

2025 Midyear Outlook

ETF Opportunities Amidst Uncertainty

This marketing communication is for professional investors and Qualified clients/ sophisticated investors. Investors should read the legal documents prior to investing

Investment Risks: For complete information on risks, please refer to the [legal documents](#). The value of investments and any income will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

As outlined in our latest [Midyear Investment Outlook](#), the first half of 2025 has been marked by sharp market swings, driven by a global reassessment of economic expectations and geopolitical dynamics. Amid this market turbulence, our market strategists see compelling opportunities for investors to recalibrate – diversifying across regions and asset classes, while reducing concentrated exposures. This approach can not only help manage volatility but also positions portfolios to capture potential upside surprises.

In the US, it may be worth considering opportunities beyond dominant mega caps. Defensive strategies such as equal weight, low volatility, and high dividend are gaining more relevance. Meanwhile, a weakening US dollar has further driven interest in gold, and alternative assets like bitcoin could serve as valuable diversification tools. Outside of the US, we see greater opportunities in Europe, particularly Germany, as well as in China and Japan. Chinese tech stocks especially look attractive, supported by breakthroughs in AI technologies and a favourable policy backdrop.

In this evolving market environment, a dynamic and flexible investment approach is essential. Exchange Traded Products (ETPs)¹ offer powerful tools for asset allocation and thematic positioning.

Here's some of our featured ETFs, aligned with five key investment themes for the remainder of 2025

Positioning for uncertainty

We'd lean toward a defensive positioning given the current market and economic uncertainty, and the potential for further volatility

Invesco ETF Opportunities

- S&P 500 Low Volatility
- High Dividend Low Volatility (S&P 500, EURO STOXX, FTSE EM)
- AAA CLO Notes (USD & EUR)²
- US Treasury Bond 0-1 year, 1-3 year

The US dollar continues to weaken

The outlook for US rates and growth suggests the dollar will continue to weaken. We'd consider to look at other asset classes to diversify away from the US dollar

Invesco ETF Opportunities

- Physical Gold ETC
- Physical Bitcoin
- Euro Government Bonds
- Euro Hybrid Corporate Bonds

An exceptional run for US stocks may be coming to an end

US valuation premiums are being questioned, while earnings growth differentials are losing versus Europe and China

Invesco ETF Opportunities

- S&P 500 Equal Weight
- EURO STOXX 50, MDAX
- FTSE 250
- JPX-Nikkei 400
- MSCI China All Shares Stock Connect
- AT1 Capital Bond
- Preferred Shares

China joins the US in artificial intelligence

The US is no longer the only game in town for exposure to cutting-edge technologies

Invesco ETF Opportunities

- Artificial Intelligence Enablers
- MSCI China Technology All Shares Stock Connect
- ChiNext 50

Constructive on global bonds, neutral on US Treasuries

Yields may fall on slower global growth; US yields could push higher on fiscal concerns

Invesco ETF Opportunities

- Global Corporate Bond ESG Climate Transition
- UK Gilts
- BulletShares EUR Corporate Bond
- Euro Cash 3 Months

¹In this guide we refer to ETFs (exchange traded funds) and ETPs (exchange traded products) interchangeably. ²This product is intended for professional investors only.

Featured Invesco ETPs

Please see etf.invesco.com for additional trading lines/share classes, including currency-hedged share classes where available. Costs may increase or decrease as a result of currency and exchange rate fluctuations. Consult the legal documents for further information on costs.

