

**INVESCO EXCHANGE-TRADED FUND TRUST II  
INVESCO MSCI NORTH AMERICA CLIMATE ETF (KLMN)**

**SUPPLEMENT TO THE PROSPECTUS  
UK AND EEA INVESTORS**

This supplement contains information in relation to the Invesco MSCI North America Climate ETF (the "**Fund**").

This supplement forms part of, and may not be distributed unless accompanied by, the latest prospectus<sup>1</sup> for the Fund, as may be further amended, supplemented or modified from time to time (the "**Prospectus**") (other than to prior recipients of 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 ("**Supplement**") will have the meanings given to them below or in the Prospectus.

**INVESCO MSCI NORTH AMERICA CLIMATE ETF (KLMN)**

**Dated 21 January 2025**

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<sup>1</sup> The latest Prospectus for the Fund can be found [here](#)

## **The AIFMD and UK AIFM Regulations**

The Fund is an alternative investment fund ("**AIF**") for the purposes, within the European Economic Area ("**EEA**"), of the Alternative Investment Fund Managers Directive (2011/61/EU) (the "**AIFM Directive**") and, in the United Kingdom ("**UK**"), The Alternative Investment Fund Managers Regulations 2013 (the "**UK AIFM Regulations**"), each as amended and supplemented from time to time. Invesco Capital Management LLC is considered the alternative investment fund manager (the "**AIFM**") in respect of the Fund for the purposes of the AIFM Directive and UK AIFM Regulation. The AIFM is regulated as an Investment Adviser (as such term is defined in the US Investment Advisers Act of 1940, as amended, (the "**US Advisers Act**")) by the US Securities and Exchange Commission and has its offices at 3500 Lacey Road, Suite 700, Downers Grove, IL 60515 USA.

The marketing of the AIF in the EEA and the UK may only be carried out pursuant to the rights, and subject to the obligations, of the AIFM under Articles 42 of the AIFM Directive and Regulation 59 of the UK AIFM Regulation, respectively. These require that, at a minimum, the AIFM provides certain disclosures to investors (domiciled in the EEA or, in the case of the UK AIFM Regulations, the UK) before they invest and on a periodic basis thereafter, as well as provide periodic reports on a regular basis to the national competent authority of the relevant country in which the AIF is marketed. In addition, the AIFM Directive and UK AIFM Regulations require that there must be cooperation arrangements in place between the national competent authorities in each of: (i) the jurisdiction where the AIFM is established; (ii) the jurisdiction where the AIF is established (if different from (i)); and (iii) any country (being an EEA member state and, if relevant, the UK) into which the AIF is being marketed. In addition to these minimum conditions, each EEA member state and the UK may impose additional restrictions or conditions to marketing.

Marketing under the AIFM Directive and UK AIFM Regulations requires prior notifications to and, in some cases, approval by the national competent authority of the country in which the marketing is taking place. The inclusion of an offering legend in respect of any EEA member state and the UK does not imply that the notification has been made or is currently in place or that an offering or placement of interests in the AIF has been or will be made to or with investors domiciled or with a registered office in that EEA member state or in the UK. Prospective investors in the Fund can request from the AIFM a list of jurisdictions where such a notification of the exercise of such rights has been made and, where relevant, approval received.

The AIF is not intended to be "pre-marketed" in any EEA member state, as such term is given meaning in the Cross Border Distribution Directive (2019/1160). Promotional and marketing activities in a given EEA member state is only intended to and should only take place following a notification being made and, where relevant, the receipt of approval to market pursuant to Article 42 of the AIFM Directive, as described above.

## **Additional Notices**

### *Notice to residents of member states within the European Economic Area*

In respect of investors domiciled, or with their registered office, in a member state of the EEA, this Supplement, Prospectus and any other documents or materials related to the offer or sale, or invitation for subscription or purchase, of the interests in the Fund shall only be distributed to prospective investors domiciled or with their registered offices in a member state of the EEA that are "professional investors" in accordance with the AIFM Directive. For these purposes, a "professional investor" is a person who is considered to be a professional client or who may, on request, be treated as a professional client within the meaning of Annex II to Directive 2014/65/EU.

Accordingly, the distribution of this Supplement and Prospectus in the EEA is restricted to such persons. Persons in the EEA of any other description may not receive, and should not act or rely on, this Supplement, Prospectus or any other marketing materials relating to the Fund.

Investors in the Fund will be deemed to represent and acknowledge that the only client of the AIFM is the Fund. Prospective investors in the Fund acknowledge that they are not, and will not become, a client of the AIFM. The AIFM is not responsible to investors in the Fund for providing the protections afforded to those persons who are in fact clients and the AIFM is not advising prospective investors in the Fund on their participation in the Fund. No representative of the AIFM is entitled to lead any prospective investors in the Fund to believe otherwise.

#### *Notice to residents of Finland*

This Prospectus will be delivered and addressed, and investments in the Fund are available solely, to investors who are professional customers (*ammattimainen asiakas*) within the meaning of the Finnish Act on Alternative Investment Fund Managers (162/2014, as amended) and qualified investors within the meaning of the Prospectus Regulation. The delivery of this Prospectus in Finland is based on appropriate regulatory filings and the authorisation of the AIFM to market the Fund in Finland or, in the absence of such filings or authorisation, on an explicit request to provide the recipient with information about the Fund. If you have received it in error, please take no further action and return it to us.

