

Invesco Physical Bitcoin ETC



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This factsheet contains a summary of the Invesco Physical Bitcoin ETC, an exchange traded product (ETP), and is for discussion purposes only. Please consult the legal offering documents and note the additional important information overleaf.

Investment objective

Invesco Physical Bitcoin ETC is a physically backed Exchange Traded Product (ETP). Each Bitcoin ETP is a certificate which is secured by holdings in Bitcoin held offline in cold storage by Zodia Custody, a UK-based subsidiary of Standard Chartered Bank. The Bitcoin holdings are valued at the Coinshares Bitcoin Hourly Reference Rate - 4pm Fixing.

Key product characteristics

- Transparent fees and costs
- Efficient tracking of the spot price
- Bitcoin exposure in a securitised structure (trades like an equity)
- Objective reference price for daily valuation

About the spot Bitcoin price

The ETP aims to provide the performance of Bitcoin, as measured by the CoinShares Bitcoin Hourly Reference Rate 4pm fixing. The reference rate is computed and published each hour based on the traded Bitcoin price across the most liquid and recognised exchanges. The 4pm fixing is based on the traded prices between 3pm and 4pm London time and is quoted in US dollars per Bitcoin. The index is calculated by Compass Financial Technologies, a BMR-registered benchmark provider.

Benchmark composition



Portfolio weightings and allocations may change.

Performance

The table shows performance over the past five years to the most recent month end. ETP performance is in the base currency, and is based on Net Asset Value after management fees. It does not consider commissions or custody fees payable when buying, holding or selling the ETP. Historical index performance prior to the index launch date of 1 Jul 2021 is simulated and has been calculated by the index provider using the index rules. The ETP does not charge entry or exit fees. Each period starts at the end of the indicated month. The first indicated month may not represent a full month and may start only on the launch/restructuring date indicated in this factsheet. **Past performance (actual or simulated) is not a reliable indicator of future performance.**

	30/11/16	30/11/17	30/11/18	30/11/19	30/11/20	31/12/17	31/12/19
	30/11/17	30/11/18	30/11/19	30/11/20	30/11/21	31/12/20	31/12/20
ETC	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Index ²	1,161.06%	-57.85%	96.65%	151.86%	199.50%	97.30%	298.75%
Difference ¹	n/a	n/a	n/a	n/a	n/a	n/a	n/a

n/a if displayed indicates insufficient data history

Trading information

Exchange	Deutsche Börse Xetra
Trading currency	EUR
ISIN	XS2376095068
Bloomberg	BTIC GR

Index Information

Index	Coinshares Bitcoin Hourly Reference Rate - 4pm Fixing
Currency	USD

ETC Information

Replication method ³	Physical
Base currency	USD
Ongoing charge ⁴	0.99% p.a.
Dividends	NOT APPLICABLE
Issuer	Invesco Digital Markets plc
Custodian	Zodia Custody Limited
Domicile	Jersey
Fund inception	22 Nov 2021

Available at etf.invesco.com

Prospectus, Holdings & NAV (Net Asset Value)

- ¹ $(ETC + 1) / (Index + 1) - 1$
- ² Data: Bloomberg
- ³ Please see section 'How does the ETF achieve its investment objective?' on the second page for further information
- ⁴ Includes management fee, custody and administration costs but excludes transaction costs such as swap costs

Contact us

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

Risk warnings

Investing in cryptocurrencies is high risk. You should only invest in this product if you understand the risks associated with it. Any decision to invest should be based on the information contained in the relevant prospectus. Prospective investors should consult their professional advisers to ascertain the suitability of this product as an investment to their own circumstances. Investment Risk: The value of the product depends on the performance of the underlying investment. Cryptocurrencies do not have any intrinsic value and may become worthless. Volatility Risk: Cryptocurrencies are subject to extreme price volatility as evidenced by the large daily movements in the price of Bitcoin since its inception. Cryptocurrency markets do not close and so sudden price swings could occur at any time. Risk of Hacking: A hack of a depository wallet could result in the loss of the main body of the underlying cryptoassets backing one or more series of certificates. Such a hack could result in a loss of value of the certificates for all the certificateholders of the affected series. Certificateholders of the affected series would risk losing their entire investment. Liquidity Risk: The product may be adversely affected by a decrease in market liquidity which may impair the ability to exchange cryptocurrencies into fiat currencies. Regulation Risk in the Market of Cryptocurrencies: The price of cryptocurrency can be affected by factors such as global or regional political conditions and regulatory or judicial events.

What are Invesco Digital Asset ETPs?

Through Invesco Digital Asset ETPs, investors can gain exposure to cryptoassets, without taking physical delivery of them. Invesco Digital Asset ETPs are certificates that can be bought and sold on a stock exchange. Note that certificates are a type of debt security, where the Issuer agrees to pay the investor a specified return, they are not regulated funds. Invesco Digital Asset ETPs are secured by a physical amount of the relevant underlying, held by the Custodian. If the Issuer cannot pay the specified return, the underlying held will be used to repay investors. However, investors have no claim on other assets of the Issuer (limited recourse).

How does the ETP achieve its investment objective?

For each certificate that is issued, a pre-determined amount of Bitcoin must first be transferred to the issuer's wallet. This ensures that every certificate is fully backed by an identical amount of Bitcoin, all of which is held in cold storage at the custodian, and valued daily at the CoinShares Bitcoin Hourly Reference Rate 4pm fixing.

About Invesco

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

Buying and selling our ETPs

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

Glossary

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

Cold Storage The bitcoin and private keys are stored entirely offline in the custodian's physical data centres, rather than being connected to the internet.

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

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

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

Spot market A spot market is where supply and demand are matched by spot or forward transactions. These are standardised financial instruments on certain underlying assets that must be filled no more than two trading days after the transaction is concluded through payment (purchase) and delivery (sale).

Spot price The spot price is the current date's price for securities, currencies, gold or other assets traded on that date. The spot price is in contrast to the futures price (i.e., a future price agreed today).

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For professional investors in Spain:

This product is difficult to understand. The CNMV in Spain considers that, in general, Invesco Physical Bitcoin ETP is not appropriate for retail investors.

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