

IMFL

Invesco International Developed Dynamic Multifactor ETF Analyst Report

The Invesco International Developed Dynamic Multifactor ETF applies a proprietary strategy to investing in non-U.S. companies. Invesco starts with a FTSE index of large- and mid-cap stocks, then assesses the prevailing economic environment and market conditions, and then scores companies based on the factors that are most relevant given the overall outlook. Invesco looks at economic and market barometers such as consumer sentiment, construction activity, manufacturing gauges and labor market conditions to determine whether the economy is expanding, slowing, contracting or recovering, and then scores stocks accordingly. During recovery or expansion, the fund targets company size and value, while during a slowdown or contraction the fund focuses on stocks with healthier balance sheets and reduced susceptibility to market swings. In both expanding or contracting conditions, the fund also targets momentum stocks. The methodology excludes stocks whose multi-factor score falls below certain relative thresholds. The remaining stocks are weighted based on both the multi-factor score and the company's weight in the baseline index. To prevent concentration, individual company's are capped at 5 percent of the portfolio. Money managers have long recognized that certain factors, when deployed during certain market conditions, consistently reward investors. Factor ETFs have proliferated in recent years and there are many active and passive ETF options that target different factors. Some funds combine factors while others target a single factor. It's important to note that IMFL's baseline index includes South Korea among developed markets, whereas other indices classify the country as an emerging market. Investors who mix and match funds from different providers should make sure they're not unintentionally overweighting or underweighting South Korea. Investors should also note that IMFL owns a significantly narrower universe of companies than broadly diversified plain-vanilla international equity ETFs like the ultra-low cost options estors looking for a



ESG Themes and Scores

7.59/10 ESG Rate 88.02% Global Percentile 39.57% Peer Percentile

Performance Data

	IMFL	ETF Database Category Average	Factset Segment Average
1 Month	1.36%	0.13%	0.24%
3 Month	7.34%	7.30%	5.38%
YTD Return	17.20%	10.00%	9.69%
1 Year Return	31.50%	24.65%	20.96%
3 Year Return	17.28%	13.52%	13.07%
5 Year Return	8.57%	4.12%	5.98%

Top 5 Holdings

Symbol	Holding	% Assets
005930	Samsung Electronics Co., Ltd.	6.56%
000660	SK hynix Inc.	4.12%
NOVN	Novartis AG	2.80%
ROP	Roche Holding Ltd	2.63%
NESN	Nestle S.A.	2.52%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.34%
Inception	Feb 24, 2021
Index Tracked	FTSE Developed ex US Invesco Dynamic Multifactor Index

ETF Database Themes

Category	Global Equities
Asset Class	Equity
Asset Class Size	Large-Cap
Asset Class Style	Blend
Region (General)	Global ex-U.S.
Region (Specific)	Broad

FactSet Classifications

Segment	Equity: Developed Markets Ex-U.S. - Total Market
Category	Size and Style
Focus	Total Market
Niche	Broad-based
Strategy	Multi-factor
Weighting	Multi-Factor