



## **Invesco S&P World Energy ESG UCITS ETF**

### **Supplement to the Prospectus**

This Supplement contains information in relation to Invesco S&P World Energy ESG UCITS ETF (the "**Fund**"), a sub-fund of Invesco Markets II plc (the "**Company**") an umbrella type open ended investment company with variable capital, governed by the laws of Ireland and authorised by the Central Bank of Ireland (the "**Central Bank**") of New Wapping Street, North Wall Quay, Dublin 1, Ireland.

**This Supplement forms part of, may not be distributed unless accompanied by (other than to prior recipients of the Prospectus of the Company dated 28 May 2024, as may be amended, supplemented or modified from time to time, (the "Prospectus")), and must be read in conjunction with, the Prospectus.**

**THIS DOCUMENT IS IMPORTANT. YOU SHOULD NOT PURCHASE SHARES IN THE FUND DESCRIBED IN THIS SUPPLEMENT UNLESS YOU HAVE ENSURED THAT YOU FULLY UNDERSTAND THE NATURE OF SUCH AN INVESTMENT AND THE RISKS INVOLVED AND ARE SATISFIED THAT THE INVESTMENT, AND THE RISKS INVOLVED, ARE SUITED TO YOUR OWN PERSONAL CIRCUMSTANCES AND OBJECTIVES. IF YOU ARE IN ANY DOUBT ABOUT THE CONTENTS OF THIS SUPPLEMENT YOU SHOULD TAKE ADVICE FROM AN APPROPRIATELY QUALIFIED ADVISOR.**

**Capitalised terms used in this Supplement will have the meanings given to them in the Definitions section below or in the Prospectus.**

#### **Invesco Markets II plc**

An umbrella fund with segregated liability between the sub-funds

**Dated 22 April 2025**

**This Supplement replaces the Supplement dated 28 May 2024.**

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## **IMPORTANT INFORMATION**

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### **Suitability of Investment**

You should inform yourself as to (a) the possible tax consequences, (b) the legal and regulatory requirements, (c) any foreign exchange restrictions or exchange control requirements and (d) any other requisite governmental or other consents or formalities which you might encounter under the laws of the country of your citizenship, residence or domicile and which might be relevant to your purchase, holding or disposal of the Shares.

The Shares are not principal protected. The value of the Shares may go up or down and you may not get back the amount you have invested. See the section headed "Risk Factors" of the Prospectus and the section headed "Other Information – Risk Factors" of this Supplement for a discussion of certain risks that should be considered by you.

In addition to investing in transferable securities, the Company may invest on behalf of the Fund in financial derivative instruments ("FDIs"), where applicable. Certain risks attached to investments in FDIs are set out in the Prospectus under "Risk Factors".

Prospective investors should refer to the annex to this Supplement regarding the Fund's environmental and / or social characteristics.

The Fund's Shares purchased on the secondary market cannot usually be sold directly back to the Fund. Investors must buy and sell 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 Shares and may receive less than the current net asset value when selling them.

An investment in the Shares is only suitable for you if you (either alone or with the help of an appropriate financial or other advisor) are able to assess the merits and risks of such an investment and have sufficient resources to be able to bear any losses that may result from such an investment. The contents of this document are not intended to contain and should not be regarded as containing advice relating to legal, taxation, investment or any other matters.

### **Profile of a typical investor**

A typical investor would be one who is a private or institutional investor and is seeking capital appreciation over the long term. Such an investor is also one that is able to assess the merits and risks of an investment in the Shares.

### **Responsibility**

The Directors accept responsibility for the information contained in the Prospectus and this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement when read together with the Prospectus (as complemented, modified or supplemented by this Supplement) is in accordance with the facts as at the date of this Supplement and does not omit anything likely to affect the importance or accuracy of such information.

### **General**

This Supplement sets out information in relation to the Shares and the Fund. You must also refer to the Prospectus which is separate to this document and describes the Company and provides general information about offers of shares in the Company. You should not take any action in respect of the Shares unless you have received a copy of the Prospectus. Should there be any inconsistency between the contents of the Prospectus and this Supplement, the contents of this Supplement will, to the extent of any such inconsistency, prevail. This Supplement and the Prospectus should both be carefully read

in their entirety before any investment decision with respect to Shares is made.

As at the date of this document, the Fund has no loan capital (including term loans) outstanding or created but unissued, nor any outstanding mortgages, charges or other borrowings or indebtedness in the nature of borrowings, including bank overdrafts and liabilities under acceptances or acceptance credits, hire purchase or finance lease commitments, or guarantees or other contingent liabilities.

### **Distribution of this Supplement and Selling Restrictions**

Distribution of this Supplement is not authorised unless accompanied by a copy of the Prospectus and the latest annual report and audited accounts of the Company and the Fund (other than to prior recipients of the Prospectus) and if published after such report, a copy of the then latest semi-annual report and unaudited accounts. The distribution of this Supplement and the offering or purchase of the Shares may be restricted in certain jurisdictions. If you receive a copy of this Supplement and/or the Prospectus you may not treat such document(s) as constituting an offer, invitation or solicitation to you to subscribe for any Shares unless, in the relevant jurisdiction, such an offer, invitation or solicitation could lawfully be made to you without compliance with any registration or other legal requirement other than those with which the Company has already complied. If you wish to apply for the opportunity to purchase any Shares, it is your duty to inform yourself of, and to observe, all applicable laws and regulations of any relevant jurisdiction. In particular, you should inform yourself as to the legal requirements of so applying, and any applicable exchange control regulations and taxes in the countries of your respective citizenship, residence or domicile.

### **Definitions**

Words and expressions defined in the Prospectus will, unless otherwise defined in this Supplement, have the same meaning when used in this Supplement.

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## ***TERMS OF THE SHARES REPRESENTING INTERESTS IN THE FUND***

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### **Investment Objective of the Fund**

The investment objective of the Fund is to achieve the net total return of the S&P World ESG Enhanced Energy Index (the "**Reference Index**") less fees, expenses and transaction costs.

Further information on the components and selection criteria of the Reference Index is set out below under "**General Description of the Reference Index**".

### **Investment Policy of the Fund**

In order to achieve the investment objective, the Fund will employ a replication method that looks to invest as far as possible and practicable in the constituents of the Reference Index. The Fund intends to replicate the Reference Index by holding all of its constituent securities in a similar proportion to their weightings in the Reference Index. In order to replicate the Reference Index, the Fund may invest up to 20% of its Net Asset Value in shares issued by the same body. This limit may be raised to 35% for a single issuer in exceptional market circumstances, for example, market dominance. Market dominance exists where a particular component of the Reference Index has a dominant position in the particular market sector or geographical region in which it operates and as a result accounts for a large proportion of the Reference Index. This means that the Fund may have a high concentration of investment in a particular issuer. Further information in relation to how the Fund will seek to track the Reference Index is set out in section 4 "**Investment Objective and Policies**" and section 5 "**Investment Restrictions and Permitted Investments**" of the Prospectus.

There are a number of circumstances where gaining access to the components of the Reference Index may be prohibited by regulation, may not otherwise be in the Shareholders' interests or may not otherwise be possible or practicable.

The Fund may hold ancillary liquid assets and use efficient portfolio management techniques in accordance with the requirements of the Central Bank.

The Fund may also engage in transactions in FDIs for hedging and/or efficient portfolio management purposes. The Fund may use the following FDIs listed on a Market or traded OTC, as applicable: options and futures transactions, forward contracts, non-deliverable forwards and spot foreign exchange transactions. Further details on FDIs and how they may be used are contained in the main part of the Prospectus under "**Appendix III - Efficient Portfolio Management and Use of Financial Derivative Instruments**".

