

IVRA

Invesco Real Assets ESG ETF

Analyst Report

The Invesco Real Assets ESG ETF is an actively-managed fund that invests in real assets companies such as those engaged in infrastructure, real estate, natural resources and timber, targeting those that compare favorably on environmental, social and governance criteria, also known as ESG. The fund, which debuted in 2020, is among the first so-called active non-transparent ETFs, meaning it does not need to disclose its trades each day. 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. Dozens of ESG funds have launched in recent years, though IVRA stands out for its active management, semitransparent structure, and its focus on a niche corner of the ESG universe. Those nuances make it hard to find a straightforward comparison. ESG investors might want to start with a hard look at the fund's portfolio. The fund excludes companies involved in tobacco, alcohol, weapons, recreational cannabis, private prisons, and the extraction of thermal coal and "fossil fuels from unconventional sources." The wording is nuanced — and important. While holdings can and will change, it's worth nothing a fairly heavy reliance on the energy sector, including sizable investments in several pipeline, mining and utility companies. For many ESG investors, this could be a dealbreaker. While the fees aren't outrageous, they're relatively high for ETFs, especially now that there are several low-cost entrants into ESG. Investors should compare fees, performance and portfolio against other ESG funds investing in North America, and against non-ESG real assets ETFs.

ESG Themes and Scores

6.97/10

ESG Rate

69.95%

Global Percentile

98.37%

Peer Percentile

Performance Data

	IVRA	ETF Database Category Average	Factset Segment Average
1 Month	7.33%	1.89%	4.03%
3 Month	13.71%	10.83%	13.57%
YTD Return	11.93%	5.73%	9.92%
1 Year Return	18.39%	24.79%	18.77%
3 Year Return	12.80%	14.32%	2.13%
5 Year Return	11.83%	4.44%	1.97%

Top 5 Holdings

Symbol	Holding	% Assets
WELL	Welltower Inc.	4.55%
WMB	Williams Companies, Inc.	4.44%
PLD	Prologis, Inc.	4.27%
TRGP	Targa Resources Corp.	3.97%
AMT	American Tower Corporation	3.89%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.59%
Inception	Dec 22, 2020
Index Tracked	N/A

ETF Database Themes

Category	Global Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	Broad

FactSet Classifications

Segment	Equity: North America - Total Market
Category	Size and Style
Focus	Total Market
Niche	Broad-based
Strategy	Active
Weighting	Proprietary

