

# Invesco Global Allocation Fund

## Quarterly Performance Commentary

Mutual Fund Retail Share Classes  
Data as of March 31, 2024



### Investment objective

The fund seeks total return.

### Portfolio management

Jeffrey Bennett, Alessio de Longis

### Fund facts

Total Net Assets	\$1,077,337,723
Total Number of Holdings	282

Not a deposit; Not FDIC insured; Not guaranteed by the bank; May lose value; Not insured by any federal agency

### Market overview

- + Global economic growth was better than expected in the first quarter, largely driven by a resilient US economy. A continued tight labor market helped to sustain US consumer strength. UK and Japanese economies improved after weakness in the latter half of 2023. Recent economic data from China also suggests to us that supportive fiscal and monetary policy are having a positive effect on growth.
- + The first quarter was a strong one for global equities, with few exceptions. Some major indexes reached new highs during the quarter. Japanese equities were the standout performer, posting a double-digit gain. Japan was followed by the US, where the S&P 500 Index gained more than 10%. European equities also posted solid gains, while emerging market equities delivered smaller gains.
- + Fixed income generally disappointed for the quarter. However, bonds had better performance in March than earlier in the period. Volatility in fixed income was not surprising, in our view, given large swings in the 10-year US Treasury yield, which moved below 4% and above 4.3% over the course of the quarter. Yield movements were driven by changing expectations for US Federal Reserve ("Fed") policy.

### Positioning and outlook

- + Looking ahead, we expect a relatively brief and shallow global economic slowdown driven by recent aggressive monetary policy tightening. We expect a US-led economic reacceleration to follow soon after.
- + In our view, Canada, the eurozone and the UK are likely to follow a pattern similar to the US economy but with a lag. We anticipate a relatively strong Japanese economy and solid economic growth in China, supported by fiscal and monetary stimulus. Asia emerging markets, in general, are likely to benefit from this environment.
- + In short, we believe disinflation is underway, monetary policy will soon start to become more supportive, and a relatively brief global economic slowdown is occurring. However, markets appear to be already looking past this slowdown and pricing in a future economic recovery. In this environment, we anticipate better relative performance from asset classes perceived as riskier, such as high-yield credit, cyclical and smaller cap equities, and emerging market equities.

### Performance highlights

- + Invesco Global Allocation Fund Class A shares at net asset value (NAV) had a positive return, but underperformed its style-specific benchmark, the Custom Invesco Global Allocation Index, in the first quarter. (Please see the investment results table on page 2 for fund and index performance.)
- + The US portion of the investment team's global macro regime joined the rest of the global framework by moving from an 'Expansion' position to 'Recovery' in January. Within equities, the fund skewed toward smaller cap and value equities, while in fixed income it skewed toward US fixed income and away from international fixed income, relative to the benchmark.
- + Compared to its benchmark, the fund also had greater exposure to high-yield fixed income and emerging market equities during the quarter.

### Contributors to performance

- + From a top-down allocation perspective, the primary contributor to absolute return was allocations to factor-based, tactical US large-cap equities.
- + From a bottom-up security selection perspective, the primary contributor was security selection in mid-cap US equities.

### Detractors from performance

- + From a top-down allocation perspective, the primary detractor from absolute return was the allocation to US fixed income.
- + From a bottom-up security selection perspective, detractors included selection within international growth and emerging market equities.

Fund holdings	% of total net assets
Invesco Russell 1000 Dynamic Multifactor ETF	23.50
Invesco International Developed Dynamic Multifactor ETF	13.82
United States Treasury Note/Bond 1.875 Feb 15 2032	10.65
iShares iBoxx High Yield Corporate Bond ETF	6.65
United States Treasury Note/Bond 3.875 Dec 31 2029	6.31
Invesco Russell 2000 Dynamic Multifactor ETF	5.63
Invesco Emerging Markets Sovereign Debt ETF	3.23
Invesco High Yield Bond Factor ETF	2.23
United States Treasury Note/Bond 3.875 Dec 31 2027	2.16
Invesco Treasury Portfolio	1.42
Invesco Government & Agency Portfolio	1.24
Invesco Liquid Assets Portfolio	0.89

Total may not equal 100% due to rounding.

## Investment results

Average annual total returns (%) as of March 31, 2024

	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 11/01/91		Inception: 09/01/93		Inception: 05/01/00	
Period	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	Custom Invesco Global Allocation Index Linked
Inception	7.16	7.35	6.96	6.96	4.68	-
10 Years	4.10	4.69	4.07	4.07	4.95	5.96
5 Years	5.01	6.21	5.42	5.42	6.47	7.14
3 Years	0.03	1.93	1.18	1.18	2.19	3.82
1 Year	5.61	11.77	9.98	10.98	12.06	15.33
Quarter	-1.75	3.97	2.80	3.80	4.02	4.87

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com/performance](https://www.invesco.com/performance) 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, and you may have a gain or a loss when you sell shares. No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C shares following one year from the date shares were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. Class Y shares have no sales charge; therefore, performance is at NAV. Returns less than one year are cumulative; all others are annualized. Fund performance reflects any applicable fee waivers and/or expense reimbursements. Had the adviser not waived fees and/or reimbursed expenses currently or in the past, returns would have been lower. See current prospectus for more information. Index returns do not reflect any fees, expenses, or sales charges. 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 sources: Invesco, RIMES Technologies Corp.

