



# Invesco Balanced Risk 10 Fund (UK)

March 2024

Covering the month of February 2024

On 22 March 2024, the Invesco Balanced Risk 10 Fund (UK) will be terminated. Please note that from 20 December 2023, investments into the fund from new investors will not be accepted into the fund. In preparation for the termination, as of noon 8 March 2024, no further instructions to invest, sell or switch will be accepted from existing investors.



**Fund manager:** Invesco Global Asset Allocation Team<sup>1</sup>

## Key facts<sup>2</sup>

Fund launch date	20 February 2012
Fund size	£2.06m
Legal status	UK authorised ICVC
Accounting period ends	31 March 30 September
Available with an ISA?	Yes

## Benchmark

40% FTSE UK Gilts 30 Years Index (Total Return), 30% MSCI World Index GBP-Hedged (Net Total Return) & 30% S&P Goldman Sachs Commodity Index GBP-Hedged (Total Return)

This is a Comparator Benchmark. Given the Fund's investment approach and volatility target, its performance can be compared against this blended benchmark that balances the risk contribution from three main asset classes: debt securities, equity securities and commodities. However, the Fund is actively managed and is not constrained by any benchmark.

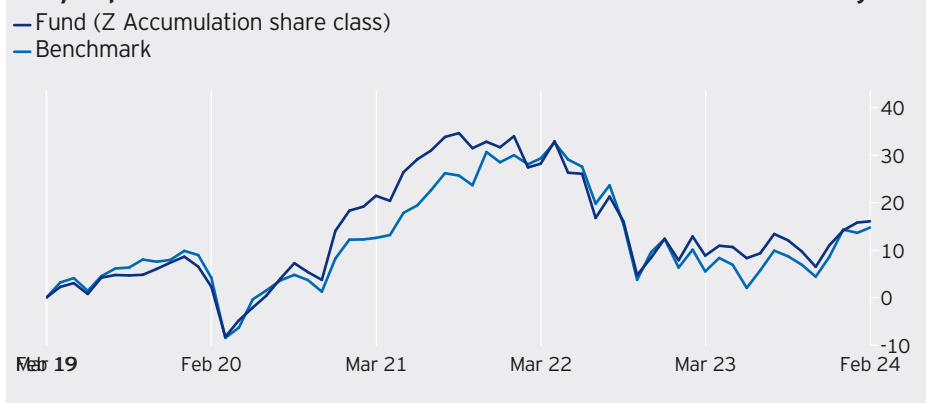
## Fund investment objective and policy

The objective of the Fund is to achieve long-term (5 years plus) capital growth. The Fund invests in derivatives to gain exposure to three main asset classes: debt, shares of companies and commodities worldwide, although some investments may be made directly. The Fund balances the risk of each of these asset classes through different economic environments. The Fund aims to target 10% average volatility (a measure of the size of short term changes in the value of an investment) over a full market cycle (5 years plus). However no assurances can be made that this target will be met. The Fund makes significant use of derivatives (complex instruments) for investment purposes and to manage the Fund more efficiently, with the aim of reducing risk, reducing costs and/or generating additional capital or income.

## Fund strategy

The fund aims to achieve long-term capital growth through different economic environments by investing in derivatives and other financially linked instruments to gain exposure to three main asset classes: fixed income, equities and commodities. We seek to balance the risk contribution from each of these asset classes to build a strategic allocation, which is then adjusted tactically to make the portfolio more adaptive to the near-term environment. The fund will aim to target 10% average volatility over a full market cycle.

## Five year performance



## Performance

	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	6.64	-4.43	16.09	3.03	41.69	3.54
Benchmark	8.77	1.96	14.79	2.80	25.08	2.26

\*ACR - Annual Compound Return

## Standardised rolling 12-month performance

	31.12.18	31.12.19	31.12.20	31.12.21	31.12.22	31.12.23
Fund (Z Accumulation share class)	16.64	8.92	13.25	-19.50	5.83	
Benchmark	17.32	2.14	15.86	-18.21	7.54	

**Past performance does not predict future returns.** Performance figures are based on the Z Accumulation share class. Performance figures for all share classes can be found in the relevant Key Investor Information Document. Fund performance figures are shown in sterling, inclusive of reinvested income and net of the ongoing charge and portfolio transaction costs to 29 February 2024 unless otherwise stated. The standardised past performance information is updated on a quarterly basis. Source: Lipper.