ISIN	ETPs	Ongoing charge p.a.	Main ticker
Equities			
IE000LGWDNE5	Invesco Artificial Intelligence Enablers UCITS ETF	0.35%	IVAI LN
IE000AWRDWI7	Invesco ChiNext 50 UCITS ETF Acc	0.49%	CN50 LN
IE00B60SWX25	Invesco EURO STOXX 50 UCITS ETF	0.05%	SDJE50 GR
IE00BZ4BMM98	Invesco EURO STOXX High Dividend Low Volatility UCITS ETF	0.30%	HDEU LN
IE00B60SWV01	Invesco FTSE 250 UCITS ETF	0.12%	S250 LN
IE00BYYXBF44	Invesco FTSE Emerging Markets High Dividend Low Volatility UCITS ETF	0.49%	EMHD LN
IE00BPRCH686	Invesco JPX-Nikkei 400 UCITS ETF	0.19%	N400 LN
IE00BHJYDV33	Invesco MDAX UCITS ETF	0.19%	DEAM GR
IE00BK80XL30	Invesco MSCI China All Shares Stock Connect UCITS ETF	0.35%	MCHN LN
IE00BM8QS095	Invesco MSCI China Technology All Shares Stock Connect UCITS ETF	0.49%	MCHT LN
IE0000TZZ2B2	Invesco S&P 500 Equal Weight Swap UCITS ETF	0.20%	SPWS LN
IE00BNGJJT35	Invesco S&P 500 Equal Weight UCITS ETF	0.20%	SPEQ LN
IE00BWTN6Y99	Invesco S&P 500 High Dividend Low Volatility UCITS ETF	0.30%	HDLV LN
IE00BKW9SX35	Invesco S&P 500 Low Volatility UCITS ETF	0.25%	SPLW LN
Fixed income			
IE00BFZPF322	Invesco AT1 Capital Bond UCITS ETF Acc	0.39%	AT1 LN
IE000AYJ75E5	Invesco BulletShares 2026 EUR Corporate Bond UCITS ETF	0.10%	BE26 GR
IE000XOS4OJ6	Invesco BulletShares 2027 EUR Corporate Bond UCITS ETF	0.10%	BE27 GR
IE000LKGEZQ6	Invesco BulletShares 2028 EUR Corporate Bond UCITS ETF	0.10%	BE28 GR
IE000ZC4C5Q1	Invesco BulletShares 2029 EUR Corporate Bond UCITS ETF	0.10%	BE29 GR
IE000W6YTDH7	Invesco BulletShares 2030 EUR Corporate Bond UCITS ETF	0.10%	BD30 GR
IE00B3BPCH51	Invesco Euro Cash 3 Months UCITS ETF	0.09%	PEU IM
IE00BKWD3966	Invesco Euro Corporate Hybrid Bond UCITS ETF	0.39%	EHBD GR
IE00BGJWWX56	Invesco Euro Government Bond UCITS ETF	0.07%	EIBB GR
IE000FVQW7E7	Invesco Global Corporate Bond ESG Climate Transition UCITS ETF	0.15%	GCBE LN
IE00BG0TQ445	Invesco UK Gilt 1-5 Year UCITS ETF	0.06%	GLT5 LN
IE00BG0TQC25	Invesco UK Gilts UCITS ETF	0.06%	GLTP LN
IE00BKWD3C98	Invesco US Treasury Bond 0-1 Year UCITS ETF	0.06%	TREI LN
IE00BF2FNG46	Invesco US Treasury Bond 1-3 Year UCITS ETF	0.06%	TRE3 LN
IE000U7LIXH5	Invesco EUR AAA CLO UCITS ETF	0.35%	ICLO LN
IE000PKN5N58	Invesco USD AAA CLO UCITS ETF	0.35%	CLOD GR
Digital Assets			
XS2376095068	Invesco Physical Bitcoin	0.39%	BTIC LN
Commodities			
IE00B579F325	Invesco Physical Gold ETC	0.12%	SGLD LN

Important Information

This marketing communication is exclusively for use by professional investors in Continental Europe as defined below, Qualified Clients/Sophisticated Investors in Israel and Professional Clients in Ireland and the UK. This communication may also be used by financial intermediaries in the United States as defined below. It is not intended for and should not be distributed to the public.

