

# Invesco Consumer Discretionary S&P US Select Sector UCITS ETF



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This factsheet contains a summary of the Invesco Consumer Discretionary S&P US Select Sector UCITS ETF, an exchange traded fund (ETF), and is for discussion purposes only. Please consult the Key Investor Information Document and prospectus and note the additional important information overleaf.<sup>2</sup>

## Investment objective

The Invesco Consumer Discretionary S&P US Select Sector UCITS ETF aims to provide the performance of the S&P Select Sector Capped 20% Consumer Discretionary Total Return (Net) Index, less fees.

## Key product characteristics

- The synthetic structure of the fund allows an effective replication of the benchmark
- Transparent fees and costs

## About the index

The S&P Select Sector Capped 20% Consumer Discretionary Total Return (Net) Index is a financial index providing exposure to the consumer discretionary sector of the S&P 500 Index. Constituents are weighted by free float market capitalisation, and capped at a maximum of 19%.

## Sector exposure



## Geographic exposure



Portfolio weightings and allocations may change.

## Performance

The table shows performance over the past five years to the most recent month end. ETF performance is in the fund's base currency and includes reinvested dividends. ETF performance is based on Net Asset Value after management fees and other ETF costs but does not consider any commissions or custody fees payable when buying, holding or selling the ETF. The ETF does not charge entry or exit fees. Each period starts at the end of the indicated month. The first indicated month may not represent a full month and may start only on the launch/restructuring date indicated in this factsheet. **Past performance (actual or simulated) is not a reliable indicator of future performance.**

	31/12/15	31/12/16	31/12/17	31/12/18	31/12/19	31/12/17
	31/12/16	31/12/17	31/12/18	31/12/19	31/12/20	31/12/20
ETF	5.45%	22.35%	1.39%	28.43%	26.32%	64.49%
Index <sup>4</sup>	5.51%	22.45%	1.39%	28.31%	26.27%	64.27%
Difference <sup>3</sup>	-0.06%	-0.08%	0.00%	0.10%	0.04%	0.14%

n/a if displayed indicates insufficient data history

## Trading information

Exchange	London Stock Exchange
Trading currency	USD
Valor	10854855
ISIN	IE00B449XP68
Bloomberg	XLYS LN

## Index Information

Index	S&P® Select Sector Capped 20% Consumer Discretionary Index
Currency	USD

## ETF Information

Replication method <sup>5</sup>	Synthetic
Base currency	USD
Issuer	Invesco Markets plc
Manager	Invesco Investment Management Ltd
Custodian	Northern Trust Fiduciary Services (Ireland) Limited
Ongoing charge <sup>6</sup>	0.14% p.a.
Total cost <sup>7</sup>	0.14% p.a.
Dividends	Accumulating
Domicile	Ireland
Fund inception	16 Dec 2009

## Available at [etf.invesco.com](http://etf.invesco.com)

Prospectus, KIID (Key Investor Information Document), Holdings & NAV (Net Asset Value)

- <sup>1</sup> Please note that, prior to 25 May 2018, the name of this product was Source Consumer Discretionary S&P US Select Sector UCITS ETF.
- <sup>2</sup> The website is not available to Hong Kong Professional Investors and Singapore Institutional/Accredited Investors. For more information, please contact [invest@invesco.com](mailto:invest@invesco.com)
- <sup>3</sup>  $(ETF + 1) / (Index + 1) - 1$
- <sup>4</sup> Data: Bloomberg
- <sup>5</sup> Please see section 'How does the ETF achieve its investment objective?' on the second page for further information
- <sup>6</sup> Includes management fee, custody and administration costs but excludes transaction costs such as swap costs
- <sup>7</sup> Ongoing charge plus transaction costs where known

## Contact us

[invest@invesco.com](mailto:invest@invesco.com)  
[etf.invesco.com](http://etf.invesco.com)

The value of your investment may go down as well as up. As a result, you may not get back the amount of capital you invest.

## Risk warnings

The value of investments, and any income from them, will fluctuate. This may partly be the result of changes in exchange rates. Investors may not get back the full amount invested. As this fund has significant exposure to one or a small number of sectors, investors should be prepared to accept a higher degree of risk than for an ETF with a broader investment mandate. This fund enters into swap agreements which provide the performance of the Reference Index. These imply a range of risks including the possibility of an adjustment to, or even the early termination of, the swap agreement. The Fund might be concentrated in a specific region or sector or be exposed to a limited number of positions, which might result in greater fluctuations in the value of the Fund than for a fund that is more diversified. The value of equities and equity-related securities can be affected by a number of factors including the activities and results of the issuer and general and regional economic and market conditions. This may result in fluctuations in the value of the Fund. Synthetic ETF Risk: As the Fund is pursuing its objective through the use of swaps, the Fund might be exposed to the risks linked to securities which differ from the constituents of the Reference Index. The Fund is also exposed to the risk of bankruptcy, or any other type of default of the counterparty related to any trading transaction entered into by the Fund.

