



# ISEM Invesco RAFI Strategic Emerging Markets ETF

As of June 30, 2019

## Fund Description

The Invesco RAFI™ Strategic Emerging Markets ETF (Fund) is based on the Invesco Strategic Emerging Markets Index (Index). The Fund will normally invest at least 80% of its total assets in securities, American depository receipts (ADRs) and global depository receipts (GDRs) that comprise the Index. The Index is designed to measure the performance of high quality, large-sized emerging market companies. The eligible equity securities are assigned a business-size score based on the equally-weighted average of sales, operating cash flow, total return of capital and book value over the prior five years or life of the security. For real estate securities, operating cash flow is replaced by funds from operations and book value is replaced by total assets. The securities are then assigned a quality score based on the equally-weighted average of efficiency (ratio of sales-to-assets in the prior year) and growth (percentage change in ratio of sales-to-assets over the prior five years or life of the security). Finally, each eligible security is ranked in descending order by its Business-Size score. For inclusion in the index, securities ranked in the top 90% by Business-Size score are eligible and, of those 80% with the highest Quality score. Securities in the Index are weighted based on their float-adjusted Business-Size scores. The Fund and the Index are reconstituted annually.

## Fund Data

RAFI Strategic Emerging Markets ETF	ISEM
Intraday NAV (IIV)	ISEMIV
Number of Securities	379
CUSIP	46138J692
Listing Exchange	Nasdaq
30-Day SEC Yield	1.95%
30-Day SEC Unsubsidized Yield	1.95%
Total Expense Ratio	0.35%

## Underlying Index Data

Invesco Strategic Emerging Markets	IISEN
Index Provider	Invesco Indexing, LLC

## Fund Performance & Index History (%)

	YTD	1 year	3 year	5 year	10 year	Fund Inception
<b>Underlying Index</b>						
Invesco Strategic Emerging Markets Index	10.29	2.28	–	–	–	5.53
<b>Benchmark Index</b>						
MSCI Emerging Markets Index	10.58	1.21	10.66	2.49	5.81	6.88
<b>Fund</b>						
NAV	9.90	–	–	–	–	4.97
Market Price	10.87	–	–	–	–	4.83

*This is a new Fund and therefore does not have a full year of performance to report as of the most recent quarter end. Returns less than one year are cumulative. Performance data quoted represents past performance. Past performance is not a guarantee of future results; current performance may be higher or lower than performance quoted. Investment returns and principal value will fluctuate and Shares, when redeemed, may be worth more or less than their original cost. See [invesco.com](http://invesco.com) to find the most recent month-end performance numbers. Market returns are based on the midpoint of the bid/ask spread at 4 p.m. ET and do not represent the returns an investor would receive if shares were traded at other times.*

## Fund Inception: Sept. 12, 2018

**Index returns do not represent Fund returns. An investor cannot invest directly in an index.**

Neither the underlying Index nor the benchmark indexes charge management fees or brokerage expenses, and no such fees or expenses were deducted from the performance shown; nor do any of the indexes lend securities, and no revenues from securities lending were added to the performance

shown. In addition, the results actual investors might have achieved would have differed from those shown because of differences in the timing, amounts of their investments, and fees and expenses associated with an investment in the Fund.

The MSCI Emerging Markets Index is an unmanaged index considered representative of stocks of developing countries. The index is computed using the net return, which withholds applicable taxes for non-resident

investors.

**Shares are not FDIC insured, may lose value and have no bank guarantee.**

**Shares are not individually redeemable and owners of the Shares may acquire those Shares from the Fund and tender those Shares for redemption to the Fund in Creation Unit aggregations only, typically consisting of 50,000 Shares.**

As of June 30, 2019

**Top Fund Holdings (%)**

Name	Weight
PetroChina	7.06
China Petroleum & Chemical 'H'	5.35
Alibaba	5.23
Ping An Insurance	3.28
Petrobras Pfd	2.49
Gazprom	2.30
Bank Bradesco	2.28
Taiwan Semiconductor	2.17
China Shenhua Energy 'H'	1.97
JD.com	1.83

Please see the website for complete holdings information. Holdings are subject to change.

