

KBWD

Invesco KBW High Dividend Yield Financial ETF Analyst Report

This ETF is one of the more unique offerings in the financial sector, as KBWD offers a way to access banks and other institutions that pay out attractive dividend yields. KBWD is definitely a risky bet, as the underlying companies generally include the less stable financial institutions that aren't necessarily on strong fiscal footing. As such, this fund probably isn't appropriate for those with a low risk tolerance and the hyper-targeted nature diminishes the appeal to those constructing a balanced portfolio for the long run. But for those seeking to tilt towards dividend paying stocks and enhance the current return generated from the equity side of a portfolio, KBWD can be a very attractive option, as the effective dividend yield may be in excess of 10%. The dividend weighted methodology may have some appeal to investors, not only because it maximizes current returns but because the potential drawbacks of cap weighting are avoided entirely. KBWD is appropriate only for a very small slice of investors, but it can be a very powerful tool for opportunistic, yield-hungry individuals or clients.

ESG Themes and Scores

N/A

ESG Rate

N/A

Global Percentile

N/A

Peer Percentile

Performance Data

	KBWD	ETF Database Category Average	Factset Segment Average
1 Month	-1.61%	3.17%	3.35%
3 Month	0.05%	7.62%	6.99%
YTD Return	-4.99%	-0.34%	0.48%
1 Year Return	2.32%	8.71%	7.91%
3 Year Return	4.50%	14.38%	11.45%
5 Year Return	0.69%	6.11%	4.60%

Top 5 Holdings

Symbol	Holding	% Assets
ORC	Orchid Island Capital, Inc.	4.19%
FSK	FS KKR Capital Corp.	4.07%
IVR	Invesco Mortgage Capital Inc.	3.91%
TRIN	Trinity Capital, Inc.	3.79%
TWO	Two Harbors Investment Corp.	3.78%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	5.39%
Inception	Dec 02, 2010
Index Tracked	KBW Nasdaq Financial Sector Dividend Yield Index

ETF Database Themes

Category	Financials 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. Financials
Category	Sector
Focus	Financials
Niche	Broad-based
Strategy	Dividends
Weighting Scheme	Tiered