For the distribution of this communication, Continental Europe is defined as Austria, Belgium, Denmark, Finland, France, Germany, Italy, Liechtenstein, Luxembourg, Netherlands, Norway, Portugal, Spain, Sweden and Switzerland. Data as at June 2025, unless otherwise stated. By accepting this material, you consent to communicate with us in English, unless you inform us otherwise. This is marketing material and not financial advice. It is not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication. Views and opinions are based on current market conditions and are subject to change. For information on our funds and the relevant risks, refer to the Key Information Documents/Key Investor Information Documents (local languages) and Prospectus (English, French, German), and the financial reports, available from www.invesco.eu. A summary of investor rights is available in English from www.invescomanagementcompany.ie. The management company may terminate marketing arrangements. UCITS ETF's units / shares purchased on the secondary market cannot usually be sold directly back to UCITS ETF. Investors must buy and sell units / shares on a secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current net asset value when buying units / shares and may receive less than the current net asset value when selling them. For the full objectives and investment policy please consult the current prospectus. All investment decisions must be based only on the most up to date legal offering documents. The legal offering documents (Key Information Document (KID), Base Prospectus and financial statements) are available free of charge at our website www.invesco.eu and from the issuers.

Invesco Capital Bond AT1 UCITS ETF and Invesco Physical Bitcoin are products that are difficult to understand. The CNMV considers that, in general, they are not appropriate for retail investors.

Belgium: This product is offered in Belgium under the Public Offer Exemption. This material is intended only for professional investors and may not be used for any other purpose nor passed on to any other investor in Belgium. Switzerland: The representative and paying agent in Switzerland is

BNP PARIBAS, Paris, Zurich Branch, Selnaustrasse 16 8002 Zürich. The Prospectus, Key Information Document, financial reports and articles of incorporation may be obtained free of charge from the Representative. The ETFs are domiciled in Ireland. Germany: German investors may obtain the offering documents free of charge in paper or electronic form from the issuer or from the German information agent (Marcard, Stein & Co AG, Ballindamm 36, 20095 Hamburg, Germany). Italy: The publication of the supplement in Italy does not imply any judgment by CONSOB on an investment in a product. The list of products listed in Italy, and the offering documents for and the supplement of each product are available: (i) at etf.invesco.com (along with the audited annual report and the unaudited half-year reports); and (ii) on the website of the Italian Stock Exchange borsaitaliana.it. Israel: No action has been taken or will be taken in Israel that would permit a public offering of the Fund or distribution of this document to the public in Israel. This Fund has not been approved by the Israel Securities Authority (the ISA). Accordingly, the Fund shall only be sold in Israel to an investor of the type listed in the First Schedule to the Israeli Securities Law, 1968, which has confirmed in writing that it falls within one of the categories listed therein (accompanied by external confirmation where this is required under ISA guidelines), that it is aware of the implications of being considered such an investor and consents thereto, and further that the Fund is being purchased for its own account and not for the purpose of re-sale or distribution. This document may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have been sent. Nothing in this document should be considered investment advice or investment marketing as defined in the Regulation of Investment Advice, Investment Marketing and Portfolio Management Law, 1995 ("the Investment Advice Law"). Investors are encouraged to seek competent investment advice from a locally licensed investment advisor prior to making any investment. Neither Invesco Ltd. Nor its subsidiaries are licensed under the Investment Advice Law, nor does it carry the insurance as required of a licensee thereunder. This document does not constitute an offer to sell or solicitation of an offer to buy any securities or fund units other than the fund offered hereby, nor does it constitute an offer to sell to or solicitation of an offer to buy from any person or persons in any state or other jurisdiction in which such offer or solicitation would be unlawful, or in which the person making such offer or solicitation is not qualified to do so, or to a person or persons to whom it is unlawful to make such offer or solicitation. This communication has not been approved by the Israeli Securities Authority and will only be distributed to Israeli residents in a manner that will not constitute "an offer to the public" under sections 15 and 15A of the Israel Securities Law, 5728-1968 ("the Securities Law").