#### *Notice to residents of the Netherlands*

The interests in the Fund have not been and will not be offered, sold, transferred or delivered in the Netherlands, as part of their initial distribution or at any time thereafter, directly or indirectly, other than to individuals or legal entities which are or are considered to be 'qualified investors' (*gekwalificeerde beleggers*) within the meaning of section 1:1 of the Dutch Financial Supervision Act (*Wet op het financieel toezicht*, the "**Wft**").

The AIFM makes use of the Dutch national private placement regime ("**NPPR**") referred to in Section 1:13b of the Wft. As a consequence, the offering of the interests does not require the AIFM or the Fund to have a licence pursuant to the Wft. In accordance with the NPPR, the AIFM is subject to certain reporting requirements vis-à-vis the Netherlands Authority for the Financial Markets (*Autoriteit Financiële Markten*).

#### *Notice to residents of Sweden*

The Fund is an alternative investment fund (Sw. *alternativ investeringsfond*) pursuant to the Swedish Alternative Investment Fund Managers Act (Sw. *lag (2013:561) om förvaltare av alternativa investeringsfonder*; the "**AIFMA**") and is being marketed to Swedish professional investors (Sw. *professionella investerare*) only pursuant to a Swedish marketing licence obtained in accordance with Chapter 5, Section 10 of the AIFMA. The offering of shares in the Fund and this Prospectus are not subject to any registration or approval requirements under the Prospectus Regulation.

#### *Notice to residents of Switzerland*

The offer and the marketing of shares of the Fund in Switzerland will be exclusively made to, and directed at, qualified investors (the "**Qualified Investors**"), as defined in Article 10(3) and (3ter) of the Swiss Collective Investment Schemes Act ("**CISA**") and its implementing ordinance, at the exclusion of qualified investors with an opting-out pursuant to Art. 5(1) of the Swiss Federal Act on Financial Services ("**FinSA**") and without any portfolio management or advisory relationship with a financial intermediary pursuant to Article 10(3ter) CISA ("**Excluded Qualified Investors**"). Accordingly, the Fund has not been and will not be registered with the Swiss Financial Market Supervisory Authority ("**FINMA**") and no representative or paying agent have been or will be appointed in Switzerland. This Supplement, the prospectus and/or any other offering or marketing materials relating to the shares of the Fund may be made available in Switzerland solely to Qualified Investors, at the exclusion of Excluded Qualified Investors. The legal documents of the Fund may be obtained free of charge from Invesco Asset Management (Schweiz) AG, Talacker 34, 8001 Zurich.

#### *Notice to residents of United Kingdom*

The Fund will be a collective investment scheme as defined in the Financial Services and Markets Act 2000 ("**FSMA**") and is an unregulated scheme for the purposes of that act and for that reason interests in the Fund may not be marketed in the United Kingdom to the general public.

If by a person who is not an authorised person under FSMA, the communication or provision of this Supplement and Prospectus may only be (i) once the conditions in regulation 50 (and 59) of the UK AIFM Regulation have been satisfied, made to persons who are "professional investors", as defined in regulation 2(1) of the UK AIFM Regulations, (ii) directed at or made to persons who have professional experience of participating in unregulated schemes, falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) (the "**FPO**"), (iii) directed at or made to a high net worth company, unincorporated association and other

body within the meaning of Article 49 of the FPO, or (iv) directed at or made to persons to whom this Supplement and Prospectus may otherwise lawfully be communicated (the persons referred to in (i) to (iv)) being referred to collectively as "relevant persons"). This Supplement and Prospectus must not be acted on or relied on by persons who are not relevant persons, and the interests in the Fund are available only to relevant persons.

If by a person authorised under FSMA, the communication or provision of this Supplement and Prospectus may only be (i) once the conditions in regulation 50 (and 59) of the UK AIFM Regulation have been satisfied, made to persons who are "professional investors", as defined in regulation 2(1) of the UK AIFM Regulations, (ii) directed at or made to persons who have professional experience of participating in unregulated schemes, falling within Article 14 of Financial Services and Markets Act 2000 (Promotion of Collective Investment Schemes) (Exemptions) Order 2001 (as amended) (the "**PCISO**"), (iii) directed at or made to a high net worth company, unincorporated association and other body within the meaning of Article 22 of the PCISO, or (iv) directed at or made to persons to whom this Supplement and Prospectus may otherwise lawfully be communicated (the persons referred to in (i) to (iv)) being referred to collectively as "**relevant persons**"). This Supplement and Prospectus must not be acted on or relied on by persons who are not relevant persons, and the interests in the Fund are available only to relevant persons.

### **The Packaged Retail and Insurance-based Investment Products (PRIIPs) Regulation**

The interests in the Fund is only intended to be offered or sold to "professional clients" as defined in or derived from Directive 2014/65/EU and as a consequence no key information document will be produced in accordance with either the Regulation EU No 1286/2014 ("**EU PRIIPs Regulations**") or the equivalent UK version of the EU PRIIPs Regulation which is part of UK law by virtue of the European Union (Withdrawal) Act 2018 (as amended and supplemented from time to time) on key information documents for packaged retail and insurance-based. Each investor in the Fund shall be deemed to have represented, warranted and agreed that: (i) it is not a retail investor (being a person other than a professional client); (ii) it does not act on behalf of any retail investor in respect of any investment in the Fund; and (iii) if it is an investor in the UK, that it will make an initial investment of at least £100,000.

