

PGX

Invesco Preferred ETF

Analyst Report

This ETF offers investors exposure to preferred stock, an interesting segment of the capital markets that most investors do not have a lot of exposure to. Preferred stock holders have a 'preferred' position on assets compared to other common shareholders should there be a liquidity event in the company. However, these shareholders generally do not have voting rights in exchange for this premium position. Preferred stock also generally pay out solid dividend yields but then also do not participate as much in equity appreciation as their common share counterparts. Due to this preferred stock could be appropriate for those seeking to boost yields in a portfolio or for those looking for less risky forms of equity exposure that are relatively absent from broad portfolios of stocks. PGX is a little short in terms of diversification as the fund holds just under 80 securities in total and the vast majority of them are in the financial industry. As a result, this fund should be considered part of the financial holding of a portfolio and only used in small amounts to boost yields. If used properly, PGX could be a powerful tool for investors, just be careful and make sure to not overinvest in the sector.

ESG Themes and Scores

5.67/10

ESG Rate

32.7%

Global Percentile

13.94%

Peer Percentile

Performance Data

	PGX	ETF Database Category Average	Factset Segment Average
1 Month	11.08%	8.03%	9.25%
3 Month	3.23%	2.17%	2.40%
YTD Return	7.76%	7.01%	6.47%
1 Year Return	0.84%	3.35%	1.82%
3 Year Return	-3.69%	-0.97%	-1.92%
5 Year Return	1.90%	2.65%	1.83%

Top 5 Holdings

Symbol	Holding	% Assets
JPM.PRC	JPMorgan Chase & Co Depository Shs Repr 1/400th Non-	1.84%
JPM.PRD	JPMorgan Chase & Co Depository Shs Repr 1/400th Non-	1.66%
WFC.PRZ	Wells Fargo & Co Depository Shs Repr 1/1000th 4.75%	1.55%
JPM.PRL	JPMorgan Chase & Co. Depository Shs Repr 1/400th	1.50%
JPM.PRM	JPMorgan Chase & Co Depository Shs Repr 1/400th Non-	1.50%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.50%
Inception	Jan 31, 2008
Index Tracked	ICE BofA Core Plus Fixed Rate Preferred Securities

ETF Database Themes

Category	Preferred Stock/Convertible Bonds
Asset Class	Preferred Stock
Asset Class Size	Micro-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Fixed Income: U.S. - Corporate, Preferred
Category	Corporate, Preferred
Focus	Broad Credit
Niche	Broad Maturities
Strategy	Vanilla
Weighting	Market Value

