

PHO

Invesco Water Resources ETF

Analyst Report

This ETF offers exposure to a group of companies operating generally in the water industry, including both water utilities and infrastructure companies and water equipment and materials companies. As such, this ETF likely doesn't belong in a long-term buy-and-hold portfolio due to the targeted nature of exposure, but may be appealing to those who believe that scarcity issues will prompt increased demand for water treatment companies. While this investment thesis may seem compelling, it is not clear how strong the link between water usage/scarcity trends and performance will be going forward. Given the complexity of the issues, as well as the various other business operations of component companies, we're skeptical of the ability of this ETF to accomplish the objective investors may be expecting of it. Moreover, PHO faces some concentration issues, as a few individual stocks receive huge allocations, and is on the pricey side, however, this fund is the cheapest in the category. From the universe of water ETFs--which includes FIW, PIO, and CGW, this fund may be a good choice. But don't expect too much from the fund over the long term..

ESG Themes and Scores

7.11/10

ESG Rate

73.73%

Global Percentile

79.21%

Peer Percentile

Performance Data

	PHO	ETF Database Category Average	Factset Segment Average
1 Month	-5.21%	-5.06%	-4.76%
3 Month	-9.86%	-9.51%	-9.30%
YTD Return	-6.50%	-2.28%	-5.39%
1 Year Return	-2.55%	1.62%	-1.56%
3 Year Return	8.24%	9.74%	8.50%
5 Year Return	4.88%	4.51%	5.07%

Top 5 Holdings

Symbol	Holding	% Assets
WAT	Waters Corporation	10.15%
ROP	Roper Technologies, Inc.	8.08%
FERG	Ferguson Enterprises Inc.	7.68%
ECL	Ecolab Inc.	7.46%
AWK	American Water Works Company, Inc.	6.93%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.59%
Inception	Dec 06, 2005
Index Tracked	NASDAQ OMX US Water

ETF Database Themes

Category	Water 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. Water
Category	Sector
Focus	Theme
Niche	Water
Strategy	Vanilla
Weighting Scheme	Tiered

