

Invesco Global Focus Fund

Q1 2024

Key takeaways

- 1 The fund outperformed its benchmark.**

The fund's Class A shares outperformed the MSCI All-Country World Growth Index in the first quarter.
- 2 Growth equities led returns.**

Growth-oriented equities led US equities in the first quarter.
- 3 Positioned for long-term opportunity.**

Periods of heightened market volatility may be attractive environments to invest in exceptional corporate compounders at appealing prices.

Investment objective

The fund seeks capital appreciation.

Fund facts

Fund AUM (\$M) 610.43

Portfolio managers

John Delano

Manager perspective and outlook

- We believe this is the second year of a cyclical bull market that launched in November of 2022. Equity results in 2023 were in our view shaped by the decline in 2022 when there was an aggressive reset, with interest rates moving higher and equity valuations falling. Effects of the US Federal Reserve's (Fed) rate hiking cycle were distributed more quickly outside the US than within, mainly due to fixed rate mortgages, a mortgage lending approach that is unique to the US. Consumers in the US, consequently, have still been benefiting from low borrowing costs, while the rest of the world has worked through the adjustment and appears to be now coming out of it.
- This is a major election year in the US. Historically, every sitting administration has been motivated to keep the economy as robust as possible going into an election. This election cycle appears no different. To the extent that the Biden administration can stimulate the economy within the bounds of its authority, it is likely to do so. This may blunt the Fed's interest rate stance to some degree, yielding an environment where nominal growth remains high and corporate earnings remain good. Cyclical and small-cap stocks have been garnering more investor interest in recent months, perhaps signaling stronger economic growth ahead. Small caps have outpaced large caps in the US since the first of November 2023 and, on a global basis, have been performing precisely in tandem with large caps.



Top issuers

(% of total net assets)

	Fund	Index
Meta Platforms Inc	11.83	2.91
Amazon.com Inc	7.13	4.52
Hermes International SCA	6.32	0.22
Alphabet Inc	6.17	4.52
Novo Nordisk A/S	5.22	1.12
Uber Technologies Inc	4.79	0.38
Mastercard Inc	4.74	1.09
Thermo Fisher Scientific Inc	3.52	0.00
ServiceNow Inc	3.39	0.42
Nice Ltd	3.17	0.04

As of 03/31/24. Holdings are subject to change and are not buy/sell recommendations.

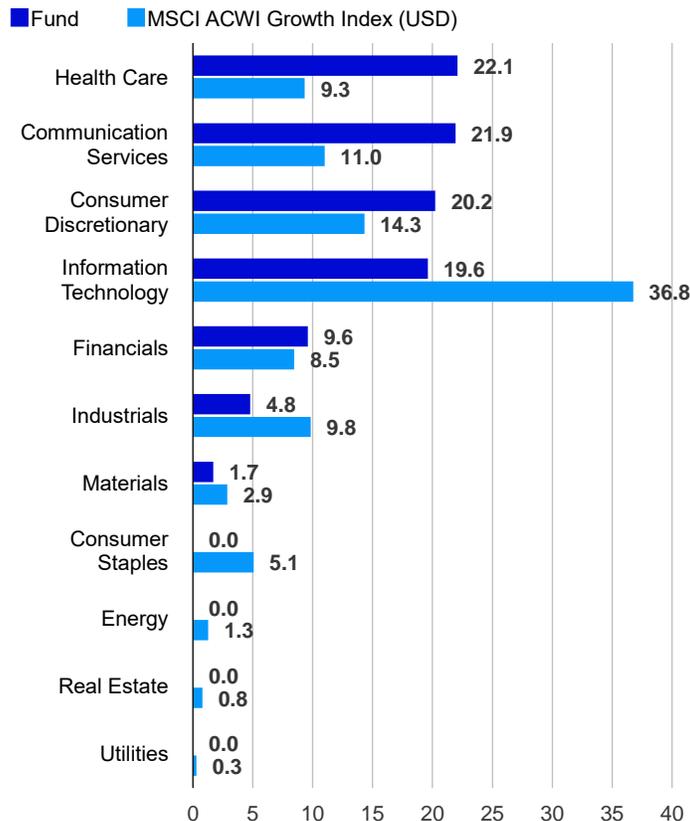
Portfolio positioning

Invesco Global Focus Fund is a concentrated portfolio seeking businesses that benefit from structural forces permanently altering the way we live, work and communicate, among others. Businesses benefiting from such forces and in possession of durable competitive advantages and strong management teams historically have the potential to compound their shareholder returns at above-average rates for many years.

