

# PZA

## Invesco National AMT-Free Municipal Bond ETF Analyst Report

This fund tracks an index of municipal bonds, a slice of the bond market that is highly coveted due to its tax features. These bonds are generally free from federal taxes and in some cases, state and local income taxes as well making these funds crucial components of portfolios for those in high tax brackets. Muni bonds are used by local entities to pay for a variety of services or to make improvements to infrastructure paying for everything from new sewer systems to school renovations and bridge construction as such, they are relatively low risk instruments. This is especially true in the case of PZA since the fund only targets munis that are insured or in other words, have bought insurance from a private company that will pay out if the underlying bond defaults. As a result PZA is a solid choice for investors seeking broad exposure to the muni market but with much lower levels of risk; allowing investors the safety of an insured product but with the tax advantages of the muni sector. However, the fund does have a much lower rate of interest than others in the category and its level of diversification is a little lacking compared to other muni funds; the product holds just under 160 securities in total but puts close to 30% in the fund's top ten holdings. Still, for risk adverse investors in high tax brackets this could make for a solid fund, however, other investors should probably look to other corners of the muni market in order to capture higher levels of current income.

### ESG Themes and Scores

N/A	N/A	N/A
ESG Rate	Global Percentile	Peer Percentile

### Performance Data

	PZA	ETF Database Category Average	Factset Segment Average
1 Month	-1.41%	-0.95%	-1.36%
3 Month	0.20%	0.63%	0.68%
YTD Return	0.48%	1.73%	2.26%
1 Year Return	12.31%	8.41%	11.92%
3 Year Return	-1.16%	-0.32%	-0.85%
5 Year Return	0.53%	0.74%	0.62%

### Top 5 Holdings

Symbol	Holding	% Assets
Other	Massachusetts St 5.0% 01-NOV-2048	0.61%
Other	San Diego Calif Uni Sch Dist 4.0% 01-JUL-2050	0.47%
Other	Colorado Health Facs Auth Rev 4.0% 15-NOV-2050	0.47%
Other	California St 5.0% 01-SEP-2043	0.37%
Other	Licking Heights Ohio Loc Sch Dist 5.5% 01-OCT-2059	0.35%

### Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.28%
Inception	Oct 11, 2007
Index Tracked	ICE BofA National Long-Term Core Plus Municipal

### ETF Database Themes

Category	National Munis
Asset Class	Bond
Asset Class Size	N/A
Asset Class Style	N/A
Region (General)	North America
Region (Specific)	U.S.

### FactSet Classifications

Segment	Fixed Income: U.S. - Government, Local Authority/Municipal Investment Grade
Category	Government, Local Authority/Municipal
Focus	Investment Grade
Niche	Broad Maturities
Strategy	Vanilla
Weighting	Market Value

