

VRIG

Invesco Variable Rate Investment Grade ETF

Analyst Report

The Invesco Variable Rate Investment Grade ETF is an actively-managed fund that tries to boost income while limiting vulnerability to interest rate increases. The fund will invest in investment-grade, variable rate securities, including floating rate U.S. Treasuries, mortgage-backed securities, asset backed debt, collateralized loan obligations, corporate debt, U.S. agency debt. The fund may invest up to 20% of its portfolio in junk-rated debt. The fund aims to limit duration, a measure of sensitivity to interest rate increases, to one year. Bonds with shorter duration typically take less of a hit from rate hikes than longer-term debt. Variable-rate debt adds another layer of protection since coupons adjust along with interest rates. Fund fees are reasonable, although there are lower cost indexed ETFs that track floating rate debt. VRIG could be a good choice for investors who are willing to accept a little more risk in order to bolster income while limiting interest rate risk.

ESG Themes and Scores

6.33/10

ESG Rate

44.85%

Global Percentile

40.39%

Peer Percentile

Performance Data

	VRIG	ETF Database Category Average	Factset Segment Average
1 Month	0.55%	0.20%	0.60%
3 Month	2.08%	0.26%	1.98%
YTD Return	2.08%	-0.02%	1.99%
1 Year Return	7.97%	3.19%	7.54%
3 Year Return	3.62%	-0.76%	3.40%
5 Year Return	3.15%	0.64%	2.80%

Top 5 Holdings

Symbol	Holding	% Assets
Other	Government of the United States of America FRN 31-JAN-	14.31%
Other	Government of the United States of America FRN 31-OCT-	6.39%
Other	FIXED INCOME (UNCLASSIFIED)	5.37%
Other	CORPORATE BOND	1.82%
Other	ASSET-BACKED SECURITIES	1.61%

Vitals

Issuer	Invesco
Brand	Invesco
Structure	ETF
Expense Ratio	0.30%
Inception	Sep 22, 2016
Index Tracked	N/A

ETF Database Themes

Category	Total Bond Market
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. - Broad Market, Broad-based Investment Grade Floating Rate
Category	Broad Market, Broad-based
Focus	Investment Grade
Niche	Floating Rate
Strategy	Active
Weighting	Proprietary