The Fund shall not invest more than 10% of its net assets in other UCITS or other open or closed ended CIS.

With the exception of permitted investment in unlisted securities or in units of open-ended CIS, investment will be limited to the stock exchanges and regulated markets set out in Appendix I of the Prospectus.

Further information relevant to the Fund's investment policy is contained in the main part of the Prospectus under "**Investment Objectives & Policies**" and under "**Investment Restrictions and Permitted Investments**".

### **Transparency of the Promotion of Environmental or Social Characteristics**

The Fund is an Article 8 Fund (as defined in the Prospectus).

The environmental and social characteristics promoted by the Fund are to provide exposure to a risk and return profile of the Parent Index, gaining exposure to corresponding sectors whilst improving ESG (environmental, social and governance) characteristics and reducing carbon emissions. The Fund achieves this by tracking the Reference Index, which has a methodology that is consistent with attaining the environmental and social characteristics promoted by the Fund.

The environmental and social characteristics are achieved by applying the Index Provider's exclusion criteria to the eligible securities and by using an optimisation approach to improve the S&P Global ESG Score and decrease carbon emissions relative to the Parent Index.

Further information on how the environmental and social characteristics promoted by the Fund are achieved is set out under the heading "**General Description of the Reference Index**" below. Further information on the environmental and social characteristics promoted by the Fund and how the investments of the Fund follow good governance practices is disclosed in the annex to this Supplement.

The Fund does not expect to invest any of its assets in sustainable investments. The investments underlying the Fund, however, do not currently take into account the EU criteria for environmentally sustainable economic activities as defined in Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investment (the "**Taxonomy Regulation**") and so the "do no significant harm" principle under the Taxonomy Regulation does not currently apply to the investments underlying the Fund. The Fund does not currently intend to be aligned with the Taxonomy Regulation and, at the date of this Supplement, 0% of the Fund's investments will be aligned with the environmental objectives under the Taxonomy Regulation. The Manager will keep the Fund's position vis-à-vis the Taxonomy Regulation under consideration and, to the extent required, the Supplement will be amended accordingly.

Further details on the transparency of the promotion of ESG characteristics are contained in the Prospectus under "Appendix IV - Sustainable Finance".

### **Index Tracking Strategy**

It is anticipated that the "Tracking Error" of the Fund (being the standard deviation of the difference in returns between the Fund and the Reference Index) between 0% and 1% under normal market conditions. However, exceptional circumstances may arise which cause the Fund's Tracking Error to exceed 1%. Investors should note that the Tracking Error set out in this section is for the Unhedged

Share Classes against the Reference Index (which is also unhedged).

## Investment Restrictions of the Fund

Investors in particular must note that the general investment restrictions set out under "**Investment Restrictions and Permitted Investments**" in the Prospectus apply to the Fund.

## Efficient Portfolio Management

Further information on efficient portfolio management techniques that may be used by the Fund is contained in the "**Securities Financing Transactions**" section below and in the main body of the Prospectus under the heading "**Efficient Portfolio Management and Use of Financial Derivative Instruments**".

## Securities Financing Transactions

The Fund may use certain '*securities financing transactions*', as defined in Regulation 2015/2365 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012 ("**SFTR**"), ("**Securities Financing Transactions**"), namely securities lending. The Fund's use of Securities Financing Transactions will be subject to the requirements of SFTR and in accordance with normal market practice, the Central Bank Regulations and any other statutory instrument, regulations, rules, conditions, notices, requirements or guidance of the Central Bank issued from time to time applicable to the Company pursuant to the Regulations ("**Central Bank Rules**"). Such Securities Financing Transactions may be entered into for any purpose that is consistent with the investment objective of the Fund, including to generate income or profits in order to increase portfolio returns or to reduce portfolio expenses or risks. Securities lending will be for efficient portfolio management purposes only.

The type of assets that may be held by the Fund in accordance with its investment objective and policies and may be subject to such Securities Financing Transactions are equity. The maximum proportion of the Fund's assets that may be subject to securities lending is 100%, and the expected proportion of the Fund's assets that may be subject to securities lending is between 0% and 30%.

All securities of the Fund subject to securities lending will be recalled over voting dates to enable the Investment Manager to vote. The only collateral accepted in relation to securities lending for the Fund will be government debt issued by OECD countries and Singapore.

Securities lending means transactions by which one party transfers securities to the other party subject to a commitment that the other party will return equivalent securities on a future date or when requested to do so by the party transferring the securities, that transaction being considered as securities lending for the party transferring the securities.

All the revenues arising from Securities Financing Transactions and any other efficient portfolio management techniques shall be returned to the Fund following the deduction of any direct and indirect operational costs and fees arising. Such direct and indirect operational costs and fees (which are all fully transparent), which shall not include hidden revenue, shall include fees and expenses payable to securities lending agents engaged by the Company from time to time. Such fees and expenses of any securities lending agents engaged by the Company, which will be at normal commercial rates together with VAT, if any, thereon, will be borne by the Company or the Fund in respect of which the relevant party has been engaged. As of the date of this Supplement, 90% of the revenues arising from securities lending will be returned to the Fund and 10% of the revenues (representing the attendant direct and indirect operational costs and fees of the securities lending agent) will be retained by the securities lending agent. The identity of any securities lending agents engaged by the Company from time to time shall be included in the Company's semi-annual and annual reports.

The types of acceptable counterparty and the diversification requirements are explained in Appendix III of the Prospectus. A Fund may only enter into Securities Financing Transactions with counterparties that have been selected and assessed in accordance with the Central Bank Rules. The acceptable counterparties will be entities with legal personality and located in OECD jurisdictions. They will be subject to ongoing supervision by a public authority, be financially sound and have the necessary organisational

structure and resources for the relevant type of transaction.

From time to time, the Fund may engage securities lending agents that are related parties to the Depositary or other service providers of the Company. Such engagement may on occasion cause a conflict of interest with the role of the Depositary or other service provider in respect of the Company. Please refer to Prospectus section "**Potential Conflicts of Interest**" for further details on the conditions applicable to any such related party transactions. The identity of any such related parties will be specifically identified in the Company's semi-annual and annual reports.

Please refer to the "**Risk Factors**" sections in respect of the risks related to Securities Financing Transactions. The risks arising from the use of Securities Financing Transactions shall be adequately captured in the Company's risk management process.

The assets of the Fund that are subject to Securities Financing Transactions and any collateral received are held by the Depositary or its agent.

The Fund will not enter into repurchase and/or reverse repurchase agreements or Swaps.

## **Currency Hedging Policy**

### *Share Class Hedging*

The Fund may enter into transactions for the purposes of hedging the foreign exchange exposure in any hedged Share Classes (identified by "**Hdg**" in their names). The purpose of the hedging in the hedged Share Classes is to limit, at a Share Class level, the profit or loss generated from foreign exchange exposure when holding an asset in a currency other than the Base Currency of the Fund. This is achieved by the hedged Share Classes employing 30 day rolling forward FX contracts, which are rolled monthly.

### *Portfolio-hedged Share Class*

The Company has the power to issue portfolio-hedged Shares Classes (identified by "**PfHdg**" in their names). For such classes of portfolio-hedged Shares, the Fund may enter into transactions for the purposes of hedging the foreign exchange exposure of the currency or currencies in which the underlying assets of the Fund are denominated to the currency of the portfolio-hedged Share Class. The purpose of the hedging in the portfolio-hedged Share Classes is to limit the profit or loss generated from foreign exchange exposure of the underlying assets of the Fund denominated in a currency other than the currency of the portfolio hedged Share Class.