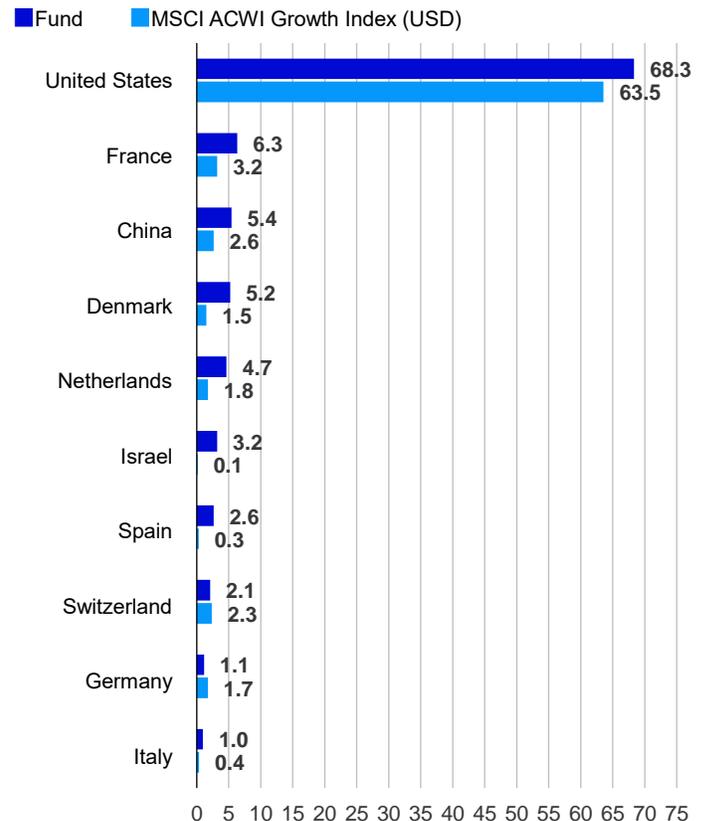
At quarter end, the fund had 36 holdings spread across seven sectors. The largest sector exposure was health care, followed closely by communication services, which is also the fund's largest overweight. The largest underweight sector was information technology, much of which is due to the fund having no holdings of either **Apple** or **NVIDIA**, which are large positions in the benchmark.

Portfolio activity during the quarter was confined to trimming and adding to existing positions across the portfolio. The largest change was to **Meta Platforms**, which started the quarter as the largest holding and posted a return of 37%. We trimmed Meta to contain its position size. The proceeds were used, in part, to expand the size of several positions added to the fund over the last six months or so.

Sector breakdown (% of total net assets)



Top countries (% of total net assets)



Top contributors (%)

Issuer	Return	Contrib. to return
Meta Platforms, Inc.	37.33	4.55
Amazon.com, Inc.	18.72	1.32
Novo Nordisk A/S	23.94	1.17
Uber Technologies, Inc.	25.04	1.16
Hermes International SCA	20.34	1.10

Top detractors (%)

Issuer	Return	Contrib. to return
Amadeus IT Group SA	-10.17	-0.34
BeiGene, Ltd.	-13.29	-0.21
JD.com, Inc.	-5.19	-0.14
Infineon Technologies AG	-17.69	-0.14
IDEXX Laboratories, Inc.	-2.72	-0.10

Performance highlights

In the first quarter, the fund outperformed all 11 GICs (Global Industry Classification Standard) sectors in the MSCI All-Country Growth Index. Relative results were strongest in communications services and consumer discretionary, largely due to security selection. Energy, real estate, utilities and energy were the smallest sources of outperformance; the fund benefited from having no holdings in these underperforming sectors.

Contributors to performance

The largest contributors to absolute performance were as follows:

Meta Platforms has been on a strong run prompted by improved expense control and improving business fundamentals. The valuation has also normalized from a depressed state to one that, we believe, better reflects its growth rate and margin structure.