### **Data Protection**

Prospective investors should note that, by virtue of making an investment in the Fund and the associated interactions with the Fund, its affiliates, service providers, agents and delegates (including completing the application form, and the recording of electronic communications or phone calls where applicable), or by virtue of providing the Fund with personal information on individuals connected with the investor (for example directors, trustees, employees, representatives, a shareholder, investors, clients, beneficial owners or agents), such individuals will provide the Fund, its affiliates, service providers, agents and delegates with certain personal information which constitutes personal data within the meaning of the applicable data protection laws, including, the General Data Protection Regulation ("**GDPR**").

The Fund has prepared a privacy notice which provides further information about how the Fund collects, uses and protects individuals' personal data. The Fund's privacy notice is available on the Website <https://www.invesco.com/content/dam/invesco/en-global/privacy-notice/privacy-notice.pdf>.

### **ESG Integration Considerations**

The AIFM's investment decision-making process is disclosed in the Prospectus under the heading "Principal Investment Strategies".

The Fund is passively managed and seeks to track the investment results (before fees and expenses) of the Underlying Index. The Fund employs a "full replication" methodology in seeking to track the Underlying Index, meaning that the Fund generally invests in all of the securities comprising the Underlying Index in proportion to their weightings in the Underlying Index. The Underlying Index is created by a third-party index provider (the "**Index Provider**") and as the strategy for the Fund is to track or replicate the Underlying Index, changes to the portfolio of the Fund are driven by changes to the Underlying Index in accordance with its published methodology rather than by an active selection of stocks by the AIFM. Accordingly, the AIFM does not exercise discretion to actively

select/deselect stocks. Therefore, across all of the Fund's portfolio, there is no integration of Sustainability Risks (as defined below) into the AIFM's investment process. Even when the Fund utilises a sampling strategy to seek to track the investment results (before fees and expenses) of the index<sup>2</sup>, ESG considerations are not incorporated into the sampling approach as the Fund's objective is to achieve the performance of the relevant Underlying Index and decisions driven by ESG factors could be less effective in achieving this goal.

Assessments of Sustainability Risks are not conclusive.

For the purpose of this Supplement, a "Sustainability Risk" means an environmental, social or governance event or condition that the Fund considers could have a material negative impact on the financial value of one or more investments in the Fund.

The AIFM considers that the Fund meets the criteria in Article 8 of the SFDR.

Due to its investment strategy and the portfolio of securities that it holds in tracking the Underlying Index, the Fund promotes certain ESG characteristics, as defined by Article 8 of SFDR. The environmental and social characteristics promoted by the Fund are to gain exposure to the broader global equity markets, comprising large- and mid-capitalization companies in developed and emerging market countries around the world, that meet certain environmental and climate criteria relative to their peers. The Fund also reduces exposure to companies involved in certain business activities and those with involvement in very severe ESG controversies.

By tracking the Underlying Index, the Fund promotes the environmental characteristics which are driven by the Underlying Index's methodology for determining a company's eligibility for inclusion in the Underlying Index. Further information on how the environmental and social characteristics promoted by the Fund are achieved is set out in the description of the Underlying Index methodology in the Prospectus.

Furthermore, the Fund invests in companies which follow good governance practices by tracking the Underlying Index which incorporates such concepts into its methodology.

While the Fund may make investments in economic activities that contribute to an environmental objective and may be eligible to be assessed against the technical screening criteria published under the Taxonomy Regulation, the AIFM is not currently in a position to describe: (i) the environmental objective, if any, set out in the Taxonomy Regulation to which the Fund's investment may contribute; and (ii) the extent to which the Fund's investments are in economic activities that qualify as environmentally sustainable and are aligned with the Taxonomy Regulation. As such, the Fund's portfolio is not aligned (0% alignment) with the Taxonomy Regulation.

The AIFM is keeping this situation under active review and where, in its discretion, it has assessed that it has sufficient reliable, timely and verifiable data on the Fund's investments, the AIFM will provide the descriptions referred to above, in which case this Supplement will be updated.

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.

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<sup>2</sup> The Fund employs a "full replication" methodology in seeking to track the Underlying Index, meaning that it generally invests in all of the securities comprising the Underlying Index in proportion to the weightings of the securities in the Underlying Index. However, under various circumstances, it may not be possible or practicable to purchase all of those securities in those same weightings. In those circumstances, the Fund may purchase a sample of securities in the Underlying Index. A "sampling" methodology means that the AIFM uses a quantitative analysis to select securities from the Underlying Index universe to obtain a representative sample of securities that have, in the aggregate, investment characteristics similar to the Underlying Index, in terms of key risk factors, performance attributes and other characteristics. These include industry weightings, market capitalization, return variability, earnings valuation, yield and other financial characteristics of securities. When employing a sampling methodology, the AIFM bases the quantity of holdings in the Fund on a number of factors, including asset size of the Fund, and generally expects the Fund to hold less than the total number of securities in the Underlying Index. However, the AIFM reserves the right to invest the Fund in as many securities as it believes necessary to achieve the Fund's investment objective.