## What are ETFs?

ETFs are open-ended UCITS funds. Unlike traditional open-ended funds, ETFs can be bought and sold on a stock exchange like ordinary shares.

## How does this ETF achieve its investment objective?

The ETF employs a synthetic replication method; it owns a diversified portfolio of equities that may differ from the benchmark index. To achieve the investment objective, the ETF contracts with one or more banks (each a counterparty), which agree to pay any difference between the portfolio performance and the index performance, less any applicable fees. These contracts are known as swaps. Using swaps ensures accurate index tracking but introduces counterparty risk: if a counterparty failed to pay the index performance due under the swap contract, the ETF would instead rely on the performance of its portfolio of equities, which could be lower than the index performance. An ETF's exposure to a swap counterparty is limited by the UCITS regulation, and further limited by measures that we impose.

## About Invesco

At Invesco, we want to help you get more out of life by striving to deliver a superior investment experience. Our range of exchange-traded products are designed to help you make the most of your portfolio, with low cost products tracking established benchmark indices and a range of products that offer something a bit different. In fact, we've built a reputation for innovation and factor investing, so many of the exposures we offer are not available from any other provider. We have the market knowledge to help you trade our products efficiently today, plus the stability, resources and broader expertise that are needed to meet your objectives for the long term.

## Buying and selling our ETFs

To buy or sell our ETFs, please consult your broker or financial adviser.

## Glossary

**A-shares** Mainland listings of Chinese companies, traded in local currency.

**Benchmark** An index serving as a reference; a means of comparing securities' valuations.

**Beta** A measure of how strongly a fund reacts to shifts in its benchmark. A beta of 1 means that the fund price varies, on average, just as much as the benchmark; a beta of more than 1

means that the fund price varies more than the benchmark; a beta of less than 1 means that the fund price varies less.

**Bluechip company** Bluechips are the shares of large, high-revenue-generating companies. Bluechip shares are traded heavily and generally with low volatility.

**Corporate Governance** Corporate governance is the legal and practical framework for managing and supervising companies to the benefit of all relevant stakeholders.

**Derivative** Derivatives are financial instruments whose prices are driven by the price shifts or price expectations of another financial instrument, which is called the "underlying". Many derivatives are designed to react disproportionately to shifts in the price of the underlying. Derivatives can be used for both hedging and speculative purposes. The most common derivatives are certificates, options, futures and swaps.

**Energy Master Limited Partnerships (MLP's)** Publicly traded entities that are not subject to corporation tax, the structure is designed to encourage private investment in natural resources.

**ESG** Environmental, Social and Governance, three key factors in measuring sustainability and societal impact of a company.

**ETCs** Exchange traded commodities, listed debt instruments backed by a commodity.

**ETF** Exchange traded fund. A type of fund that is traded on the stockmarket like ordinary shares. ETFs can be bought and sold during trading hours, like ordinary shares, whereas other types of funds are priced once a day only.

**Factor Investing** An investment strategy in which securities are chosen based on certain characteristics and attributes that may explain differences in returns.

**Factors** Factor investing entails seeking out investment securities on the basis of certain quantitative attributes, called "factors", e.g., securities that have been less volatile in the past.

**Foreign exchange forward contracts** Currency trading is part of credit establishments' foreign transactions and generally entails the exchange of two different currencies.

**Free Float** The portion of a company's shares that can be publicly traded.

**Hedged** Foreign exchange forward contracts are used to hedge asset classes, i.e., to protect them against currency fluctuations. The objective is to achieve a performance that is just as great as the performance of the underlying currency.

**Investment grade (high quality)** Fixed-income securities with high credit quality (rated at least "BBB" by S&P).

**IQS** Invesco Quantitative Strategies

**Preferred securities** A term used in the US for shares that are given precedence over other shares.

**Price-book value ratio** The price-book value ratio is the ratio between a company's share price and its accounting value, i.e., each shareholder's share of the company's share capital. The lower a company's price-book value, the less "expensive" its shares are.

**Substance value** Substance value is the combined net value of all a company's assets.

**Swap** Swaps are derivatives through which cash flows are exchanged for the purpose of managing risks. Two examples are interest-rate and currency swaps.

**UCITS** An abbreviation for "Undertakings for Collective Investment in Transferable Securities". In a European legal context, these are investment funds that invest in legally defined types of securities and other financial instruments (securities funds).

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