All costs and losses arising in relation to such currency hedging transactions will be borne by the hedged Share Class and all gains arising in connection with such hedging transactions will be attributable to the relevant Share Class. Although the Fund may utilise currency hedging transactions in respect of Share Classes, it shall not be obliged to do so and to the extent that it does employ strategies aimed at hedging certain Share Classes, there can be no assurance that such strategies will be effective. The costs and related liabilities/benefits arising from instruments entered into for the purposes of hedging the currency exposure for the benefit of any particular Share Class of the Fund (where the currency of a particular Share Class is different to the Base Currency of the Fund) shall be attributable exclusively to the Share Class. Under exceptional circumstances, such as, but not limited to, where it is reasonably expected that the cost of performing the hedge will be in excess of the benefit derived and therefore detrimental to Shareholders, the Company may decide not to hedge the currency exposure of such Share Classes.

Where the Investment Manager seeks to hedge against currency fluctuations, while not intended, this could result in over-hedged or under-hedged positions due to external factors outside the control of the Company. However, over-hedged positions will not exceed 105% of the Net Asset Value of the relevant Share Class and hedged positions will be kept under review to ensure that over-hedged positions do not exceed the permitted level and that under-hedged positions do not fall short of 95% of the portion of the Net Asset Value of the relevant Share Class and any under-hedged position will be kept under review to ensure it is not carried forward from month-to-month. This review will also incorporate a procedure to ensure that positions in excess of 100% of Net Asset Value will not be carried forward from month to month.

Further information on currency hedging at Share Class level is contained in the main body of the Prospectus under the heading "**Hedged Classes**".

### **Collateral Policy**

- (a) Non-Cash Collateral: In addition to the requirements for valuation of non-cash collateral in the Prospectus, subject to any agreement on valuation made with the counterparty, collateral posted to a recipient counterparty for the benefit of the Fund will be valued daily at mark-to-market value.
- (b) Issuer Credit Quality: In addition to the requirement for Issuer Credit Quality set out in the Prospectus, assets provided by the Fund on a title transfer basis shall no longer belong to the Fund and shall pass outside the custodial network. The counterparty may use those assets at its absolute discretion. Assets provided to a counterparty other than on a title transfer basis shall be held by the Depositary or a duly appointed sub-depositary.

Further information on the criteria which collateral received by the Fund must meet is contained in the main body of the Prospectus under the heading "**Non-Cash Collateral**".

- (c) Collateral - Posted by the Fund: In addition to the requirements in respect of collateral posted to a counterparty in the Prospectus, collateral posted to a counterparty by or on behalf of the Fund will consist of such collateral as is agreed with the counterparty from time to time and may include any types of assets held by the Fund.
- (d) Valuation: Information in respect of the collateral valuation methodology used by the Company can be found in the Prospectus under the heading "**Appendix III - Efficient Portfolio Management and Use of Financial Derivative Instruments**". The rationale for the use of this collateral valuation methodology is primarily to guard against the price volatility of assets being received by the Fund as collateral.

The risk exposure of the Fund to counterparties will remain within the limits prescribed in the Prospectus under "**Appendix II - Investment Restrictions Applicable to the Funds under the Regulations**".

Further information on the collateral policy is contained in Appendix III to the Prospectus under the heading "**Collateral Policy**".

### **Borrowing and Leverage**

The Company on behalf of the Fund may borrow up to 10% of the Net Asset Value of the Fund on a temporary basis. Such borrowings may only be used for short term liquidity purposes to cover the redemption of Shares. Further information on Borrowing and Leverage is contained in the main body of the Prospectus under the heading "**Borrowing and Lending Powers**" and "**Leverage**" respectively.

The Company will use the commitment approach for the purposes of calculating global exposure for the Fund. The Fund's total exposure to the Reference Index will be limited to 100% of Net Asset Value.

While it is not the Investment Manager's intention to leverage the Fund, any leverage resulting from the use of FDIs will be done in accordance with the Regulations.

### **Dividend Policy**

Dividends will be declared on a quarterly basis for the Dist Shares, the EUR PfHdg Dist Shares, the GBP PfHdg Dist Shares, the CHF PfHdg Dist Shares, the MXN PfHdg Dist Shares, and the SEK PfHdg Dist Shares in accordance with the general provisions set out in the Prospectus under the heading "**Dividend Policy**" and Shareholders will be notified in advance of the date on which dividends will be paid. Distributions will not be made in respect of the Acc Shares, the EUR PfHdg Acc Shares, the GBP PfHdg Acc Shares, the CHF PfHdg Acc Shares, the MXN PfHdg Acc Shares, and the SEK PfHdg Acc Shares and income and other profits will be accumulated and reinvested in respect of those Shares.

## Trading

Application will be made to Euronext Dublin, the London Stock Exchange or Deutsche Börse and/or such other exchanges as the Directors may determine from time to time (the "**Relevant Stock Exchanges**") for listing and/or admission to trading of the Shares issued and available to be issued on the main market of each of the Relevant Stock Exchanges on or about the Launch Date. This Supplement and the Prospectus together comprise listing particulars for the purposes of trading on the main market of each of the Relevant Stock Exchanges.

## Exchange Traded Fund

The Fund is an Exchange Traded Fund ("**ETF**"). The Shares of this Fund are fully transferable among investors and will be listed and/or traded on the Relevant Stock Exchanges. It is envisaged that Shares will be bought and sold by private and institutional investors in the secondary market in the same way as the ordinary shares of a listed trading company.

## General Information Relating to the Fund

<b>Type</b>	Open-ended.
<b>Base Currency</b>	USD
<b>Business Day</b>	A day (other than a Saturday or Sunday) on which the United States Federal Reserve System is open or such other day or days that the Directors may determine and notify to Shareholders in advance.
<b>Dealing Day</b>	<p>Any Business Day. However, some Business Days will not be Dealing Days where, for example, markets on which the Fund's Assets are listed or traded or markets relevant to the Reference Index are closed provided there is at least one Dealing Day per fortnight, subject always to the Directors' discretion to temporarily suspend the determination of the Net Asset Value and the sale, conversion and/or redemption of Shares in the Company or any Fund in accordance with the provisions of the Prospectus and the Articles.</p> <p>The Investment Manager produces dealing calendars which detail in advance the Dealing Days for each Fund. The dealing calendar may be amended from time to time by the Investment Manager where, for example, the relevant market operator, regulator or exchange (as applicable) declares a relevant market closed for trading and/or settlement (such closure may be made with little or no notice to the Investment Manager).</p> <p>The dealing calendar for the Fund is available from the Manager.</p>
<b>Dealing Deadline</b>	4:30pm (Dublin time) one Business Day before the relevant Dealing Day or such other time as the Investment Manager may, in consultation with the Directors, determine and is notified to Shareholders by the Company provided always that the Dealing Deadline will be before the Valuation Point. No subscription, exchange or redemption applications may be accepted after the Valuation Point.
<b>Subscriptions, Exchanges and Repurchases</b>	All subscriptions, exchanges and repurchases can only take place through an Authorised Participant or other representative appointed by the Company in the relevant jurisdiction.
<b>Launch Date</b>	14 September 2023 in respect of Class Acc Shares or such other date as the Directors determine to reflect the close of the Initial Offer Period.
<b>Minimum Fund Size</b>	USD 30,000,000

<b>Initial Offer Period</b>	The Initial Offer Period in respect of unlaunched Shares will start at 9.00 a.m. (Dublin time) on 29 May 2024 and close at 5.00 p.m. (Dublin time) on 28 November 2024 or such earlier or later date as the Directors may determine.
<b>Valuation Point</b>	10.30pm (Irish time) on the relevant Dealing Day by reference to which the Net Asset Value per Share of the Fund is determined. At all times the Valuation Point will be after the Dealing Deadline.  The value of any investments which are listed or dealt on a Market shall be the closing price on the relevant Market at the Valuation Point.
<b>Settlement Date</b>	By the second Business Day after the relevant Dealing Day (or such other day as the Directors (or their delegate) may determine and notify in advance to the applicant).
<b>Website</b>	<a href="http://etf.invesco.com">etf.invesco.com</a> Information on portfolio composition and details on the indicative net asset value are set out on the Website.