Asset allocation (%)		Expense ratios	% net	% total
US Equity	37.10	Class A Shares	1.31	1.46
International Equity	19.60	Class C Shares	2.06	2.21
Emerging Equity	7.20	Class Y Shares	1.06	1.21
Government Bonds	24.00	Per the current prospectus Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least June 30, 2024. See current prospectus for more information.		
Total Credit	12.10			
Income Alternatives	0.00			

Current allocations may differ

For more information you can visit us at [www.invesco.com/us](https://www.invesco.com/us)

Class Y shares are available only to certain investors. See the prospectus for more information.

The Custom Invesco Global Allocation Index Linked is composed of 30% Russell 1000 Index/ 30% MSCI All Country World ex-US Index/ 20% Bloomberg Barclays U.S. Aggregate Bond Index/20% Bloomberg Barclays Multiverse ex US Index from Jan. 1, 31, 2003, through Sept. 30, 2015, and 60% MSCI All Country World Index/ 40% Bloomberg Barclays Global Aggregate Bond Hedged USD from Oct. 1, 2015, to present. The Russell 1000 Index is considered representative of large-cap stocks. The Russell 1000 Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. The MSCI All Country World ex-US Index is considered representative of developed and emerging market stock markets, excluding the US, and is computed using the net return, which withholds applicable taxes for non-resident investors. The Bloomberg Barclays U.S. Aggregate Bond Index is considered representative of the US investment-grade, fixed-rate bond market. The Bloomberg Barclays Multiverse ex US Index is a broad-based measure of the global fixed-income bond market, excluding the US. The MSCI All Country World Index is considered representative of equity markets of developed and emerging markets and is computed using the net return, which withholds applicable taxes for non-resident investors. The Bloomberg Barclays Global Aggregate Bond Hedged USD is considered representative of global investment grade fixed-rate debt markets while hedging the currency back to the US dollar. An investment cannot be made directly in an index.

---

## About risk

Alternative products typically hold more non-traditional investments and employ more complex trading strategies, including hedging and leveraging through derivatives, short selling and opportunistic strategies that change with market conditions. Investors considering alternatives should be aware of their unique characteristics and additional risks from the strategies they use. Like all investments, performance will fluctuate. You can lose money.

Commodities may subject an investor to greater volatility than traditional securities such as stocks and bonds and can fluctuate significantly based on weather, political, tax, and other regulatory and market developments.

Debt securities are affected by changing interest rates and changes in their effective maturities and credit quality.

Derivatives may be more volatile and less liquid than traditional investments and are subject to market, interest rate, credit, leverage, counterparty and management risks. An investment in a derivative could lose more than the cash amount invested. These risks are greater for the fund than most other funds because its investment strategy is implemented primarily through derivatives rather than direct investments in more traditional securities.

Stock and other equity securities values fluctuate 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 fund is subject to the risks of the underlying funds. Market fluctuations may change the target weightings in the underlying funds and certain factors may cause the fund to withdraw its investments therein at a disadvantageous time.

Leverage created from borrowing or certain types of transactions or instruments may impair liquidity, cause positions to be liquidated at an unfavorable time, lose more than the amount invested, or increase volatility.

Short sales may cause an investor to repurchase a security at a higher price, causing a loss. As there is no limit on how much the price of the security can increase, exposure to potential loss is unlimited.

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

The fund may invest in derivatives either directly or, in certain instances, indirectly through Invesco Cayman Commodity Fund VII Ltd., a wholly owned subsidiary of the fund organized under the laws of the Cayman Islands (Subsidiary). Because the Subsidiary is not registered under the Investment Company Act of 1940, as amended (1940 Act), the fund, as the sole investor in the Subsidiary, will not have the protections offered to investors in U.S. registered investment companies.

Underlying investments may appreciate or decrease significantly in value over short periods of time and cause share values to experience significant volatility over short periods of time.

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.

***Before investing, investors should carefully read the prospectus and/or summary prospectus and carefully consider the investment objectives, risks, charges and expenses. For this and more complete information about the fund(s), investors should ask their financial professionals for a prospectus/summary prospectus or visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus).***

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 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. Holdings are subject to change and are not buy/sell recommendations.

All data provided by Invesco unless otherwise noted.