

# Invesco Physical Bitcoin

As of 31 May 2023

This marketing communication is exclusively for use by professional investors as specified in the Important Information section and sophisticated investors in Israel. It is not intended for and should not be distributed to, or relied upon, by the public. Investors should read the legal documents prior investing. 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.



## Product objective

Invesco Physical Bitcoin 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.

## ETP information

Product launch date	22 November 2021
Fixed fee	0.99% p.a.
Product base currency	USD
Currency hedged	No
Benchmark	CoinShares Bitcoin Hourly Reference Rate - 4pm fixing
Benchmark currency	USD
Benchmark Bloomberg ticker	CSBTC16R
Replication method	Physical
Issuer	Invesco Digital Markets plc
Custodian	Zodia Custody Limited
Domicile	JE
UK reporting status	Yes
ISA eligible	No
SIPP eligible	No
ISIN code	XS2376095068
WKN	A3GU8J
VALOR	114433069
SEDOL	BP48424
Bloomberg ticker	BTIC GY
Product size	USD 81.36m

## Investment risks

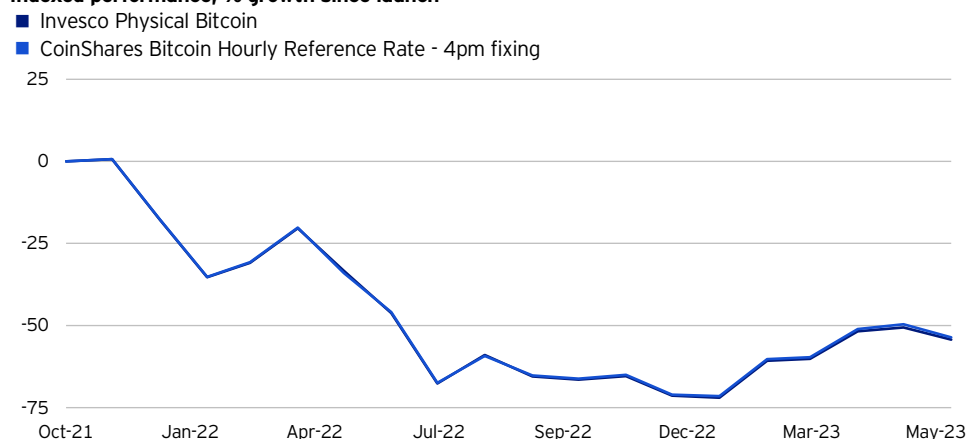
For complete information on risks, refer to the legal documents. Investing in cryptocurrencies is high risk. You should only invest in this product if you understand the risks associated with it. Any decision to invest should be based on the information contained in the relevant prospectus. Prospective 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 depositary 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.

## About the benchmark

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.

## Past performance does not predict future returns.

## Indexed performance, % growth since launch



## Cumulative performance as at 31 May 2023 (%)

	3M	1Y	3Y	5Y	10Y	Product launch
ETP	14.68	-15.14	-	-	-	-54.33
Benchmark	14.97	-14.29	-	-	-	-53.63

## Calendar year performance (%)

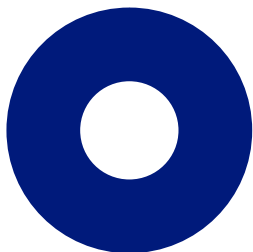
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
ETP	-65.96	-	-	-	-	-	-	-	-	-
Benchmark	-65.41	-	-	-	-	-	-	-	-	-

## Standardised rolling 12 month performance (%)

	05.22	05.21	05.20	05.19	05.18	05.17	05.16	05.15	05.14	05.13
	05.23	05.22	05.21	05.20	05.19	05.18	05.17	05.16	05.15	05.14
ETP	-15.14	-	-	-	-	-	-	-	-	-
Benchmark	-14.29	-	-	-	-	-	-	-	-	-

Source: Invesco, Bloomberg L.P., FactSet. ETP performance shown is calculated with reference to the Net Asset Value, inclusive of net reinvested income and net of ongoing charges and portfolio transaction costs, in USD. The figures do not reflect the actual share price, the impact of the bid/offer spread or broker commissions. Returns may increase or decrease as a result of currency fluctuations. ETP NAV performance differs from that of the index due to the ongoing charges and portfolio transaction costs and due to the fact that the ETP does not necessarily always hold all the securities in the index in their respective weighting. This ETP does not charge an entry fee.

## Benchmark composition (%)



■ Bitcoin

100.00

Source: Invesco, as at **31 May 2023**

Please see [etf.invesco.com](https://etf.invesco.com) for ETP holdings information. Holdings are subject to change.

## Important information

This marketing communication is for discussion purposes only and is exclusively for use by professional investors in Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Liechtenstein, Luxembourg, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the UK; sophisticated investors in Israel. It is not intended for and should not be distributed to, or relied upon, by the public.

By accepting this document, you consent to communicating with us in English, unless you inform us otherwise.

All investment decisions must be based only on the most up to date legal offering documents. The legal offering documents (Key Information Document (KID), Base Prospectus and annual & semi-annual reports) are available free of charge at our website [etf.invesco.com](https://etf.invesco.com) and from the issuers.

This is marketing material and is not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication.

This material should not be considered financial advice. Persons interested in acquiring the product should inform themselves as to (i) the legal requirements in the countries of their nationality, residence, ordinary residence or domicile; (ii) any foreign exchange controls and (iii) any relevant tax consequences.