## Costs and charges of the fund

For a full breakdown of the charges that apply to each share class of the fund, please refer to our ICVC Costs & Charges document [www.invesco.com/uk/icvc-charges](http://www.invesco.com/uk/icvc-charges).

Portfolio exposure <sup>2,3</sup>	%	Target risk exposure <sup>2,3,4</sup>	%
Growth - Emerging	10.19	Target risk <sup>3</sup>	Target contribution
Growth - Europe	8.78	Growth	4.40
Growth - Hong Kong	0.00	Defensive	2.40
Growth - Japan	13.54	Real Return	3.62
Growth - UK	7.44	Total	10.41
Growth - US	13.14		42.21
Growth	22.12		23.02
Defensive - Australia	15.47		34.77
Defensive - Canada	9.10		
Defensive - Germany	11.21		
Defensive - Japan	19.26		
Defensive - UK	9.80		
Defensive - US	7.35		
Real Return - Agriculture	13.28		
Real Return - Energy	13.28		
Real Return - Industrial Metals	6.19		
Real Return - Precious Metals	3.91		
Total	184.07		

### Investment risks

- The value of investments and any income will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.
- The Fund makes significant use of financial derivatives (complex instruments) which will result in the Fund being leveraged and may result in large fluctuations in the value of the Fund. Leverage on certain types of transactions including derivatives may impair the Fund's liquidity, cause it to liquidate positions at unfavourable times or otherwise cause the Fund not to achieve its objective. Leverage occurs when the economic exposure created by the use of derivatives is greater than the amount invested, resulting in the Fund being exposed to a greater loss than the initial investment.
- The fund will gain exposure to commodities which are generally considered to be high risk investments and may result in large fluctuations in the value of the fund.
- Fixed income securities to which the fund is exposed are open to credit risk, which may result in issuers not always making interest and/or other payments, nor is the solvency of the issuers guaranteed.
- The fund's performance may be adversely affected by variations in interest rates.

### Contact information

#### Client services

Telephone 0800 085 8677  
 Facsimile 01491 416000  
 Email enquiry@invesco.com  
 www.invesco.com/uk

Telephone calls may be recorded.

Issued by Invesco Fund Managers Limited.  
 Perpetual Park, Perpetual Park Drive, Henley-on-Thames,  
 Oxfordshire RG9 1HH, UK  
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### Important information

- <sup>1</sup> The Invesco Global Asset Allocation Team comprises CIO Scott Wolle\*, Portfolio Managers Mark Ahnrud, Chris Devine, Scott Hixon, Christian Ulrich and John Burrello. \*Shown in picture.
- <sup>2</sup> Data as at 29 February 2024, unless otherwise stated.
- <sup>3</sup> Growth represents equities. Defensive represents fixed interest. Real Return represents commodities
- <sup>4</sup> In terms of volatility as measured by standard deviation.

Views and opinions are based on current market conditions and are subject to change. This is marketing material and not financial advice. It is not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication. If investors are unsure if this product is suitable for them, they should seek advice from a financial adviser.

For the most up to date information on our funds, please refer to the relevant fund and share class-specific Key Investor Information Documents, the Supplementary Information Document, the ICVC ISA Terms and Conditions, the financial reports and the Prospectus, which are available using the contact details shown.

### Who is this fund for?

#### The fund might be right for you if you:

- Are a private or professional investor looking for growth over the long term.
- Are able to make an informed investment decision based on this document and the Key Investor Information Document (KIID).
- Are willing to accept that your capital is at risk and you may not get back the amount invested.

#### The fund will not be right for you if you:

- Require capital protection or have no appetite for risk.