Amazon.com has defied many who expected it would succumb to a slower environment for AWS (Amazon Web Services) and weakening consumer spending. Fourth quarter results reflected in our view good underlying growth and profit margin trends across the business.

Novo Nordisk has been riding demand for its obesity treatments. There has also been growing clinical evidence that being at a proper weight may benefit other co-morbidities and chronic health issues, which may cause third party payers to see a good cost/benefit tradeoff for Wegovy.

Uber Technologies' share price has surged since reaching operating profitability and free cash flow production.

Hermes International operates in a highly disciplined manner by slowly increasing its

store footprint and curating its brand in the robust luxury market.

Detractors from performance

Amadeus IT fell during the quarter on fear it was preparing to make a large acquisition. The company formally denied the rumor, but the share price had already fallen.

BeiGene has in our view been executing well and enjoying rising revenues from its new lymphoma treatment. We believe the share price suffered from negative sentiment toward China and will ultimately follow revenues and earnings.

JD.com also suffered from negative China sentiment. Its price-to-earnings multiple is less than 10 and a sizable part of its market cap is represented by cash on its balance sheet. We added to the position during the quarter.

Infineon Technologies is among the world's leading automotive and industrial semiconductor makers. Shares have lagged due to its China exposure. China's extended economic slump has caused inventory buildups, compounded by the government pressing Chinese companies to buy China-made chips. The inventory overhang appears in our view to be bottoming.

IDEXX Laboratories, a leading producer of veterinary diagnostics, reported good earnings results following a previous large rise in share price. We see nothing fundamentally new or changing so we think the pullback is apt to stabilize soon.

Standardized performance (%) as of March 31, 2024

		Quarter	YTD	1 Year	3 Years	5 Years	10 Years	Since inception
Class A shares inception: 10/01/07	NAV	16.40	16.40	32.03	1.81	12.52	8.58	7.82
	Max. Load 5.5%	10.01	10.01	24.76	-0.09	11.26	7.97	7.45
Class R6 shares inception: 08/28/12	NAV	16.51	16.51	32.51	2.18	12.95	9.02	11.81
Class Y shares inception: 10/01/07	NAV	16.47	16.47	32.35	2.06	12.79	8.85	8.18
MSCI ACWI Growth Index (USD)		9.50	9.50	28.21	6.74	13.57	11.02	-
Total return ranking vs. Morningstar Global Large-Stock Growth category (Class A shares at NAV)		-	-	17% (58 of 354)	74% (262 of 322)	30% (79 of 279)	75% (145 of 188)	-

Expense ratios per the current prospectus: Class A: Net: 1.28%, Total: 1.28%; Class R6: Net: 0.90%, Total: 0.90%; Class Y: Net: 1.03%, Total: 1.03%.

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com](https://www.invesco.com) for the most recent month-end performance. Performance figures reflect reinvested distributions and changes in net asset value (NAV). Investment return and principal value will vary so that you may have a gain or a loss when you sell shares. Returns less than one year are cumulative; all others are annualized. As the result of a reorganization on May 24, 2019, the returns of the fund for periods on or prior to May 24, 2019 reflect performance of the Oppenheimer predecessor fund. Share class returns will differ from the predecessor fund due to a change in expenses and sales charges. Index source: RIMES Technologies Corp. Please keep in mind that high, double-digit returns are highly unusual and cannot be sustained. Had fees not been waived and/or expenses reimbursed in the past, returns would have been lower. Performance shown at NAV does not include the applicable front-end sales charge, which would have reduced the performance.

Class Y and R6 shares have no sales charge; therefore performance is at NAV. Class Y shares are available only to certain investors. Class R6 shares are closed to most investors. Please see the prospectus for more details.