### Use of derivatives and ESG

The use of derivatives will be consistent with the Fund's investment policy as set out in the relevant supplement. Sustainability Risks are not specifically contemplated in the context of use of derivatives, but may nonetheless promote ESG characteristics by utilizing derivatives that track the Underlying Index. Currently, ESG criteria are not taken into account when selecting counterparties.

### Likely impact of sustainability risks on return

Inadequate sustainability practices and policies and Sustainability Risks more generally can lead to, among other things, inefficiencies, operational disruption, litigation and reputational damage. The impact of those risks may be higher for funds with particular sectoral or geographic concentrations. All or a combination of these risks may have an impact on the value and/or return profile of the Fund's portfolio. The nature and extent of that impact is necessarily unpredictable, especially in the case of index tracking funds such as the Fund. Sustainability Risks inherent in a portfolio can crystallise in a range of different circumstances, including in normal market conditions, and may have a material impact on the value of the Fund's shares. The impacts of Sustainability Risk are likely to develop over time and new Sustainability Risks may be identified as further data and information regarding sustainability factors and impacts becomes available.

### Article 23 / Rule 3.2 Disclosures

The following table sets out the information that is required to be disclosed to prospective investors pursuant to Article 23 of the AIFM Directive and Rule 3.2 of the Investment Funds Sourcebook (FUND) of the FCA Handbook of Rules and Guidance (the "**FUND Sourcebook**") for the Fund.

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
1.	<b>(1a)</b>	(1a)	Investment strategy and objective	The Fund's investment strategy is set out in the Prospectus under the heading 'Principal Investment Strategies' and 'Non-Principal Investment Strategies'.  The Fund's investment objective is set out in the Prospectus under the heading 'Investment Objective'.
2.	<b>(1a)</b>	(1b)	Master fund domicile, if relevant	Not applicable. The Fund is not a feeder AIF.
3.	<b>(1a)</b>	(1c)	If fund of funds, investee funds domicile	Not applicable. The Fund is not a fund of funds.
4.	<b>(1a)</b>	(1d)	Types of assets in which the fund may invest	The types of assets in which the Fund may invest is set out in the Prospectus under the headings 'Principal Investment Strategies', 'MSCI Global Climate 500 North America Selection Index' and 'Non-Principal Investment Strategies'.
5.	<b>(1a)</b>	(1e)	Investment techniques that may be employed and all associated risks	The investment techniques which the Fund may employ is set out in the Prospectus under the heading 'Principal Investment Strategies'.

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
				The risks associated with the Fund's investments are described in the Prospectus under the headings 'Principal Risks of Investing in the Fund' and 'Additional Risks of Investing in the Fund' and in the Statement of Additional Information under the heading 'Investment Risks'.
6.	<b>(1a)</b>	(1f)	Investment restrictions	The Fund's investment restrictions are set out in the Statement of Additional Information under the heading 'Investment Restrictions'.
7.	<b>(1a)</b>	(1g)	Circumstances in which the AIF may use leverage	The circumstances in which the AIF may use leverage are set out in the Prospectus under the heading 'Non-Principal Investment Strategies' and in the Statement of Additional Information under the heading 'Investment Restrictions'.
8.	<b>(1a)</b>	(1h)	Types and sources of leverage permitted and the associated risks	<p>The types and sources of leverage permitted are set out in the Statement of Additional Information under the heading 'Investment Restrictions'.</p> <p>The risks associated with leverage are described in the Statement of Additional Information under the headings 'Investment Restrictions' and 'Investment Risks' and in the Prospectus under the heading 'Additional Risks of Investing in the Fund'.</p>
9.	<b>(1a)</b>	(1i)	Restrictions on the use of leverage and any collateral and asset reuse arrangements	<p>"Leverage" is defined in Article 4(1)(v) of the AIFM Directive and FUND 3.2.2 as any method by which the AIFM increases the exposure of the Fund whether through borrowing of cash or securities, or leverage embedded in derivative positions or by any other means.</p> <p>The restrictions on the use of leverage are set out in the Statement of Additional Information under the headings 'Investment Restrictions' and 'Investment Risks'.</p> <p>The Fund may lend its portfolio securities to brokers, dealers, and other financial institutions. In connection with such loans, the Fund receives liquid segregated collateral equal to at least 102% (105% for international securities) of the value of the loaned portfolio securities. This collateral is marked-to-market on a daily.</p>

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
10.	<b>(1a)</b>	(1j)	Maximum level of leverage that can be employed on behalf of the Fund	Although the operative rule which requires a maximum level of leverage does not apply to a non-EU AIFM, the Fund's borrowing shall not exceed 33 1/3% of the value of the Fund's total assets (including the amount borrowed), less the Fund's liabilities (other than borrowings).
11.	<b>(1b)</b>	(2)	Procedures by which the AIF may change its investment strategy or investment policy or both	The procedures by which the Fund may change its investment strategy or policy are set out in the Prospectus under the heading 'Non-Principal Investment Strategies'.
12.	<b>(1c)</b>	(3)	The main legal implications of the contractual relationship entered into for the purpose of investment, including information on jurisdiction, applicable law and existence or absence of any legal instruments providing for the recognition and enforcement of judgements in the territory where the AIF is established	The implications of the formation and structure of the Fund, including presiding jurisdiction, applicable law and enforcement are detailed in the declaration of trust dated 10 October 2006 (as amended or restated from time to time) (the " <b>Declaration of Trust</b> ") of the Invesco Exchange-traded Fund Trust II (the " <b>Trust</b> "), of which the Fund is a series.
13.	<b>(1d)</b>	(4)	Identity of: (a) the AIFM (b) the depositary (c) the auditor and (d) any other service providers and a description of their duties and the investors' rights	<i>AIFM</i> Invesco Capital Management LLC is considered the alternative investment fund manager for the purpose of the AIFM Directive and UK AIFM Regulation. The AIFM is registered with and regulated by the US Securities and Exchange Commission and is a registered investment adviser with its offices at 3500 Lacey Road, Suite 700, Downers Grove, IL 60515 USA. A description of its duties is set out in the Prospectus under the heading 'Management of the Fund'. <i>Depositary</i> The Fund has not appointed any person (including any prime broker) to act as its