### Description of the Shares

<b>Share Class</b>	<b>"Dist"</b>
<b>Share Class Currency</b>	USD
<b>Initial Issue Price</b>	Means in USD, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.  For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class Dist Shares in the Fund would be 5.0525.  Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"Acc"</b>
<b>Share Class Currency</b>	USD
<b>Initial Issue Price</b>	Means in USD, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.  For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class Acc Shares in the Fund would be 5.0525.

	Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"EUR PfHdg Dist"</b>
<b>Share Class Currency</b>	EUR
<b>Initial Issue Price</b>	<p>Means in EUR, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class EUR PfHdg Dist Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"EUR PfHdg Acc"</b>
<b>Share Class Currency</b>	EUR
<b>Initial Issue Price</b>	<p>Means in EUR, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class EUR PfHdg Acc Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"GBP PfHdg Dist"</b>
<b>Share Class Currency</b>	GBP

<b>Initial Issue Price</b>	<p>Means in GBP, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class GBP PfHdg Dist Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"GBP PfHdg Acc"</b>
<b>Share Class Currency</b>	GBP
<b>Initial Issue Price</b>	<p>Means in GBP, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class GBP PfHdg Acc Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"CHF PfHdg Dist"</b>
<b>Share Class Currency</b>	CHF
<b>Initial Issue Price</b>	<p>Means in CHF, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class CHF PfHdg Dist Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum</b>	100,000 Shares unless the Directors determine

<b>Subscription and Minimum Redemption Amount</b>	otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"CHF PfHdg Acc"</b>
<b>Share Class Currency</b>	CHF
<b>Initial Issue Price</b>	<p>Means in CHF, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 280.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class CHF PfHdg Acc Shares in the Fund would be 5.0525.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a></p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"MXN PfHdg Dist"</b>
<b>Share Class Currency</b>	MXN
<b>Initial Issue Price</b>	<p>Means in MXN, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 16.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class MXN PfHdg Dist Shares in the Fund would be 88.4188.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>.</p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"MXN PfHdg Acc"</b>
<b>Share Class Currency</b>	MXN
<b>Initial Issue Price</b>	<p>Means in MXN, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 16.</p> <p>For example, if on 8 March 2023 the official closing level</p>

	<p>of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class MXN PfHdg Acc Shares in the Fund would be 88.4188.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>.</p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"SEK PfHdg Dist"</b>
<b>Share Class Currency</b>	SEK
<b>Initial Issue Price</b>	<p>Means in SEK, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 26.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class SEK PfHdg Dist Shares in the Fund would be 54.4115.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>.</p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

<b>Share Class</b>	<b>"SEK PfHdg Acc"</b>
<b>Share Class Currency</b>	SEK
<b>Initial Issue Price</b>	<p>Means in SEK, the official closing level of the Reference Index on the Business Day preceding the Launch Date divided by 26.</p> <p>For example, if on 8 March 2023 the official closing level of the Reference Index was 1414.70 and assuming the Fund launched on the following Business Day (i.e. the Launch Date), the Initial Issue Price of the Class SEK PfHdg Acc Shares in the Fund would be 54.4115.</p> <p>Investors should note that the Initial Issue Price of the Shares on the Launch Date will be available on <a href="http://etf.invesco.com">etf.invesco.com</a>.</p>
<b>Minimum Initial Subscription, Minimum Subscription and Minimum Redemption Amount</b>	100,000 Shares unless the Directors determine otherwise.
<b>Minimum Holding</b>	N/A

Additional share classes including hedged share classes may be added to the Fund, subject to prior notification and the approval of the Central Bank, and will be set out in a revised supplement.

### **Intra-Day Portfolio Value ("iNAV")**

Further information on intra-day portfolio value is contained in the main body of the Prospectus under the heading "**Intra-Day Portfolio Value**".

### **Fees and Expenses**

The following fees will be incurred on each Share by Shareholders (which accordingly will not be incurred by the Company on behalf the Fund and will not affect the Net Asset Value of the Fund):

<b>Share Class</b>	<b>All Share Classes</b>
<b>Subscription Charge</b>	Up to 5%
<b>Redemption Charge</b>	Up to 3%

The Subscription Charge is deducted from the investment amount received from an investor for subscription for Shares. Such Subscription Charge is payable to the Manager.

The following fees and expenses will be incurred by the Company on behalf of the Fund and will affect the Net Asset Value of the relevant Share Class of the Fund.

<b>Share Class</b>	<b>"Acc"</b>
Management Fee	Up to 0.18% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"Dist"</b>
Management Fee	Up to 0.18% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"EUR PfHdg Acc"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"EUR PfHdg Dist"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"GBP PfHdg Acc"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"GBP PfHdg Dist"</b>
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Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.
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<b>Share Class</b>	<b>"CHF PfHdg Acc"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"CHF PfHdg Dist"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"MXN PfHdg Acc"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"MXN PfHdg Dist"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"SEK PfHdg Acc"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

<b>Share Class</b>	<b>"SEK PfHdg Dist"</b>
Management Fee	Up to 0.23% per annum or such lower amount as may be advised to Shareholders from time to time.

The Management Fee, a percentage of the Net Asset Value of the relevant Class of Shares (plus VAT, if any), is payable by the Company out of the Fund Assets to the Manager. The Management Fee will accrue on each day and will be calculated on each Dealing Day and paid monthly in arrears. The Manager will pay out of its fees (and not out of the assets of the Fund) the fees and expenses (where appropriate) of the Investment Manager, the Administrator, the Depositary, the Directors and the ordinary fees, expenses and costs incurred by the Fund that include Setting Up Costs and Other Administrative Expenses as described in the Prospectus.

Where a distribution fee, commission or other monetary benefit is received by the Fund, the Manager or any person acting on behalf of the Fund or the Manager of the Fund, the fee, commission or other monetary benefit shall be paid into the assets of the Fund.

Dilution Levy: The Fund will not apply a dilution levy.

This section headed "**Fees and Expenses**" should be read in conjunction with the section headed "**Fees and Expenses**" in the Prospectus.

#### **German Investment Tax Act**

In accordance with the German Investment Tax Act, as amended from time to time ("**GITA**"), the Fund intends to qualify as an equity fund as defined in section 2 para 6 GITA, and will continuously invest more than **50%** of its Net Asset Value (as defined in section 2 para. 9a sent. 2 and 3 GITA) into equities (as defined in section 2 para 8 GITA).

### **Exchange of Shares**

Shareholders may apply to exchange on any Dealing Day all or part of their holding of Shares of any Class of the Fund (the "**Original Class**") for Shares of another Class of the Fund which is being offered at that time (the "**New Class**") provided that all the criteria for applying for Shares in the New Class have been met.

