

RZV

Invesco S&P SmallCap 600® Pure Value ETF

Analyst Report

RZV seeks to replicate a benchmark which offers exposure small cap firms that exhibit value characteristics in the U.S. equity market. The investment thesis behind small caps is that these firms are likely to provide strong growth prospects to a portfolio and should have a much easier time growing than their large cap counterparts. However, these securities are extremely volatile and can experience large losses or gains in a very short period of time. Despite their volatility, these products should probably be in every investors' portfolio as they tend to move somewhat independently of large caps and can be a better 'pure play' on the American economy. This particular ETF, since it focuses on value securities, has certain biases in its portfolio holdings and may not offer as much of a cross section as funds such as IWM. However, RZV is unique in the space because it implements a 'pure' system. This forces the provider to classify companies in the space as either growth or value ensuring that there is no overlap between this fund and its counterpart RZG. Thanks to this shift, this fund has substantially less securities than similar products in the space and is relatively more concentrated. In fact, RZV holds just 150 securities and puts close to 17.5% of its assets in the top ten holdings, a far cry from some funds in the space that hold over 1,200 securities. Due to this, investors should consider this fund if they are looking to only tap into value securities and want nothing to do with growth companies in the space. The fund does charge more than others in the category but its methodology may be worth it to many investors.

ESG Themes and Scores

6.02/10

ESG Rate

32.25%

Global Percentile

58.39%

Peer Percentile

Performance Data

	RZV	ETF Database Category Average	Factset Segment Average
1 Month	1.37%	1.80%	1.53%
3 Month	7.88%	5.52%	6.36%
YTD Return	18.34%	14.59%	15.26%
1 Year Return	44.41%	34.44%	30.88%
3 Year Return	18.79%	16.78%	14.72%
5 Year Return	9.22%	6.00%	4.74%

Top 5 Holdings

Symbol	Holding	% Assets
ICHR	Ichor Holdings, Ltd.	2.02%
VSH	Vishay Intertechnology, Inc.	1.69%
ACHC	Acadia Healthcare Company, Inc.	1.59%
VSTS	Vestis Corporation	1.53%
PTEN	Patterson-UTI Energy, Inc.	1.46%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.35%
Inception	Mar 01, 2006
Index Tracked	S&P Small Cap 600 Pure Value

ETF Database Themes

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

FactSet Classifications

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