	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
				<p>depository within the meaning of the AIFM Directive or the UK AIFM Regulations. The provisions of the AIFM Directive and UK AIFM Regulation relating to the appointment of a depository for an alternative investment fund do not apply in respect of the AIFM or the Fund.</p> <p>The Fund does, however, have in place a custodian.</p> <p>The Bank of New York Mellon of 240 Greenwich Street, New York, New York 10286 ("<b>BNYM</b>"), is the administrator, custodian and fund accounting and transfer agent for the Fund.</p> <p>A description of its duties is set out in the Statement of Additional Information.</p> <p><i>Auditors and other services providers</i></p> <p>The identity of the auditor and other service providers, and a description of their duties, is included in the Prospectus under the heading 'Fund Service Providers'.</p> <p>A description of investors rights with respect to the Fund appears in the section of the Declaration of Trust entitled "Beneficial Interests; Shareholders".</p> <p>The Fund is reliant on the performance of third-party service providers as described above. The Fund's service providers are based outside the EEA and the UK. Without prejudice to any potential right of action in tort that an investor may have to bring a claim against a service provider, each investor's contractual relationship in respect of its investment in the Fund's shares is with the Fund only. Accordingly, it is unlikely that any investor will have any contractual claim against any service provider with respect to such service provider's default. Absent such a direct contractual relationship between the investor and the relevant service provider investors will generally have no direct rights against such service provider and there are only limited circumstances in which an investor may potentially bring a claim against any such service provider.</p>
14.	<b>(1e)</b>	(5)	Compliance with AIFMD Article 9(7)/IPRU-INV 11.3.11G relating to	The provisions of Article 9(7) of the AIFMD and INPRU-INV 11.3.11G of the UK FCA's Handbook, relating to the professional liability risks cover do not apply in respect of

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
			professional liability risk	the AIFM or the Fund. Notwithstanding the above, the AIFM benefits from professional indemnity insurance cover to cover certain professional liability risks arising from professional negligence. Such cover is subject to various limitations and exceptions.
15.	<b>(1f)</b>	(6a)	Description of any AIFM/AIF management function delegated by the AIFM	The AIFM has appointed BNYM to undertake administration functions. Please refer to the Prospectus under the heading 'Fund Service Providers' and in the Statement of Additional Information under the heading 'Administrator'.
16.	<b>(1f)</b>	(6b)	Description of any safe-keeping function delegated by the depositary	As stated above, the Fund does not have a depositary.
17.	<b>(1f)</b>	(6c)	The identity of each delegate	Please refer to entries 15 and 16 above.
18.	<b>(1f)</b>	(6d)	Description of any conflicts of interest that may arise from such delegations	N/A
19.	<b>(1g)</b>	(7)	Valuation procedure and the pricing methodology, including the methods used in valuing any hard-to-value assets, in line with Article 19 AIFM Directive / FUND 3.9	Details of the Fund's valuation procedure are set out in the Prospectus under the heading 'Net Asset Value' and in the Statement of Additional Information under the heading 'Determination of NAV'.
20.	<b>(1h)</b>	(8)	Liquidity risk management, including the redemption rights of investors in normal and exceptional circumstances, and the existing redemption arrangements with investors	Details of the Fund's liquidity terms are set out in the Prospectus under the heading 'Frequent Purchases and Redemptions of Shares' and in the Statement of Additional Information under the heading 'Redemptions' and 'Redemption Requests'.
21.	<b>(1i)</b>	(9)	Fees, charges and expenses including maximum amounts	This is included in the Prospectus under the heading 'Fund Fees and Expenses'.

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
			directly or indirectly borne by investors	For more information on expenses charged during the most recent financial year, prospective investors may also review the Fund's annual audited financial statements for the prior financial year (see further row 26 below).  The maximum level of fees, charges and expenses that may be borne by investors cannot be ascertained.
22.	<b>(1j)</b>	(10)	How the AIFM ensures fair treatment of investors	The directors of the AIFM have certain statutory duties with which they must comply. These include a duty to manage the Fund in good faith to the collective benefit of the investors, without regard to any specific interest. Further, the Fund is required to disclose all material information about the Fund to all market participants in a public manner and avoid selective disclosure to specific investors. The AIFM maintains a conflicts of interest policy to avoid and manage any conflicts of interest that may arise between it (and its affiliates) and the Fund. The Declaration of Trust provides further safeguards and requirements that all investors be treated fairly.
23.	<b>(1j)</b>	(11a)	Where there is preferential treatment of an investor or the right to obtain preferential treatment, a description of that preferential treatment	The AIFM has not entered into any side letters with respect to the Shares and there are no shareholders that have the right to receive preferential treatment relative to other shareholders of the same class.
24.	<b>(1j)</b>	(11b)	... the type of investors who obtain such preferential treatment	N/A – please see row 23.
25.	<b>(1j)</b>	(11c)	... where relevant, their legal or economic links with the AIF or AIFM	N/A – please see row 23.
26.	<b>(1k)</b>	(14)	the latest annual report	The Fund commenced operations on 11 December 2024 and has not yet issued an annual report.

