

# RWJ

## Invesco S&P SmallCap 600 Revenue ETF

### Analyst Report

This ETF offers exposure to small cap U.S. stocks, an asset class that is included in most long-term portfolios and can be useful for tactical traders looking to implement a tilt towards riskier securities. RWJ is one of dozens of options for small cap exposure through ETFs, distinguishing itself from the alternatives through the unique weighting methodology employed. The related benchmark consists of all the stocks included in the S&P SmallCap 600, but determines the individual allocations based on top line revenue (as opposed to market capitalization). That methodology may be appealing for investors who see value in a strategy that shifts exposure towards companies with low price-to-sales multiples, and may also be appealing for those looking to utilize alternatives to market cap-weighting (which has a tendency to overweight overvalued stocks, and underweight undervalued companies). There are other ETFs out there for alternative weighting approaches within the small cap space; DES weights holdings based on cash dividends paid, while EES uses earnings to construct the underlying portfolio. RWJ is slightly more expensive than some of the cap-weighted alternatives, but investors who believe the revenue-weighting approach has the potential to add value over the long run will find the expense differentials to be minimal. This fund may be worth considering as an alternative to products such as IWM and IJR.

### ESG Themes and Scores

6.05/10

ESG Rate

33.63%

Global Percentile

62.2%

Peer Percentile

### Performance Data

	RWJ	ETF Database Category Average	Factset Segment Average
1 Month	1.62%	1.75%	2.16%
3 Month	9.89%	7.16%	7.68%
YTD Return	17.38%	14.93%	13.18%
1 Year Return	39.11%	33.98%	24.98%
3 Year Return	16.86%	15.86%	8.77%
5 Year Return	7.98%	5.94%	3.33%

### Top 5 Holdings

Symbol	Holding	% Assets
MOH	Molina Healthcare, Inc.	3.42%
WKC	World Kinect Corporation	2.73%
UNFI	United Natural Foods, Inc.	2.42%
KMX	CarMax, Inc.	1.80%
GPI	Group 1 Automotive, Inc.	1.32%

### Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.39%
Inception	Feb 19, 2008
Index Tracked	S&P SmallCap 600 Revenue-Weighted Index

### ETF Database Themes

Category	Small Cap Value Equities
Asset Class	Equity
Asset Class Size	Micro-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

### FactSet Classifications

Segment	Equity: U.S. - Small Cap
Category	Size and Style
Focus	Small Cap
Niche	Broad-based
Strategy	Fundamental
Weighting	Revenue