Performance highlights (cont'd)

Calendar year total returns (%)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Class A shares at NAV	-4.80	-0.65	-0.82	25.08	-9.94	31.60	56.23	3.52	-37.89	36.99
Class R6 shares at NAV	-4.36	-0.21	-0.38	25.62	-9.56	32.15	56.86	3.88	-37.65	37.51
Class Y shares at NAV	-4.57	-0.38	-0.60	25.41	-9.73	31.92	56.59	3.76	-37.74	37.34
MSCI ACWI Growth Index (USD)	5.43	1.55	3.27	30.00	-8.13	32.72	33.60	17.10	-28.61	33.22

Portfolio characteristics*

	Fund	Index
No. of holdings	36	1,482
Top 10 issuers (% of AUM)	56.28	37.44
Wtd. avg. mkt. cap (\$M)	574,836	879,398
Price/earnings	38.48	31.44
Price to book	7.85	6.23
Est. 3 – 5 year EPS growth (%)	20.21	17.96
ROE (%)	20.81	23.50
Long-term debt to capital (%)	26.10	31.21
Operating margin (%)	25.98	25.58

Risk statistics (5 year)*

	Fund	Index
Alpha (%)	-1.54	0.00
Beta	1.10	1.00
Sharpe ratio	0.46	0.59
Information ratio	-0.13	0.00
Standard dev. (%)	22.81	19.42
Tracking error (%)	7.99	0.00
Up capture (%)	115.48	100.00
Down capture (%)	107.86	100.00
Max. drawdown (%)	46.62	32.19

Quarterly performance attribution

Sector performance analysis (%)

Sector	Allocation effect	Selection effect	Total effect
Communication Services	0.46	2.28	2.73
Consumer Discretionary	-0.25	1.73	1.48
Consumer Staples	0.58	0.00	0.58
Energy	0.02	0.00	0.02
Financials	-0.03	0.33	0.30
Health Care	0.26	0.62	0.87
Industrials	0.05	0.71	0.76
Information Technology	-0.59	0.73	0.14
Materials	0.11	0.12	0.23
Real Estate	0.07	0.00	0.07
Utilities	0.04	0.00	0.04
Cash	-0.03	0.00	-0.03
Total	0.69	6.51	7.19

Holdings are subject to change and are not buy/sell recommendations. Attribution methodology notes: The attribution provides analysis of the effects of several portfolio management decisions, including allocation and security selection. Securities classified as "Other" may include non-equity securities, derivatives, and securities for which a sector classification may not be appropriate. The portfolio is actively managed and portfolio holdings are subject to change. The percentage weights represented for the portfolio are dollar weighted based on market value. **Market allocation effect** shows the excess contribution due to sector/market allocation. A positive allocation effect implies that the choice of sector weights in the portfolio added value to the portfolio contribution with respect to the benchmark and vice versa. **Selection effect** shows the excess contribution due to security selection. A positive selection effect implies that the choice of stocks in the portfolio added value to the portfolio contribution with respect to the benchmark and vice versa. **Total effect** is the difference in contribution between the benchmark and portfolio. **Past performance does not guarantee future results.**

Region performance analysis (%)

Region	Allocation effect	Selection effect	Total effect
Developed	0.03	7.27	7.31
Africa/Mideast	0.14	0.45	0.58
Asia/Pacific Ex Japan	0.31	0.00	0.31
Europe	-0.10	2.17	2.06
Japan	0.06	0.00	0.06
North America	0.09	4.19	4.29
Emerging	0.30	-0.38	-0.08
Africa/Mideast	0.07	0.00	0.07
Asia/Pacific Ex Japan	0.09	-0.43	-0.34
Europe	0.01	0.00	0.01
Latin America	0.18	0.00	0.18
Cash	-0.03	0.00	-0.03
Total	0.30	6.89	7.19

Performance attribution (cont'd)

Performance analysis by country — top 5 (%)

	Total effect	Avg. weight	Total return
United States	4.18	69.28	17.70
Switzerland	0.81	1.82	42.36
France	0.70	6.04	20.34
Denmark	0.60	5.10	23.94
Israel	0.58	2.91	30.63

Performance analysis by country — bottom 5 (%)

	Total effect	Avg. weight	Total return
Spain	-0.63	2.92	-10.17
China	-0.38	5.02	-2.67
Germany	-0.24	1.18	-4.83
Taiwan	-0.23	0.00	0.00
Peru	0.00	0.00	0.00

Unless otherwise specified, all information is as of 03/31/24. Unless stated otherwise, Index refers to MSCI ACWI Growth Index (USD).

The MSCI All Country World Growth Index captures large and mid cap securities exhibiting overall growth style characteristics across 23 Developed Markets (DM) countries and 21 Emerging Markets (EM) countries. An investment cannot be made directly in an index.