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
27.	<b>1(l)</b>	(12)	Procedure and conditions for the issue and sale/transfer of units	Details on the procedure for the issue and sale/transfer of units is set out in the Prospectus under the heading 'How to Buy and Sell Shares' and in the Statement of Additional Information under the heading 'Creation and Redemption of Creation Unit Aggregations'.
28.	<b>(1m)</b>	(13)	Latest NAV or latest market price of a unit, in line with Article 19 AIFM Directive / FUND 3.9 (Valuation)	The latest NAV can be found on NYSE Arca and other data providers.
29.	<b>(1n)</b>	(15)	Historical performance of the AIF	The historical performance of the Fund is available on the Fund's website and can be found <a href="#">here</a> .
30.	<b>(1o)</b>	(16a)	Identity of the prime brokerage firm	N/A – The Fund does not employ a prime broker.
31.	<b>(1o)</b>	(16b)	Description of any material arrangements of the AIF with its prime brokerage firm and the way any conflicts of interest are managed	N/A – The Fund does not employ a prime broker.
32.	<b>(1o)</b>	(16c)	Provision in the contract with the depository on the possibility of transfer and reuse of AIF assets	As stated above, the Fund has no Depository. The custody agreement with BNYM however prohibits the transfer or reuse of the AIF's assets without the consent of the AIFM.
33.	<b>(1o)</b>	(16d)	Information about any transfer of liability to the prime brokerage firm that may exist	N/A – The Fund does not employ a prime broker.
34.	<b>(1p)</b>	(17)	Periodic disclosure	The following information will be disclosed at least annually to the investors in respect of the Fund in the Fund's annual report or, if

	<b>AIFM Directive Art 23</b>	<b>FUND 3.2.2</b>	<b>Disclosure Requirement</b>	<b>Disclosure</b>
				<p>required more frequently, in an update provided by the AIFM:</p> <p>(a) the percentage of assets which are subject to special arrangements arising from their illiquid nature (if any);</p> <p>(b) any new arrangements for managing the liquidity of the Fund;</p> <p>(c) the current risk profile of the Fund and the risk management systems employed by the AIFM to manage those risks;</p> <p>(d) any change to the maximum leverage which the Fund may employ as well as any right to reuse collateral or any guarantee granted under the leveraging arrangement; and</p> <p>(e) the total amount of leverage employed by the Fund.</p>
35.	<b>(2)</b>	Fund 3.2.3	Arrangements made by the Depositary to contractually discharge itself of liability in accordance with Article 21(13) and Regulation 30 of the UK AIFM Regulations	N/A – the Fund has no depositary and the liability standards described under the AIFMD and UK AIFM Regulations do not apply to the custodian.

**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.

## Environmental and/or social characteristics

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

Yes

No

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:** \_\_\_\_\_%

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 10 % 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 gain exposure to large- and mid-capitalization companies located in the United States or Canada, that are part of a broader set of global companies which meet certain environmental and climate criteria relative to their peers. The Fund also reduces exposure to companies involved in certain business activities and those with involvement in very severe ESG controversies.

The Fund achieves this by tracking the MSCI Global Climate 500 North America Selection Index (the "**Reference Index**"), which has a methodology that is consistent with attaining the environmental and social characteristics promoted by the Fund, as further detailed in the section below titled "Reference Benchmark".

#### 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 the following indicator to measure the attainment of the environmental and social characteristics:

- 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).

#### 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?

The sustainable investments made by the Fund contribute to environmental objectives such as climate change, water management, pollution prevention. The Fund seeks to achieve those objectives by investing in constituents of the Reference Index. According to Invesco's sustainable investment framework, a certain percentage of constituents of the Reference Index contributes positively to selected Sustainable Development Goals ("**SDGs**") that relate to the above objectives.

#### 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?

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

**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.

The index methodology of the Reference Index that the Fund tracks takes into account principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088 (RTS). The Fund also relies on the do no significant harm framework ("**DNSH framework**") of Invesco's ESG team to assess whether the sustainable investments of the Fund cause significant harm to the relevant environmental or social investment objective. Where a company is determined to cause such significant harm, it can still be held within the Fund's portfolio but will not be considered a "sustainable investment" within the Fund.

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

Please see above on how the indicators for adverse impacts on sustainability factors have been taken into account.

The index methodology directly excludes a number of companies involved in certain business activities. Through removal of companies involved in thermal coal and oil sands the index reduces its exposure to greenhouse gas emissions. The methodology also excludes companies involved in controversial weapons and those facing very severe ESG controversies, as assessed via MSCI Controversy Scores. The index also excludes any companies where data isn't available to make such assessments.