The general provisions and procedures relating to redemptions will apply equally to exchanges. All exchanges will be treated as a redemption of the Shares of the Original Class and application to the purchase of Shares of the New Class, save that no Subscription Charge or Redemption Charge will be payable. Exchanges of Shares may be subject to an Exchange Charge of up to 3% of the Repurchase Price for the total number of Shares in the Original Class to be repurchased.

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## **GENERAL DESCRIPTION OF THE REFERENCE INDEX**

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The Reference Index tracks the performance of large- and mid-capitalisation Energy companies in developed markets, and through a combination of exclusions and by re-weighting constituents' free-float market capitalisation weights based upon certain environmental, social and governance ("**ESG**") metrics, seeks to collectively enhance the Reference Index's ESG profile and reduce its carbon footprint, relative to the S&P World Energy Index (the "**Parent Index**").

The Reference Index is further described below but only represents an extract of information available from public sources and neither the Directors, the Manager, S&P Dow Jones Indices LLC or such other successor sponsor to the Reference Index (the "**Index Provider**") nor the Investment Manager take any responsibility for the accuracy or completeness of such information.

The Parent Index is a free float-adjusted market capitalisation weighted index which aims to measure the performance of companies in the S&P World Index that are classified as Energy according to the Global Industry Classification Standard ("**GICS**").

The Reference Index is constructed from the Parent Index by using the Index Provider's exclusionary criteria to exclude from the Parent Index on a quarterly basis (per the Index Rebalancing and Weighting section) securities that:

- (i) are involved (as defined by the Index Provider) in the following business activities: tobacco, controversial weapons, oil sands, small arms, military contracting and thermal coal; and
- (ii) are classified as Non-Compliant according to the United Nations Global Compact (UNGC) principles

Further, the Reference Index excludes on a semi-annual basis (per the Index Rebalancing and Weighting section) securities that:

- (i) do not have an S&P Global ESG Score;
- (ii) do not have carbon intensity data;
- (iii) have an S&P Global ESG Score that falls within the lowest 20% of ESG scores by stock count of the Parent Index; and
- (iv) have carbon intensity levels that rank in the worst 10% of companies by free-float market cap per GICS Industry Group of the Parent Index and in the worst 10% of companies by free-float market cap in the S&P World Index.

Securities are also excluded if the Index Provider's Reference Index Committee decides to remove them following an evaluation of the potential impact of controversial company activities raised by an S&P Media and Stakeholder Analysis Report (that flags any company as facing potential ESG risk incidents and/or

controversial activities); securities can be excluded immediately, intra-rebalance, if deemed appropriate.

The Reference Index then applies an optimisation approach to re-weight remaining eligible securities with a view to achieving: 1) an uplift in the weighted average S&P Global ESG Score, relative to the Parent Index, such that the weighted average S&P Global ESG Score of the Reference Index is equivalent to a score that would be achieved if the 25% lowest scoring stocks by free-float market cap per GICS Industry Group were removed from the Parent Index; 2) the maximum of either a 30% decrease in the weighted average carbon intensity relative to the Parent Index, or the weighted average carbon intensity equivalent to the removal of securities that have carbon intensity levels that rank in the worst 25% of companies by free-float market cap per GICS Industry Group of the Parent Index and in the worst 25% of companies by free-float market cap in the S&P World Index.

The above optimisation is subject to the following constraints: 1) the weighted average S&P Global ESG Score cannot be lower than that of the Parent Index after removing the lowest 20% of ESG scores by stock count; 2) the weight of each individual constituent will not be overweighted by more than 5% relative to its weight in the Parent Index; 3) the weight of each individual constituent will not be overweighted by more than 10 times its relative weight in the Parent Index; 4) a floor of 0.01% will be applied such that eligible constituents with weights below the floor are excluded from the Reference Index; and 5) at each semi-annual rebalance there is a maximum turnover limit applied unless it is not possible for the optimisation targets, detailed above, to be achieved without a significant deviation from the targeted level for each, in which case this turnover constraint is relaxed in stages, and then removed entirely if no feasible solution can be found.

Capitalised terms used above and not defined herein are defined by the Index Provider. Further information on these terms and the Reference Index methodology can be found on the Index Provider's website.

### **Index Rebalancing and Weighting**

The Reference Index rebalances on a semi-annual basis and is effective after the close of the last business day of April and October (each an "**Index Rebalancing Date**"). On each Index Rebalancing Date, the weights of the securities comprising the Reference Index are re-calculated by the Index Provider by applying all of the exclusionary criteria and the optimisation approach described above.

On a quarterly basis between Index Rebalancing Dates, the Index Provider assesses the compliance of the securities comprising the Reference Index with some of the ESG criteria described above (each an "**Index Review Date**"). On each Index Review Date, securities may be removed from the Reference Index if such securities breach the exclusionary screens (i) and (ii) set out above. Securities may also be removed from the Reference Index outside of an Index Review Date, if assessed to by the Index Provider to be in breach of the exclusionary screen set out in (ii) above.

Furthermore, on each Rebalance and Index Review Date, the weight of the largest company in the Reference Index will be capped at 31.5% and the weight of all other companies in the Reference Index will be capped at 18%.

The Fund will bear the costs of any rebalancing trades (i.e. the costs of buying and selling securities of the Reference Index and associated taxes and transaction costs).

### **Index Provider and Website**

The Reference Index is sponsored by S&P Dow Jones Indices LLC and more details on the Reference Index can be found at <https://www.spglobal.com/spdji/en/supplemental-data/europe/>.

### **Publication**

The level of the Reference Index will be published on: <https://www.spglobal.com/spdji/en/supplemental-data/europe/>.

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## **OTHER INFORMATION**

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### **Taxation**

The tax treatment of the Company is set out in the Prospectus of the Company and the tax information provided therein is based on tax law and practice as at the date of the Prospectus.

Shareholders and potential investors are advised to consult their professional advisers concerning possible taxation or other consequences of purchasing, holding, selling or otherwise disposing of the Shares under the laws of their country of incorporation, establishment, citizenship, residence or domicile.

### **Consequences of Disruption Events**

Upon the occurrence of a Disruption Event (and without limitation to the Directors personal powers as further described in the Prospectus) an Approved Counterparty may make adjustments to determine the valuation of FDIs. Further information on the consequences of Disruption Events is contained in the main body of the Prospectus under the heading "**Disruption Events**".

### **Limited Recourse**

A Shareholder will solely be entitled to look to the assets of the Fund in respect of all payments in respect of its Shares. If the realised net assets of the Fund are insufficient to pay any amounts payable in respect of the Shares, the Shareholder will have no further right of payment in respect of such Shares nor any claim against or recourse to any of the assets of any other Fund or any other asset of the Company.

### **Risk Factors**

Certain risks relating to the Shares are set out under the heading "**Risk Factors**" in the Prospectus. In addition, Shareholders must also note that:

- (a) **Environmental, Social and Governance Risk:** The Fund intends to invest in securities of issuers that manage their ESG exposures better relative to their peers. This may affect the Fund's exposure to certain issuers and cause the Fund to forego certain investment opportunities. The Fund may perform differently to other funds, including underperforming other funds that do not seek to invest in securities of issuers based on their ESG ratings.
- (b) **Sector Concentration Risk:** The Fund primarily invest in securities within a specific or small number of sectors and/or industries. Adverse developments within such sectors and/or industries may affect the value of the underlying securities of the Fund investing in such securities. Investors should be prepared to accept a higher degree of risk when investing in a fund (such as the Fund) that primarily invests in securities within a specific or small number of sectors and/or industries than a fund that is more widely diversified across different sectors.
- (c) **Country Concentration Risk:** A Fund may be invested in a single country or small number of countries. A geographically concentrated investment strategy may be subject to a greater degree of volatility and of risk than one that is geographically diversified. The Fund's Investments will become more susceptible to fluctuations in value resulting from economic or business conditions in the country where the Fund is invested. As a consequence, the aggregate return of the Fund may be adversely affected by the unfavourable developments in such country.

