

SPHD

Invesco S&P 500® High Dividend Low Volatility ETF Analyst Report

As the name implies, the Invesco S&P 500 High Dividend Low Volatility ETF (SPHD) tracks an index that tries to pick those S&P 500 stocks that deliver the highest dividends with the least turbulence.

Not surprisingly, SPHD tends to be heavy on utility stocks and light on fast-growing tech companies. SPHD imposes guardrails that prevent a single sector from dominating the portfolio, with each sector limited to ten stocks and 25% of the portfolio at rebalance. Between rebalances, better-performing sectors can become a bigger slice of the pie. As of March 2020, the fund has 37% of its money in financial stocks.

SPHD is a bit on the pricey side for dividend funds, but reasonable for factor funds. There are other, cheaper low-vol funds out there, such as Invesco's own SPLV or the iShares Edge MSCI Min Vol USA ETF. And there are plenty of funds that chase dividends, like the ultra-low-cost Vanguard High Dividend Yield ETF (VYM). But SPHD the only ETF targeting that specific combination of factors.

As with most ETFs that invest in the S&P 500 universe, there's plenty of liquidity in the underlying stocks, so institutional investors should find it easy to execute large block trades.

ESG Themes and Scores

7.11/10

ESG Rate

73.67%

Global Percentile

90.44%

Peer Percentile

Performance Data

	SPHD	ETF Database Category Average	Factset Segment Average
1 Month	2.18%	2.24%	4.69%
3 Month	-3.27%	4.28%	7.48%
YTD Return	6.54%	6.43%	9.14%
1 Year Return	11.51%	17.06%	19.73%
3 Year Return	13.03%	13.41%	9.97%
5 Year Return	6.36%	6.62%	4.40%

Top 5 Holdings

Symbol	Holding	% Assets
MO	Altria Group, Inc.	3.53%
VZ	Verizon Communications Inc.	3.47%
DOC	Healthpeak Properties, Inc.	3.27%
KHC	Kraft Heinz Company	3.06%
PFE	Pfizer Inc.	2.96%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.30%
Inception	Oct 18, 2012
Index Tracked	S&P Low Volatility High Dividend index

ETF Database Themes

Category	Volatility Hedged Equity
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. - Large Cap
Category	Size and Style
Focus	Large Cap
Niche	Broad-based
Strategy	Multi-factor
Weighting	Dividends

