

PSMC

Invesco Conservative Multi-Asset Allocation ETF Analyst Report

The Invesco Conservative Multi-Asset Allocation ETF is an actively-managed fund of funds that aims to provide current income while maximizing diversification. Depending on market conditions, the fund will invest 65 percent to 95 percent of its portfolio in fixed income ETFs, 5 percent to 35 percent in equity ETFs, and 3 percent to 20 percent in American and global depositary receipts. PSMC achieves its asset mix by investing largely in a mix of other Invesco ETFs. It's important to note, investors are not double-charged for fund fees. Rather, PSMC charges an ultra-low management fee of its own that's comparable to some of the cheapest index offerings from bargain fund issuers. On top of that, PSMC investors pay acquired fund fees for PSMC's underlying holdings. The total cost, which is the number you see listed as the expense ratio on ETFdb's fund description page, represents the all-in management fee for investors. Though it's pricier than some of the cheapest index funds on the market, PSMC's costs are competitive compared with other actively-managed funds (and significantly lower a few high-cost providers of complicated index strategies.) For an all-in-one asset allocation strategy, the fees are quite reasonable. The fund is the most conservative of the four asset allocation ETFs that Invesco launched in 2017. Asset allocation funds of funds are a staple in the mutual fund space because they offer a simple, single-ticker way to purchase an entire asset allocation, but they have been slow to catch on in ETFs. Many investors with a 401k own mutual funds that operate much the same way, such as single-ticket asset allocation funds or target-date retirement funds that are designed to meet investors' goals, time horizon and risk tolerance. For buy-and-hold investors that want a single-ticker solution combined with the tax efficiencies and low costs of ETFs, asset allocation strategies like PSMC are worth a look.

ESG Themes and Scores

5.93/10

ESG Rate

38.16%

Global Percentile

16.36%

Peer Percentile

Performance Data

	PSMC	ETF Database Category Average	Factset Segment Average
1 Month	0.10%	1.90%	0.83%
3 Month	1.31%	3.56%	2.09%
YTD Return	3.19%	6.60%	4.30%
1 Year Return	3.68%	5.31%	4.30%
3 Year Return	1.50%	2.33%	2.20%
5 Year Return	3.08%	0.98%	1.69%

Top 5 Holdings

No Holdings Data Available

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.37%
Inception	Feb 23, 2017
Index Tracked	N/A

ETF Database Themes

Category	Diversified Portfolio
Asset Class	Multi-Asset
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Asset Allocation: Global - Target Risk
Category	Asset Allocation
Focus	Target Risk
Niche	Conservative
Strategy	Active
Weighting	Proprietary