**Investors should also refer to the Prospectus for additional disclosure of risks and conflicts of interest.**

### **Disclaimers**

**THE DIRECTORS OF THE COMPANY, THE MANAGER, THE INVESTMENT MANAGER AND THE INDEX PROVIDER TOGETHER THE "RESPONSIBLE PARTIES" DO NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF ANY DESCRIPTION RELATING TO THE REFERENCE INDEX OR ANY DATA INCLUDED THEREIN AND THE RESPONSIBLE PARTIES SHALL HAVE NO LIABILITY FOR ANY ERRORS, OMISSIONS, OR INTERRUPTIONS THEREIN. THE RESPONSIBLE PARTIES MAKE NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE FUND,**

**TO ANY SHAREHOLDER IN THE FUND, OR TO ANY OTHER PERSON OR ENTITY IN RESPECT OF THE REFERENCE INDEX DESCRIBED HEREIN.**

**THE INDEX PROVIDER MAKES NO EXPRESS OR IMPLIED WARRANTIES, AND EXPRESSLY DISCLAIMS ALL WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE WITH RESPECT TO THE REFERENCE INDEX OR STRATEGY OR ANY DATA INCLUDED HEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL THE INDEX PROVIDER HAVE ANY LIABILITY FOR ANY SPECIAL, PUNITIVE, INDIRECT, OR CONSEQUENTIAL DAMAGES OR FOR ANY LOST PROFITS, EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.**

THE " S&P WORLD ESG ENHANCED ENERGY INDEX" IS A PRODUCT OF S&P DOW JONES INDICES LLC OR ITS AFFILIATES ("SPDJI"), AND HAS BEEN LICENSED FOR USE BY THE MANAGER. STANDARD & POOR'S® AND S&P® ARE REGISTERED TRADEMARKS OF STANDARD & POOR'S FINANCIAL SERVICES LLC; DOW JONES® IS A REGISTERED TRADEMARK OF DOW JONES TRADEMARK HOLDINGS LLC ("DOW JONES"); AND THESE TRADEMARKS HAVE BEEN LICENSED FOR USE BY SPDJI AND SUBLICENSSED FOR CERTAIN PURPOSES BY THE MANAGER. IT IS NOT POSSIBLE TO INVEST DIRECTLY IN AN INDEX. THE FUND IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY SPDJI, DOW JONES, S&P, ANY OF THEIR RESPECTIVE AFFILIATES (COLLECTIVELY, "S&P DOW JONES INDICES"). NEITHER S&P DOW JONES INDICES MAKE ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE OWNERS OF THE FUND OR ANY MEMBER OF THE PUBLIC REGARDING THE ADVISABILITY OF INVESTING IN SECURITIES GENERALLY OR IN THE FUND PARTICULARLY OR THE ABILITY OF THE S&P WORLD ESG ENHANCED ENERGY INDEX TO TRACK GENERAL MARKET PERFORMANCE. PAST PERFORMANCE OF AN INDEX IS NOT AN INDICATION OR GUARANTEE OF FUTURE RESULTS. S&P DOW JONES INDICES' ONLY RELATIONSHIP TO THE MANAGER WITH RESPECT TO THE S&P WORLD ESG ENHANCED ENERGY INDEX IS THE LICENSING OF THE INDEX AND CERTAIN TRADEMARKS, SERVICE MARKS AND/OR TRADE NAMES OF S&P DOW JONES INDICES AND/OR ITS LICENSORS. THE S&P WORLD ESG ENHANCED ENERGY INDEX IS DETERMINED, COMPOSED AND CALCULATED BY S&P DOW JONES INDICES WITHOUT REGARD TO THE MANAGER OR THE FUND. S&P DOW JONES INDICES HAVE NO OBLIGATION TO TAKE THE NEEDS OF THE MANAGER OR THE OWNERS OF THE FUND INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE S&P WORLD ESG ENHANCED ENERGY INDEX. NEITHER S&P DOW JONES INDICES ARE RESPONSIBLE FOR AND HAVE NOT PARTICIPATED IN THE DETERMINATION OF THE PRICES, AND AMOUNT OF THE FUND OR THE TIMING OF THE ISSUANCE OR SALE OF THE FUND OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY WHICH THE FUND IS TO BE CONVERTED INTO CASH, SURRENDERED OR REDEEMED, AS THE CASE MAY BE. S&P DOW JONES INDICES HAVE NO OBLIGATION OR LIABILITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR TRADING OF THE FUND. THERE IS NO ASSURANCE THAT INVESTMENT PRODUCTS BASED ON THE S&P WORLD ESG ENHANCED ENERGY INDEX WILL ACCURATELY TRACK INDEX PERFORMANCE OR PROVIDE POSITIVE INVESTMENT RETURNS. S&P DOW JONES INDICES LLC IS NOT AN INVESTMENT OR TAX ADVISOR. A TAX ADVISOR SHOULD BE CONSULTED TO EVALUATE THE IMPACT OF ANY TAX-EXEMPT SECURITIES ON PORTFOLIOS AND THE TAX CONSEQUENCES OF MAKING ANY PARTICULAR INVESTMENT DECISION. INCLUSION OF A SECURITY WITHIN AN INDEX IS NOT A RECOMMENDATION BY S&P DOW JONES INDICES TO BUY, SELL, OR HOLD SUCH SECURITY, NOR IS IT CONSIDERED TO BE INVESTMENT ADVICE.

NEITHER S&P DOW JONES INDICES GUARANTEES THE ADEQUACY, ACCURACY, TIMELINESS AND/OR THE COMPLETENESS OF THE S&P WORLD ESG ENHANCED ENERGY INDEX OR ANY DATA RELATED THERETO OR ANY COMMUNICATION, INCLUDING BUT NOT LIMITED TO, ORAL OR WRITTEN COMMUNICATION (INCLUDING ELECTRONIC COMMUNICATIONS) WITH RESPECT THERETO. S&P DOW JONES INDICES SHALL NOT BE SUBJECT TO ANY DAMAGES OR LIABILITY FOR ANY ERRORS, OMISSIONS, OR DELAYS THEREIN. S&P DOW JONES INDICES MAKES NO EXPRESS OR IMPLIED WARRANTIES, AND EXPRESSLY DISCLAIMS ALL WARRANTIES, OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE OR AS TO RESULTS TO BE OBTAINED BY THE MANAGER, OWNERS OF THE FUND, OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE S&P WORLD ESG ENHANCED ENERGY INDEX OR WITH RESPECT TO ANY DATA RELATED THERETO. WITHOUT LIMITING ANY OF THE

FOREGOING, IN NO EVENT WHATSOEVER SHALL S&P DOW JONES INDICES BE LIABLE FOR ANY INDIRECT, SPECIAL, INCIDENTAL, PUNITIVE, OR CONSEQUENTIAL DAMAGES INCLUDING BUT NOT LIMITED TO, LOSS OF PROFITS, TRADING LOSSES, LOST TIME OR GOODWILL, EVEN IF THEY HAVE BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES, WHETHER IN CONTRACT, TORT, STRICT LIABILITY, OR OTHERWISE. THERE ARE NO THIRD PARTY BENEFICIARIES OF ANY AGREEMENTS OR ARRANGEMENTS BETWEEN S&P DOW JONES INDICES AND THE MANAGER, OTHER THAN THE LICENSORS OF S&P DOW JONES INDICES.