**Fund Details**

P/B Ratio	1.02
P/E Ratio	9.01
Return on Equity	12.35%
Weighted Market Cap (\$MM)	71,685

**Fund Country Allocations (%)**

China	56.91
Taiwan	11.13
Brazil	9.11
Russia	6.22
Mexico	3.17
India	3.11
South Africa	2.40
Thailand	1.42
Malaysia	1.27
Poland	1.07

**Fund Market-Cap Allocations (%)**

Large-Cap Blend	41.64
Large-Cap Growth	5.45
Large-Cap Value	39.83
Mid-Cap Blend	2.26
Mid-Cap Growth	0.77
Mid-Cap Value	8.14
Small-Cap Blend	0.16
Small-Cap Growth	0.10
Small-Cap Value	1.67

**Fund Sector Allocations (%)**

Communication Services	7.40
Consumer Discretionary	11.72
Consumer Staples	4.40
Energy	25.76
Financials	13.30
Health Care	1.15
Industrials	8.53
Information Technology	11.07
Materials	10.06
Real Estate	2.72
Utilities	3.89

**About risk**

There are risks involved with investing in ETFs, including possible loss of money. Shares are not actively managed and are subject to risks similar to those of stocks, including those regarding short selling and margin maintenance requirements. Ordinary brokerage commissions apply. The Fund's return may not match the return of the Underlying Index. The Fund is subject to certain other risks. Please see the current prospectus for more information regarding the risk associated with an investment in the Fund.

Investments focused in a particular industry or sector are subject to greater risk, and are more greatly impacted by market volatility, than more diversified investments.

The Fund is non-diversified and may experience greater volatility than a more diversified investment.

Stocks of small and mid-sized companies tend to be more vulnerable to adverse developments, may be more volatile, and may be illiquid or restricted as to resale.

The risks of investing in securities of foreign issuers, including emerging market issuers, can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues.

Investments that derive a majority of their revenues from China are likely to be more volatile than other issuers. China's economy differs, often unfavorably, from the U.S. Historically, the Chinese government has exercised substantial control over virtually every sector of its economy through administrative regulation and/or state ownership; resulting in a substantial effect on its economy. Non-Chinese investors have difficulty access securities in China directly due to investment

and trading restrictions, which may impact the availability, liquidity, and pricing of certain securities.

ADRs and GDRs may be subject to certain of the risks associated with direct investments in the securities of foreign companies, such as currency, political, economic and market risks, because their values depend on the performance of the non-dollar denominated underlying foreign securities.

Financial information related to foreign securities may be less reliable. Market quotations may not be readily available for some securities, and those securities may be fair valued which may be different than if the security had been valued using market quotations. There is no assurance that the Fund could sell a security for the value established for it at any time.

The **Intraday NAV** is a symbol representing estimated fair value based on the most recent intraday price of underlying assets. **Weighted Harmonic Average Stock Price-to-Earnings Ratio (P/E Ratio)** is the share price divided by earnings per share. It is measured on a 12-month trailing basis. **Weighted Harmonic Average Stock Price-to-Book-Value Ratio (P/B Ratio)** is the ratio of a stock's market price to a company's net asset value. **Weighted Harmonic Average** is a method of calculating an average value that lessens the impact of large outliers and increases the impact of small ones.

**Weighted Average Return on Equity** is net income divided by net worth. **Weighted Market Capitalization** is the sum of each underlying securities' market value.

The **30-Day SEC Yield** is based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period.

The **30-Day SEC Unsubsidized Yield** reflects the 30-day yield if the investment adviser were not waiving all

or part of its fee or reimbursing the fund for part of its expenses. Total return would have also been lower in the absence of these temporary reimbursements or waivers.

Typically, security classifications used in calculating allocation tables are as of the last trading day of the previous month.

The Global Industry Classification Standard was developed by and is the exclusive property and a service mark of MSCI, Inc. and Standard & Poor's.

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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.

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**Before investing, investors should carefully read the prospectus and consider the investment objectives, risks, charges and expenses. For this and more complete information about the fund, investors should ask their advisor(s) for a prospectus or download one at [invesco.com](http://invesco.com)**

Note: Not all products available through all firms or in all jurisdictions.