Any calculations and charts set out herein are indicative only, make certain assumptions and no guarantee is given that future performance or results will reflect the information herein. For details on fees and other charges, please consult the Base prospectus and the KID for each product.

CoinShares and the CoinShares Astronaut are trademarks and/or service marks of CoinShares (Holdings) Limited and are licensed for use by Invesco. The CoinShares Group owns the proprietary rights in the CoinShares Hourly Reference Rates. The Product(s) are not sponsored, endorsed, sold, promoted or managed by CoinShares or its affiliated entities. The index is calculated by Compass Financial Technologies. Compass Financial Technologies uses its best efforts to ensure that the index is calculated correctly. Notwithstanding its obligations towards CoinShares, Compass Financial Technologies SA has no obligation to point out errors in the index to third parties including without limitation to investors and/or financial intermediaries. The calculation, the publication and the dissemination of the index by Compass Financial Technologies SA does not constitute a recommendation by Compass Financial Technologies SA to invest capital in the securities nor does it in any way represent an assurance or opinion of Compass Financial Technologies SA with regard to any investment therein. Purchasers of the CoinShares are made aware, and accept, that index calculations are based on large quantities of data provided by third parties and are thus susceptible to errors, interruptions and delays.

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

This communication has not been approved by the Israeli Securities Authority and will only be distributed to Israeli residents in a manner that will not constitute "an offer to the public" under sections 15 and 15A of the Israel Securities Law, 5728-1968 ("the Securities Law"). The product is being offered to a limited number of investors (35 investors or fewer during any given 12 month period) and/or those categories of investors listed in section 15A(b) of and/or the First Addendum ("the Addendum") to the Securities Law, ("Sophisticated Investors") each as defined in the said Addendum, as amended from time to time, and who in each case have provided written confirmation that they qualify as Sophisticated Investors, and that they are aware of the consequences of such designation and agree thereto; in all cases under circumstances that will fall within the private placement or other exemptions of, the Securities Law and any applicable guidelines, pronouncements or rulings issued from time to time by the Israeli Securities Authority. This communication may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have been sent. Any offeree who purchases a product is purchasing such product for its own benefit and account and not with the aim or intention of distributing or offering such product to other parties (other than, in the case of an offeree which is an Sophisticated Investor by virtue of it being a banking corporation, portfolio manager or member of the Tel-Aviv Stock Exchange, as defined in the Addendum, where such offeree is purchasing product for another party which is an Sophisticated Investor). Nothing in this communication should be considered Investment Advice or Investment Marketing defined in the Regulation of Investment Counselling, Investment Marketing and Portfolio Management Law, 5755-1995 ("the Investment Advice Law"). Investors are encouraged to seek competent investment counselling from a locally licensed investment counsel prior to making the investment. Neither Invesco Ltd. nor its subsidiaries does not hold a licence under the Investment Advice Law, nor does it carry the insurance as required of a licensee thereunder. As a prerequisite to the receipt of a copy of this communication a recipient may be required to provide confirmation that it is an Sophisticated Investor purchasing the product for its own account or, where applicable, for other Sophisticated Investors. This communication does not constitute an offer to sell or solicitation of an offer to buy any securities other than the product offered hereby, nor does it constitute an offer to sell to or solicitation of an offer to buy from any person or persons in any state or other jurisdiction in which such offer or solicitation would be unlawful, or in which the person making such offer or solicitation is not qualified to do so, or to a person or persons to whom it is unlawful to make such offer or solicitation.

The publication of the supplement in Italy does not imply any judgment by CONSOB on an investment in a product. The list of products listed in Italy, and the offering documents for and the supplement of each product are available: (i) at [etf.invesco.com](https://etf.invesco.com) (along with the audited annual report and the unaudited half-year reports); and (ii) on the website of the Italian Stock Exchange [borsaitaliana.it](https://borsaitaliana.it).

This material has been communicated by Invesco Management S.A., President Building, 37A Avenue JF Kennedy, L-1855 Luxembourg, regulated by the Commission de Surveillance du Secteur Financier, Luxembourg. Invesco Asset Management Deutschland GmbH, An der Welle 5, 60322 Frankfurt am Main, Germany. Invesco Asset Management (Schweiz) AG, Talacker 34, 8001 Zurich, Switzerland. Invesco Asset Management Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire, RG9 1HH, United Kingdom. Authorised and regulated by the Financial Conduct Authority.

## Glossary

**Benchmark:** An index against which the ETF is measured, in terms of relative performance, risk and other useful comparisons.

**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.

**Hedged:** The intended result of reducing the portfolio's exposure to a specific risk, such as the risk of fluctuations between currency exchange rates ("currency hedging").

**ISA:** Individual Savings Account. A type of investment account in the UK in which the tax on income is lower than usual, and there is no tax on profits made from an increase in the value of shares.

**SIPP:** Self-Invested Pension Plan. A type of UK pension for which a person makes their own investment decisions.

**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).

**UCITS:** Undertakings for Collective Investments in Transferable Securities. European regulatory framework for an investment vehicle that can be marketed across the European Union.

**UK Reporting Status:** Indicates whether or not the fund has United Kingdom fund tax status, this can lead to a UK investor receiving favourable tax rates on any gain or disposal of holdings in the fund.