Product name: Invesco S&P World Energy ESG UCITS ETF

Legal entity identifier:  
5493007P6I7WEHMCJD97

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Does this financial product have a sustainable investment objective?

Yes

It will make a minimum of **sustainable investments with an environmental objective:** \_\_\_\_\_%

in economic activities that qualify as environmentally sustainable under the EU Taxonomy

in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

It will make a minimum of **sustainable investments with a social objective:** \_\_\_\_\_%

No

It **promotes Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it will have a minimum proportion of \_\_\_\_\_% of sustainable investments

with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

with a social objective

It promotes E/S characteristics, but **will not make any sustainable investments**



### What environmental and/or social characteristics are promoted by this financial product?

The environmental and social characteristics promoted by the Fund are to provide exposure to the risk and return profile of the S&P World Energy Index (the "**Parent Index**"), gaining exposure to corresponding sectors whilst improving the ESG characteristics and reducing carbon emissions of the Fund relative to the Parent Index, such that the Fund promotes investment in companies with improved ESG characteristics and lower carbon emissions compared to companies which are constituents of the Parent Index. The Fund achieves this by tracking the S&P World Energy Targeted & Screened Index (the "**Reference Index**"), which has a methodology that is consistent with attaining the environmental and social characteristics promoted by the Fund.

The environmental and social characteristics are achieved by applying the Index Provider's exclusion criteria to the eligible securities and by using an optimisation approach to achieve an uplift in the weighted average S&P Global ESG Score and a decrease in the weighted average carbon intensity relative to the Parent Index.

#### ● What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?

The Fund uses a variety of indicators to measure the attainment of the environmental and social characteristics. This includes:

- S&P Global ESG Score (as defined in the methodology of the Reference Index) improvement relative to the Parent Index;
- CO2 emissions reduction relative to the Parent Index; and
- Percentage of the Fund portfolio invested in excluded companies involved in controversial business activities and controversies (as defined in the methodology of the Reference Index).\*

\* The Fund should not be invested in companies which are excluded from the index and so this figure is expected to be around 0%.

#### ● What are the objectives of the sustainable investments that the financial product partially intends to make and how does the sustainable investment contribute to such objectives?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

NA

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

- **How do the sustainable investments that the financial product partially intends to make, not cause significant harm to any environmental or social sustainable investment objective?**

NA

- **How have the indicators for adverse impacts on sustainability factors been taken into account?**

NA

- **How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

NA

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



**Does this financial product consider principal adverse impacts on sustainability factors?**

Yes  No

The index methodology considers principal adverse impacts on sustainability factors, primarily through a set of exclusion criteria corresponding to the indicators that are defined in Table 1, Annex I of the RTS. Additionally, the Fund identifies priority investee entities using thresholds on each principal adverse impacts indicator and engages through methods such as letters, meetings and proxy voting as appropriate. Information on principal adverse impacts on sustainability factors is available in the annual report of the Fund.

The next annual report of the Fund will describe the extent to which environmental or social characteristics are met. The annual report will be available on the Fund's website at etf.invesco.com.



**What investment strategy does this financial product follow?**

**The investment strategy** guides investment decisions based on factors such as investment objectives and risk tolerance.

The investment objective of the Fund is to achieve the net total return performance of Reference Index, less fees, expenses and transaction costs. In order to achieve the investment objective, the Fund will employ a replication method that looks to invest as far as possible and practicable in the constituents of the Reference Index. The Fund intends to replicate the Reference Index by holding all of its constituent securities in a similar proportion to their weightings in the Reference Index.

Please note that this Annex forms part of, and should be read in conjunction with the Supplement. Please refer to the Supplement for further information.

**Good governance** practices include sound management structures, employee relations, remuneration of staff and tax compliance.

- **What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?**

The environmental characteristics of the Fund are achieved by tracking the Reference Index within an acceptable tracking error and in accordance with the investment policy as outlined in the Supplement.

The Reference Index is constructed from the Parent Index by using the Index Provider’s exclusionary criteria to exclude from the Parent Index on a quarterly basis (per the Index Rebalancing and Weighting section) securities of issuers that:

1. are involved (as defined by the Index Provider) in the following business activities: tobacco, controversial weapons, oil sands, small arms, military contracting and thermal coal; and

2. are classified as Non-Compliant according to the United Nations Global Compact (UNGC) principles.

Further, the Reference Index excludes on a semi-annual basis (per the Index Rebalancing and Weighting section) securities of issuers that:

3. do not have a S&P Global ESG Score;

4. do not have carbon intensity data;

5. have an S&P Global ESG Score that falls within the lowest 20% of ESG scores by stock count of the Parent Index; and

6. have carbon intensity levels that rank in the worst 10% of companies by free-float market cap per GICS Industry Group of the Parent Index and in the worst 10% of companies by free-float market cap in the S&P World Index.

Securities are also excluded if the Index Provider's Reference Index Committee decides to remove them following an evaluation of the potential impact of controversial company activities raised by an S&P Media and Stakeholder Analysis Report (that flags any company as facing potential ESG risk incidents and/or controversial activities); securities can be excluded immediately, intra-rebalance, if deemed appropriate.

Involvement and revenue thresholds are defined by the Index Provider. Further information in relation to the revenue thresholds and scoring criteria can be obtained from the Index Provider's website.

The Reference Index then applies an optimisation approach to re-weight remaining eligible securities with a view to achieving: 1) an uplift in the weighted average S&P Global ESG Score, relative to the Parent Index, such that the weighted average S&P Global ESG Score of the Reference Index is equivalent to a score that would be achieved if the 25% lowest scoring stocks by free-float market cap per GICS Industry Group were removed from the Parent Index; 2) the maximum of either a 30% decrease in the weighted average carbon intensity relative to the Parent Index, or the weighted average carbon intensity equivalent to the removal of securities that have carbon intensity levels that rank in the worst 25% of companies by free-float market cap per GICS Industry Group of the Parent Index and in the worst 25% of companies by free-float market cap in the S&P World Index.

The above optimisation is subject to the following constraints: 1) the weighted average S&P Global ESG Score cannot be lower than that of the Parent Index after removing the lowest 20% of ESG scores by stock count; 2) the weight of each individual constituent will not be overweighted by more than 5% relative to its weight in the Parent Index; 3) the weight of each individual constituent will not be overweighted by more than 10 times its relative weight in the Parent Index; 4) a floor of 0.01% will be applied such that eligible constituents with weights below the floor are excluded from the Reference Index; and 5) at each semi-annual rebalance there is a maximum turnover limit applied unless it is not possible for the optimisation targets, detailed above, to be achieved without a significant deviation from the targeted level for each, in which case this turnover constraint is relaxed in stages, and then removed entirely if no feasible solution can be found.

The Reference Index rebalances on a semi-annual basis and is effective after the close of the last business day of April and October (each an "**Index Rebalancing Date**"). On each Index Rebalancing Date, the weights of the securities comprising the Reference Index are re-calculated by the Index Provider by applying all of the exclusionary criteria and the optimisation approach described above.

On a quarterly basis between Index Rebalancing Dates, the Index Provider assesses the compliance of the securities comprising the Reference Index with some of the ESG criteria described above (each an "Index Review Date"). On each Index Review Date, securities may be removed from the Reference Index if such securities breach the exclusionary screens (1) and (2) set out above. Securities may also be removed from the Reference Index outside of an Index Review Date, if assessed by the Index Provider to be in breach of the exclusionary screen set out in (2) above.