About risk

To the extent an investment focuses on securities issued or guaranteed by companies in a particular industry, the investment's performance will depend on the overall condition of those industries, which may be affected by the following factors: the supply of short-term financing, changes in government regulation and interest rates, and overall economy.

In general, stock values fluctuate, sometimes widely, in response to activities specific to the company as well as general market, economic and political conditions.

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

The performance of an investment concentrated in issuers of a certain region or country is expected to be closely tied to conditions within that region and to be more volatile than more geographically diversified investments.

Growth stocks tend to be more sensitive to changes in their earnings and can be more volatile.

Many countries in the European Union are susceptible to high economic risks associated with high levels of debt, notably due to investments in sovereign debts of European countries such as Greece, Italy, and Spain.

The Fund's value may be affected by changes in the stock markets. Stock markets may experience significant short-term volatility and may fall or rise sharply at times. Adverse events in any part of the equity or fixed-income markets may have unexpected negative effects on other market segments. Different stock markets may behave differently from each other and U.S. stock markets may move in the opposite direction from one or more foreign stock markets.

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

A value style of investing is subject to the risk that the valuations never improve or that the returns will trail other styles of investing or the overall stock markets.

The fund is subject to certain other risks. Please see the current prospectus for more information regarding the risks associated with an investment in the fund.

The opinions expressed are those of the fund's portfolio management, are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals.

Investing in securities of Chinese companies involves additional risks, including, but not limited to: the economy of China differs, often unfavorably, from the U.S. economy in such respects as structure, general development, government involvement, wealth distribution, rate of inflation, growth rate, allocation of resources and capital reinvestment, among others; the central government has historically exercised substantial control over virtually every sector of the Chinese economy through administrative regulation and/or state ownership; and actions of the Chinese central and local government authorities continue to have a substantial effect on economic conditions in China.

The investment techniques and risk analysis used by the portfolio managers may not produce the desired results.

This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions.

Note: Not all products available at all firms. Financial professionals, please contact your home office.

The fund holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and service mark of MSCI Inc. and Standard & Poor's.

* **Alpha** (cash adjusted) is a measure of performance on a risk-adjusted basis. **Beta** (cash adjusted) is a measure of relative risk and the slope of regression. **Sharpe Ratio** is a risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. A higher Sharpe ratio indicates better risk-adjusted performance. **Information Ratio** is a measurement of portfolio returns beyond the returns of a benchmark, usually an index, compared to the volatility of those returns. **Standard deviation** measures a fund's range of total returns and identifies the spread of a fund's short-term fluctuations. **Tracking Error** is defined as the expected standard deviation of a portfolio's excess return over the benchmark index return. The **up and down capture** measures how well a manager was able to replicate or improve on periods of positive benchmark returns and how severely the manager was affected by periods of negative benchmark returns. **Maximum Drawdown** is the maximum observed loss from a high to a low of a portfolio, before a new high is attained. Maximum drawdown is an indicator of downside risk over a specified time period. **Weighted Average Market Cap** is a measure of the average size of company held in a portfolio. The percentage of the portfolio invested each company, or its weight, is multiplied by its size (market capitalization). An average of the weighted size of all companies held is then calculated. **Price/earnings** measures the price per share relative to the earnings per share of the company while excluding extraordinary items. **Price to book** measures the firm's capitalization (market price) to book value. **Est. 3-5 year EPS (Earning per share) growth** measures the earning per share growth from FY3 to FY5. **ROE** is the Return on Equity that measures the fund's annual return relative to total shareholders' equity. This ratio evaluates how quickly investments can be turned into profits. **Long-term debt to capital** measures a fund's financial leverage by calculating the proportion of long-term debt used to finance its assets relative to the amount of equity used for the same purpose. A higher ratio indicates higher leverage. **Operating margin** measures the profit a fund makes for every dollar of sales after paying the variable expenses. **Contribution to Return** measures the performance impact from portfolio holdings over a defined time period. It takes into account both weight and performance of the portfolio holdings. Contribution to Return is calculated at security level.

Morningstar

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Before investing, consider the Fund's investment objectives, risks, charges and expenses. Visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus) for a prospectus/summary prospectus containing this information. Read it carefully before investing.