

USEQ

Invesco Russell 1000 Enhanced Equal

Weight ETF Analyst Report

The Invesco Russell 1000 Enhanced Equal Weight ETF applies a proprietary index strategy to large-cap U.S. equities. The fund firsts looks for companies with upward price momentum and fair valuations, excluding those without positive earnings in the previous year. The methodology assesses cash-flow yield, earnings yield and sales-to-price ratio, and cuts the bottom performers. Then USEQ tests price momentum, and again culls the weakest. The remaining companies are equally weighted. The result of USEQ's methodology is a portfolio that can diverge significantly from a plain-vanilla Russell 1000 ETF. The industry and sector mix may look different. The equal weighting strategy also gives USEQ a heavier tilt toward mid-cap equities. Adherents of equal weighting argue that it eliminates the market-cap bias built into traditional indexes. USEQ may not own the full roster of companies in the Russell 1000 but the fund still owns a diversified mix of hundreds of U.S. equities, and may be a good complement to large-cap core holding. Investors should be aware that the unique exposure comes with higher fees than plain-vanilla index funds. Moreover, USEQ has been slow to gather assets since its 2017 debut, and lacks the liquidity offered by other large-cap ETFs.

ESG Themes and Scores

8.28/10

ESG Rate

73.14%

Global Percentile

87.33%

Peer Percentile

Performance Data

	USEQ	ETF Database Category Average	Factset Segment Average
1 Month	-3.44%	-3.39%	-2.28%
3 Month	-0.15%	-1.16%	-1.13%
YTD Return	4.77%	5.04%	2.84%
1 Year Return	-3.14%	-7.57%	-3.75%
3 Year Return	41.25%	22.21%	15.84%
5 Year Return	43.15%	20.05%	14.41%

Top 5 Holdings

Symbol	Holding	% Assets
ALGM	Allegro MicroSystems, Inc.	0.21%
COTY	Coty Inc. Class A	0.21%
NVR	NVR, Inc.	0.20%
TPX	Tempur Sealy International, Inc.	0.20%
CRUS	Cirrus Logic, Inc.	0.20%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.29%
Inception	Jul 13, 2017
Index Tracked	Russell 1000 Enhanced Value Equal Weight

ETF Database Themes

Category	All Cap Equities
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 Scheme	Equal