MSCI Controversy Scores consider controversies in a number of different areas, including, but not limited to biodiversity & land use, energy & climate change, toxic emissions & waste, operational waste, discrimination & workforce diversity, and governance structures. Any company that violates the UN Global Compact receives a very severe MSCI Controversy Score.

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

Alignment with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights is captured in the index methodology of the Fund, with the result that securities will be excluded from the investible universe if they are deemed not to be in alignment. The index methodology excludes companies facing severe ESG controversies, as assessed via MSCI Controversy Scores. As part of their research MSCI consider global standards screening, in particular specific international norms and standards including both the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

*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

As noted above, 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.

Information on the 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 [invesco.com/etfs](https://www.invesco.com/etfs).



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

The Fund's objective is to seek to track the investment results (before fees and expenses) of the Reference Index. The Fund employs a "full replication" methodology in seeking to track the Reference Index, meaning that the Fund generally invests in all of the securities comprising the Reference Index in

The investment strategy guides investment decisions

based on factors such as investment objectives and risk tolerance.

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

proportion to their weightings in the Reference Index. However, under various circumstances, it may not be possible or practicable to purchase all of those securities in those same weightings. In those circumstances, the Fund may purchase a sample of securities in the Underlying Index.

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

● **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 and social 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 Prospectus.

To construct the MSCI ACWI Select Climate 500 Index (the "**Parent Index**"), the Index Provider conducts screens on the companies within the ACWI ex Select Countries Index (the "**Index Universe**") to exclude companies in the business of tobacco, controversial or nuclear weapons, thermal coal mining, thermal coal-based power generation, or fossil fuel power generation. The exclusions for companies in the businesses of controversial weapons and nuclear weapons are categorical, meaning that the Parent Index will not include any securities from such companies, while the exclusions for companies in the businesses of tobacco, thermal coal mining, thermal coal-based power generation and fossil fuel power generation are based on percentage of revenue thresholds.

The Index Provider then evaluates companies that are directly involved in environmental, social, and/or governance ("**ESG**") business controversy cases. The Index Provider defines such ESG controversies as an event or ongoing situation in which a company's operations, products and/or services may potentially result in a negative ESG impact. For example, cases could include single events, such as a hazardous spill or accident, company violations of existing laws and/or regulations to which they are subject, or an alleged company action or event that violates commonly accepted international norms. To evaluate companies, the Index Provider utilizes a methodology that assesses companies' reputational and brand risk based on actual or alleged involvement in adverse impact activities as reported by the media, nongovernmental organizations, civil society groups, academia and regulators. The Index Provider monitors across five categories of ESG impact - environment, human rights and community impact, labor rights and supply chain, customers and governance - and 28 sub-categories (including, for example, energy and climate change, human rights concerns, and controversial investments). MSCI has a dedicated team of analytical staff who identify and assess the severity of controversy cases, review the reported allegations and apply consistent scoring for each controversy case, based on, among other things, the severity of impact in each case. The evaluation framework used in MSCI ESG Controversy Scores is designed to be consistent with international norms represented by the UN Declaration of Human Rights, the ILO Declaration on Fundamental Principles and Rights at Work, and the UN Global Compact. In each case, business controversies are scored on a scale of 0 to 10, with 0 being the most severe controversy. All companies having faced very severe controversies pertaining to ESG issues, defined as companies with an MSCI ESG Controversy Score of 0, are ineligible for inclusion in the Parent Index. Companies without any controversies are eligible for the Underlying Index; however, companies for which the Index Provider is unable to analyze and assess an MSCI Controversy Score are ineligible.

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

After applying these exclusionary screens to the Index Universe, the Index Provider uses data provided by MSCI ESG Research LLC to assess companies for inclusion in the Parent Index based on current emissions intensity and emissions reduction targets. The final portfolio of securities is constructed according to certain constraints within the Parent Index methodology that are designed to minimize exposure to physical and transition risks of climate change:

- at least a 10% average reduction per year in greenhouse gas ("**GHG**") emissions relative to a company's sales, taking into account the company's Scope 1 and 2 emissions. Scope 1 emissions are direct GHG emissions that occur from sources that are controlled or owned by an organization. Scope 2 emissions are indirect GHG emissions generated in the production of electricity consumed by the organization.
- at least a 7% average reduction per year in GHG emissions relative to a company's enterprise value including cash, taking into account the company's Scope 1 and 2 emissions.
- at least a 20% increase, relative to the Index Universe, in the aggregate weight of companies having one or more active carbon emissions reduction target(s) approved by the Science Based Targets initiative ("**SBTi**"), starting from December 2021.

The Parent Index's country and sector weightings are then constrained so as to minimize significant differences relative to the Index Universe. The Reference Index is composed of all securities selected for inclusion in the Parent Index that are also included in the MSCI North America Index. The MSCI North



America Index measures the performance of large- and mid-capitalization companies in Canada and the United States. Securities in the Reference Index are weighted proportionately to their weights in the Parent Index.

The Reference Index is rebalanced semi-annually at the start of June and December, in connection with the rebalancing of the Parent Index. The Fund is rebalanced in accordance with the Reference Index.

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

The index methodology ensures that companies meet standards of good governance through the exclusion of those companies with severe ESG controversies. MSCI’s ESG controversy analysis consists of three separate pillars that cover Environmental, Social and Governance criteria. The Governance pillar analyses factors such as governance structures, bribery and fraud, etc.