Where a previously eligible security subsequently ceases to meet the environmental or social characteristics of the Fund, or where the Fund acquires a security as a result of a corporate action and such security does not meet the environmental or social characteristics of the Fund, the Fund may continue to hold such security until such time that the security is removed as a component of the Reference Index at the next rebalance date.

Capitalised terms used above and not defined herein are defined by the Index Provider.

- **What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?**

The methodology of the Reference Index excludes issuers that fall within the worst 20% by stock count, according to S&P Global ESG Scores.

● **What is the policy to assess good governance practices of the investee companies?**

The index methodology of the Reference Index includes good governance criteria whereby companies are assessed against indicators such as sound management structures, employee relations, remuneration of staff and tax compliance. Companies that are deemed not to meet good governance practices according to the methodology of the Reference Index will be excluded.



**What is the asset allocation planned for this financial product?**

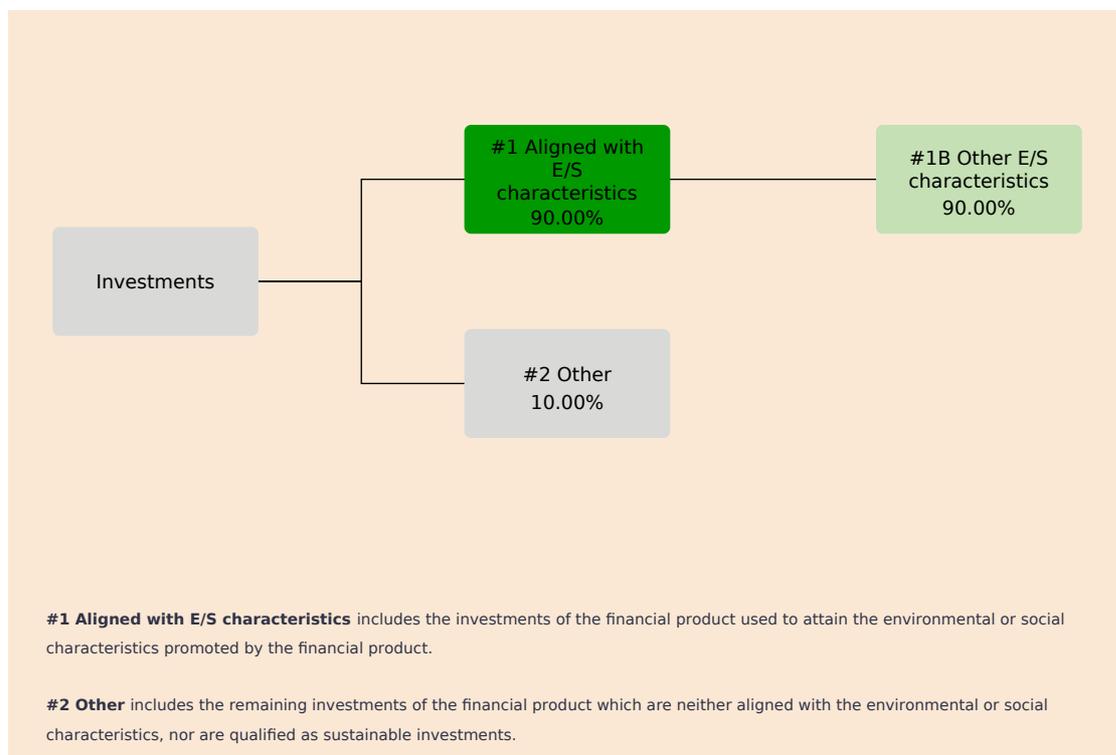
A minimum of 90% of the Fund's NAV will be selected according to the binding elements of the investment strategy, on the basis that they align with the environmental and social characteristics of the Fund.

Up to 10% of the Fund's NAV will be invested in financial derivative instruments for hedging and/or efficient portfolio management purposes and cash for ancillary liquidity purposes.

**Asset allocation** describes the share of investments in specific assets.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.



● **How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?**

The Fund does not use derivatives to attain the environmental or social characteristics promoted by the Fund. The Fund will use derivatives for hedging and efficient portfolio management purposes only.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.



**To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?**

0%

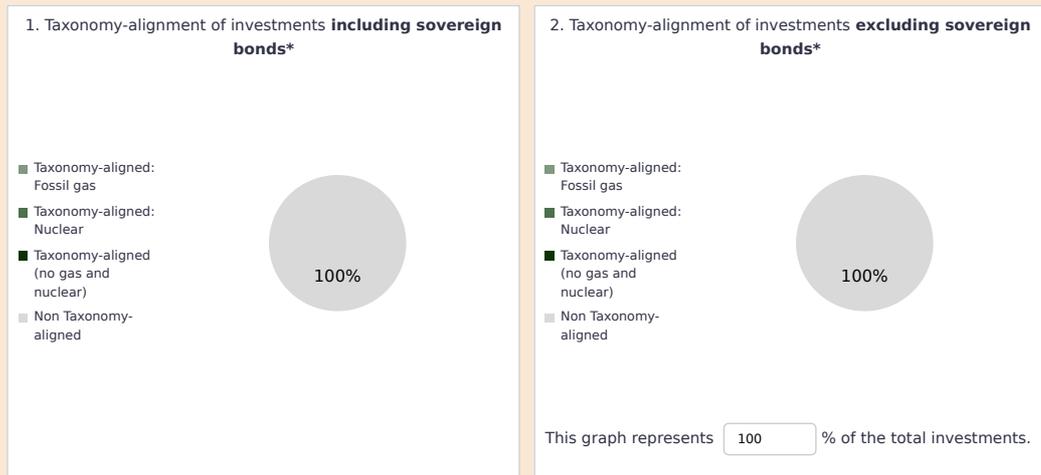
● **Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

**What is the minimum share of investments in transitional and enabling activities?**

NA

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?**

0%



**What is the minimum share of socially sustainable investments?**

0%



**What investments are included under "#2 Other", what is their purpose and are there any minimum environmental or social safeguards?**

Investments included under this category are financial derivative instruments for hedging and/or efficient portfolio management purposes and cash for ancillary liquidity. No minimum environmental or social safeguards are applied in relation to these instruments.



**Is a specific index designated as a reference benchmark to determine whether this financial product is aligned with the environmental and/or social characteristics that it promotes?**

Yes

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

● **How is the reference benchmark continuously aligned with each of the environmental or social characteristics promoted by the financial product?**

The Reference Index has been selected on the basis that it aligns with the environmental and social characteristics promoted by the Fund, which is to provide exposure to the risk and return profile of the Parent Index, gaining exposure to corresponding sectors whilst improving ESG characteristics and reducing carbon emissions relative to the Parent Index.

● **How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?**

The Fund aims to track the performance of the Reference Index as closely as possible. As such, the

Fund replicates the composition of the Reference index as closely as practical.

● **How does the designated index differ from a relevant broad market index?**

The Reference Index differs from a broad market index because it seeks to achieve an uplift in the weighted average S&P Global ESG Score and a decrease in the weighted average carbon intensity relative to the Parent Index (a subset of the S&P World Index (a relevant broad market index) which includes companies in the energy sector).

● **Where can the methodology used for the calculation of the designated index be found?**

Please refer to the index methodology which can be found in the 'Documents' tab of the Fund's website at [etf.invesco.com](http://etf.invesco.com).



**Where can I find more product specific information online? More product-specific information can be found on the website:**

More product specific information can be found on the Fund's webpage at [etf.invesco.com](http://etf.invesco.com).