database Category Average	Factset Segment Average
1 Month	2.00%	6.06%	1.16%
3 Month	6.05%	31.57%	3.65%
YTD Return	4.37%	17.62%	3.08%
1 Year Return	20.67%	84.05%	12.67%
3 Year Return	6.17%	25.33%	0.83%
5 Year Return	N/A	13.42%	-0.51%

Top 5 Holdings

Symbol	Holding	% Assets
URW	Unibail-Rodamco-Westfield SE Stapled Secs Cons of 1 Sh	6.28%
SPSN	Swiss Prime Site AG	6.10%
BXP	BXP Inc	3.83%
LI	Klepierre SA	3.67%
8951	Nippon Building Fund, Inc.	3.04%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.39%
Inception	Apr 22, 2021
Index Tracked	MSCI Global Green Building

ETF Database Themes

Category	Materials
Asset Class	Equity
Asset Class Size	N/A
Asset Class Style	N/A
Region (General)	Global
Region (Specific)	Broad

FactSet Classifications

Segment	Equity: Global Environment
Category	Sector
Focus	Theme
Niche	Environment
Strategy	ESG
Weighting	Market Cap