The product is being offered to a limited number of investors (35 investors or fewer during any given 12 month period) and/or those categories of investors listed in section 15A(b) of and/or the First Addendum ("the Addendum") to the Securities Law, ("Sophisticated Investors") each as defined in the said Addendum, as amended from time to time, and who in each case have provided written confirmation that they qualify as Sophisticated Investors, and that they are aware of the consequences of such designation and agree thereto; in all cases under circumstances that will fall within the private placement or other exemptions of, the Securities Law and any applicable guidelines, pronouncements or rulings issued from time to time by the Israeli Securities Authority. This communication may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have been sent. Any offeree who purchases a product is purchasing such product for its own benefit and account and not with the aim or intention of distributing or offering such product to other parties (other than, in the case of an offeree which is an Sophisticated Investor by virtue of it being a banking corporation, portfolio manager or member of the Tel-Aviv Stock Exchange, as defined in the Addendum, where such offeree is purchasing product for another party which is an Sophisticated Investor). Nothing in this communication should be considered Investment Advice or Investment Marketing defined in the Regulation of Investment Counselling, Investment Marketing and Portfolio Management Law, 5755-1995 ("the Investment Advice Law"). Investors are encouraged to seek competent investment counselling from a locally licensed investment counsel prior to making the investment. Neither Invesco Ltd. nor its subsidiaries does not hold a licence under the Investment Advice Law, nor does it carry the insurance as required of a licensee thereunder. This communication does not constitute an offer to sell or solicitation of an offer to buy any securities other than the product offered hereby, nor does it constitute an offer to sell to or solicitation of an offer to buy from any person or persons in any state or other jurisdiction in which such offer or solicitation would be unlawful, or in which the person making such offer or solicitation is not qualified to do so, or to a person or persons to whom it is unlawful to make such offer or solicitation.

Additional information for financial intermediaries in the United States: This document is intended for distribution to US financial intermediaries for informational purposes and in relation to their activities with offshore clients only. The Funds/Securities are not registered under any US securities law, and may not be offered or sold directly or indirectly in the US, its territories or possessions, nor to any US persons, citizens or residents. The Funds/Securities are not offered for sale in any jurisdiction in which the Funds/Securities are not authorized to be publicly sold. The Funds/Securities are

available only in jurisdictions where their promotion and sale is permitted. The Funds/Securities must not be marketed on US soil. This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions. Invesco Investment Management Limited (IIML) is the manager of Invesco ETFs. Invesco UK Services Limited (IUKSL) is the adviser and portfolio arranger of Invesco Physical Markets ETCs. IIML and IUKSL will provide promotional services and support to Invesco Distributors, Inc. ("Broker Dealer") acting on an execution only basis. By receiving the present communication from IIML and IUKSL, the Broker Dealer agrees and confirms that they: (i) will only promote the ETFs and ETCs to US offshore investors; (ii) are aware the ETFs and ETCs are not registered for distribution or promotion to US onshore investors; (iii) will comply with the ETFs' and ETCs' target market as defined by IIML and IUKSL, and published on www.etf.invesco.com; (iv) will comply with all local distribution rules, including, but not limited to private placement, US Securities Act for US offshore activities; (v) will provide the necessary information to allow IIML and IUKSL to carry out due diligence on the Broker Dealer; (vi) complete and maintain sufficient due diligence on their investors to establish and confirm that the investors are not US onshore investors; and (vii) will immediately cease promotion of the ETFs and ETCs to any investors who they become aware are not US offshore investors and will inform Invesco if this occurs. Issued in the US by Invesco Distributors, Inc., 11 Greenway Plaza, Suite 1000, Houston, Texas 77046, USA. Invesco Distributors, Inc. is the appointed US sub-distributor of Invesco Investment Management Limited, authorized and regulated by the Central Bank of Ireland, Ground Floor, 2 Cumberland Place, Fenian Street, Dublin 2, Ireland and Invesco UK, Services Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire, RG9 1HH, United Kingdom. All entities are indirect, wholly owned subsidiaries of Invesco Ltd. Issued by Invesco Asset Management (Schweiz) AG, Talacker 34, 8001 Zurich, Switzerland, Invesco Asset Management Deutschland GmbH, An der Welle 5, 60322 Frankfurt am Main, Germany, Invesco Asset Management Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, UK. Authorised and regulated by the Financial Conduct Authority. This fund is authorised overseas, not in the UK. The UK Financial Ombudsman Service is unlikely to be able to consider complaints about this fund, its management company, or its depositary. Any losses related to the management company or depositary are unlikely to be covered by the UK Financial Services Compensation Scheme. Invesco Investment Management Limited, Ground Floor, 2 Cumberland Place, Fenian Street, Dublin 2, Ireland, regulated by the Central Bank of Ireland. EMEA4550040/2025