The ESG Controversy score for a stock is equal to the lowest score across any of the Environmental, Social and Governance pillars. Therefore, if a company is identified as having a severe controversy relation to the Governance pillar, then its overall ESG Controversy Score will be zero, and the stock will then be ineligible for inclusion in the Reference Index.



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

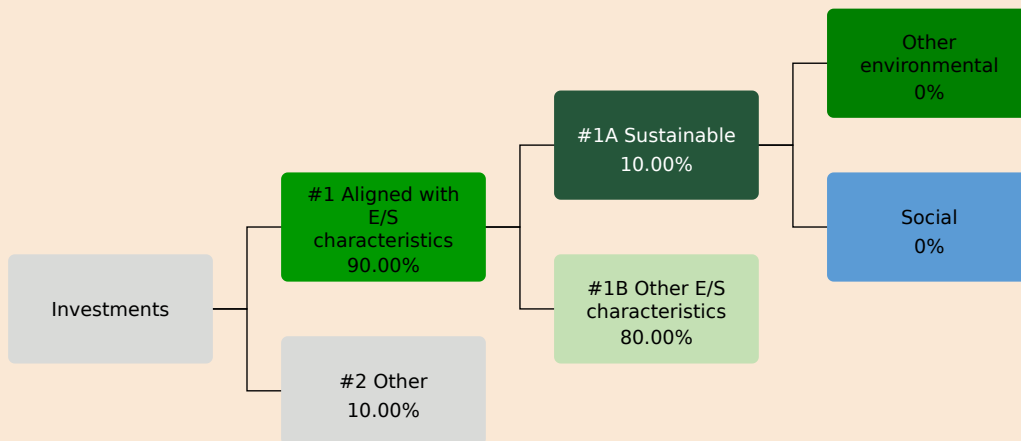
**Asset allocation** describes the share of investments in specific assets.

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.

The Fund generally will invest at least 90% of its total assets in the securities that comprise the Reference Index, as well as American depository receipts (“**ADRs**”) and global depository receipts (“**GDR**”) that represent securities in the Reference Index. The Fund, after investing at least 90% of its total assets in securities that comprise the Reference Index, may invest in a variety of securities and financial derivative instruments for hedging and/or efficient portfolio management purposes and cash ancillary liquidity purposes.

Through investing at least 90% of its total assets in securities that comprise the Reference Index, the Fund anticipates that 10% of the Fund’s assets will be invested in sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers sustainable investments with environmental or social objectives.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments

● **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.

**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.



**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>?**

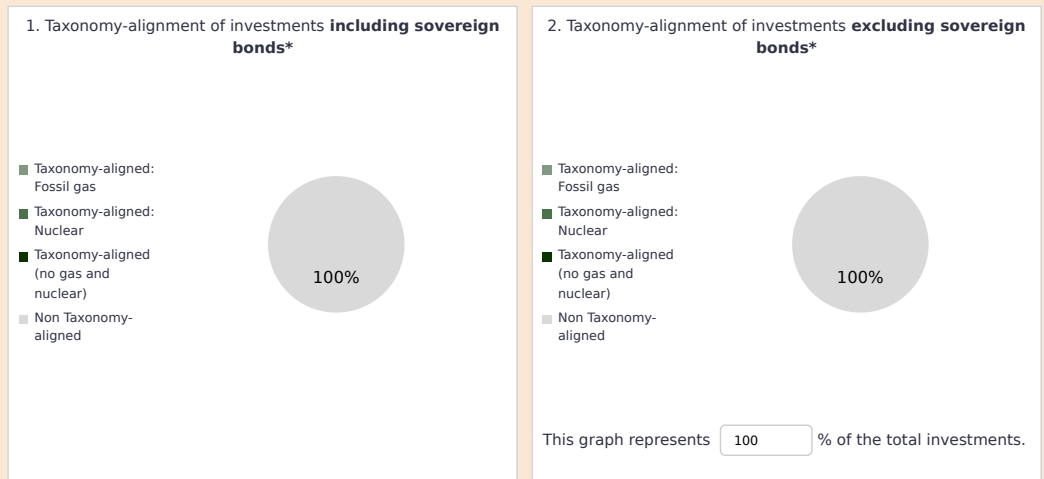
Yes

In fossil gas

In nuclear energy

No

*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?**

N/A

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?**

The Fund has a minimum investment of 10% of its NAV in sustainable investments. These sustainable investments will have an environmental objective. There is no minimum share of sustainable investments with an environmental objective in economic activities that are not Taxonomy-aligned.



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

NA



**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.

<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.



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

**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

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

The Reference Index aligns with the environmental and social characteristics promoted by the Fund, which is to gain exposure to large- and mid- capitalization companies in the United States or Canada, that are part of a broader set of global companies which meet certain environmental and climate criteria relative to their peers. The Fund also reduces exposure to companies involved in certain business activities and those with involvement in very severe ESG controversies.

● ***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 provides exposure to the broader global equity markets, comprising large- and mid-capitalization companies in the United States or Canada, that meet certain environmental and climate criteria relative to their peers.

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

Additional information regarding the index methodology is available on the index provider's website: <https://www.msci.com/index-methodology>. The index provider's website forms no part of the Fund's offering documents, and the Fund is not responsible for information included on the index provider's website.



**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 [invesco.com/etfs](https://www.invesco.com/etfs)