

ETF implementation guide

Our annual 2026 Investment Outlook describes how the private sector demonstrated a remarkable ability to absorb economic shocks in 2025. It was resilient! That resilience stems from lower levels of leverage compared to previous cycles. We appreciate investors' bubble fears, but we don't believe a classic bubble has yet been inflated in the US artificial intelligence space. That said, we see plenty of opportunities to diversify outside of this area, tempering concentration risks, while getting exposure to a changing policy backdrop.

And as we look ahead to 2026, we believe the conditions are in place for global equity markets to advance further. We expect more rate cuts from the United States Federal Reserve and Bank of England, but few from the European Central Bank. We expect greater fiscal support across Europe, Japan, and China. Those stimulus measures should help lift the global economy out of this mid-cycle slowdown and driving the USD lower.

A pickup in global activity should be expected to unlock value across a wider range of areas, including non-US markets, smaller-cap stocks, and cyclical areas in the US. Lower policy rates will mean lower returns on cash and potentially positive for gold. We're mindful of the need for different approaches to diversification as the market narrative and risks evolve. Traditional fixed income maybe less able to provide protection to some of the risks faced but it can offer income, again especially in emerging markets.

Read more in our [2026 Annual Investment Outlook: Resilience and Rebalancing](#) and see page 2 for some of our featured ETFs, aligned with the key investment themes we see as being important in 2026.

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.

Our 2026 investment themes and featured ETF opportunities



Better growth, broader participation

Improved growth after a mid-cycle slowdown lays the case for greater market participation down the cap spectrum and for cyclically-oriented sectors.

- Cyclical sectors (e.g. Materials, Industrials)
- US small cap equity (S&P SmallCap 600, Russell 2000)
- Equal weight (S&P 500, Nasdaq 100)
- High yield bonds (AT1 capital bonds, Euro hybrid bonds)



Reducing AI concentration risks

Some parts of the AI theme have become a little stretched, but a clear catalyst for consolidation remains unclear. We prefer rebalancing to manage concentration risk and consider expanding into China's AI theme.

- Artificial Intelligence Enablers
- MSCI China Technology
- ChiNext 50
- MSCI World Equal Weight



Lower policy rates

Lower US policy rates likely mean a steeper yield curve and a weaker dollar. That could mean gold performs well again and that investors may want to enhance their cash holdings.

- Gold / Precious metals
- Bitcoin
- Currency hedged ETFs
- Overnight Rate Return Swap



Growth outside the US

We expect a weaker USD and better growth outside of the US to support the performance of non-US assets, especially emerging market (EM) equities and EM debt.

- MSCI Emerging Markets
- MSCI China All Shares Stock Connect
- China A-Shares S&P 300 / 500



Private credit offers diversification

A more benign risk environment, better growth, and stable inflation, coupled with easier US monetary policy are typically conditions where private credit has performed well.

- USD AAA-rated CLOs
- EUR AAA-rated CLOs

Please note: These Funds are only suitable for professional and advanced private investors. For further details, please consult the Fund supplements.

Featured Invesco ETPs

ISIN	Invesco ETF	Ongoing charge figure	Swap Fee	Main ticker
Equities				
IE00BNGJTT35	Invesco S&P 500 Equal Weight UCITS ETF	0.20%	N/A	SPEQ LN
IE0000TZZ2B2	Invesco S&P 500 Equal Weight Swap UCITS ETF	0.20%	0.08%	SPWS LN
IE000L2SA8K5	Invesco NASDAQ-100 Equal Weight UCITS ETF	0.20%	N/A	IEWQ LN
IE000OEF25S1	Invesco MSCI World Equal Weight UCITS ETF	0.20%	N/A	MWEQ LN
IE00BH3YZ803	Invesco S&P SmallCap 600 UCITS ETF	0.14%	0.00%	USML LN
IE00B60SX402	Invesco Russell 2000 UCITS ETF	0.25%	0.00%	RTYS LN
IE00B3YC1100	Invesco Industrials S&P US Select Sector UCITS ETF	0.14%	0.00%	XLIS LN
IE00B3XM3R14	Invesco Materials S&P US Select Sector UCITS ETF	0.14%	0.00%	XLBS LN
IE000LGWDNE5	Invesco Artificial Intelligence Enablers UCITS ETF	0.35%	N/A	IVAI LN
Emerging Markets and China Equities				
IE00B3DWVS88	Invesco MSCI Emerging Markets UCITS ETF	0.19%	0.10%	MXFS LN
IE00BK80XL30	Invesco MSCI China All Shares Stock Connect UCITS ETF	0.35%	N/A	MCHN LN
IE00BM8QS095	Invesco MSCI China Technology All Shares Stock Connect UCITS ETF	0.49%	N/A	MCHT LN
IE000K9Z3SF5	Invesco S&P China A 300 Swap UCITS ETF	0.35%	3.86% ¹	C300 LN
IE0000FCGYF9	Invesco S&P China A MidCap 500 Swap UCITS ETF	0.35%	11.11% ¹	C500 LN
IE000AWRDWI7	Invesco ChiNext 50 UCITS ETF	0.49%	N/A	CN50 LN
Fixed Income				
IE000YPOHA39	Invesco EUR Overnight Return Swap UCITS ETF	0.10%	0.43% ¹	RONs GY
IE000L00POB4	Invesco USD Overnight Return Swap UCITS ETF	0.10%	0.435% ¹	UONS LN
IE0006N7AK90	Invesco GBP Overnight Return Swap UCITS ETF	0.10%	0.465% ¹	GONS LN
IE00BGOTQB18	Invesco AT1 Capital Bond UCITS ETF	0.39%	N/A	AT1D LN
IE00BKWD3966	Invesco Euro Corporate Hybrid Bond UCITS ETF	0.39%	N/A	EHYB LN
IE000PKN5N58	Invesco USD AAA CLO UCITS ETF	0.25%	N/A	ICLO LN
IE000U7LIXH5	Invesco EUR AAA CLO UCITS ETF	0.25%	N/A	CLOD LN
Precious Metals				
IE00B579F325	Invesco Physical Gold ETC	0.12%	N/A	SGLD LN
IE00B43VDT70	Invesco Physical Silver ETC	0.19%	N/A	SSLV LN
Digital Assets				
XS2376095068	Invesco Physical Bitcoin	0.10% ²	N/A	BTIC LN

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.

The ongoing charge figure (OCF) for UCITS ETFs includes management fee, custody and administration costs. The gross total expense ratio for US ETFs includes the fund's management fees and other expenses.

The swap fee is the all-in amount paid by the fund to the counterparty for the service of replicating the index return. This applies to synthetically-replicated (also known as swap-based) ETFs.

¹ These are not swap fees, they are swap spreads that are delivered to the ETF in addition to the index performance.

² The annual fixed fee has been temporarily reduced from 0.25% to 0.10% per annum for the period from 12 September 2025 to 31 December 2026 (inclusive). This discretionary fee reduction may positively impact performance.

Important information

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Data as at 31 October 2025, unless otherwise stated.

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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.

An investment in these funds is an acquisition of units in an actively managed fund rather than in the underlying assets owned by the fund. An investment in these funds is an acquisition of units in a passively managed, index tracking fund rather than in the underlying assets owned by the fund.

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