Invesco Global Targeted Income Fund (UK)

November 2023

Covering the month of October 2023

Effective 4 December 2023 the Invesco Global Targeted Income Fund (UK) will be liquidated.



Fund manager: Georgina Taylor, Sebastian Mackay, Gwilym Satchell & Steve Hawes (deputy)

Key facts[1]	
Fund launch date	30 November 2016
Fund size	£3.44m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Historic yield[2]	7.04%
Accounting period ends	31 December 30 June
Available with an ISA?	Yes
Expected fund risk[3]	4.30%
Total independent risk	18.18%

Benchmark

- Comparator Benchmark: The Fund aims to preserve capital (a positive total return) in all market conditions over a rolling 3 year period. The Fund's performance can be compared against the Comparator Benchmark as a means to assess if the Fund's aim has been achieved.
- Target Benchmark: The Fund targets a gross income of 3.5% per annum above 3 month SONIA (ICE 3 month Term Sterling Overnight Index Average Reference Rate)(before deduction of corporation tax) over a rolling 3 year period. The Fund's performance can be measured against the Target Benchmark as a means to assess if the Fund's target has been achieved. There should not be an expectation that this target will be exceeded.
- Constraining Benchmark: The Fund aims for less than half the volatility of global equities (as measured by MSCI World GBP Hedged Index, Net Total Return) over a rolling 3 year period.

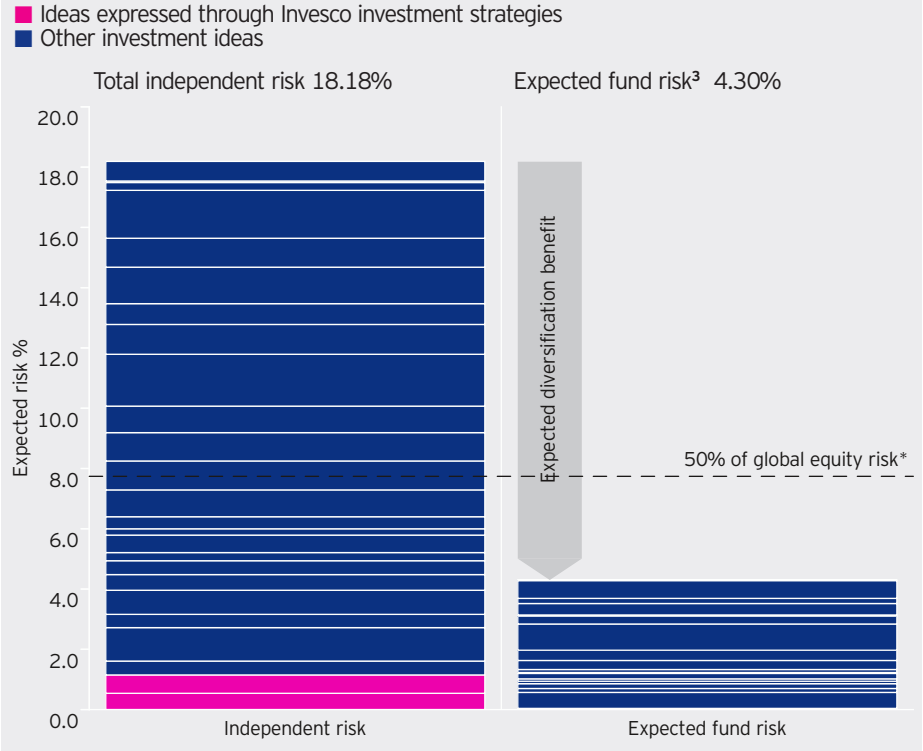
Fund investment objective and policy

The Fund aims to deliver a gross income of 3.5% p.a. above UK 3 month SONIA (the Target Benchmark) before the deduction of corporation tax, whilst aiming to preserve capital in all market conditions over a rolling 3 year period. The Fund aims to achieve this with less than half the volatility (a measure of the size of short term changes in the value of an investment) of global equities, as measured by the MSCI World Index GBP Hedged Net Total Return (the Constraining Benchmark), over the same rolling 3 year period. There is no guarantee that the Fund will achieve these aims and an investor may not get back the full amount invested, as capital is at risk. The Fund uses a range of investment strategies and techniques to invest actively in a broad selection of asset classes across all economic sectors worldwide. The strategies make 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

Invesco Global Targeted Income Fund (UK) takes a conviction-led approach to sourcing good, long-term thematic investment ideas, utilising various asset classes across different regions and sectors, supported by robust risk management, aiming to build a truly diversified portfolio that seeks to deliver income together with capital preservation, whatever the market conditions over a rolling 3 year period.

Expected diversification from combining investment ideas[1]



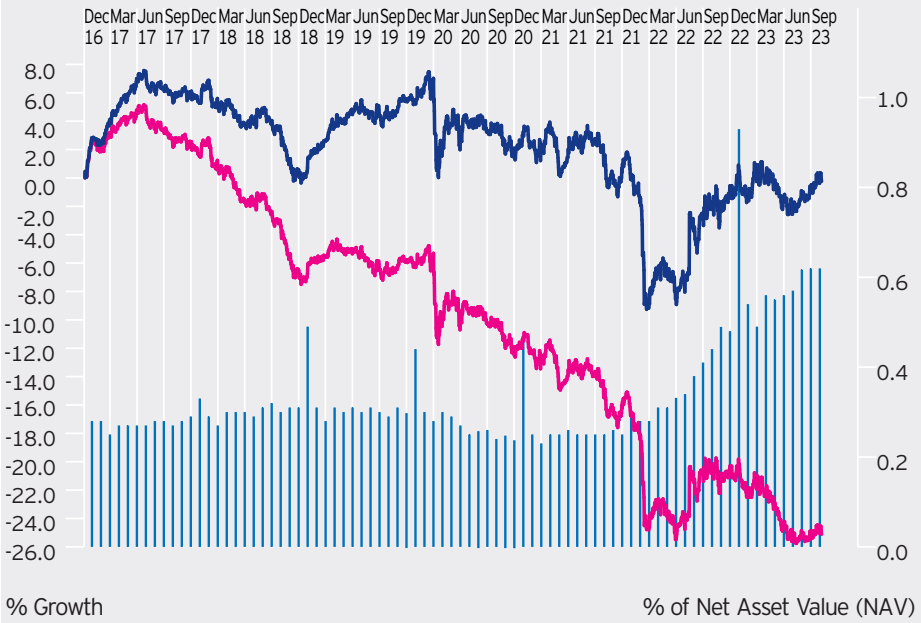
* Global equity risk is the expected volatility of the MSCI World Index, as measured by its standard deviation over the last three and a half years. This was 15.48% on 31 October 2023. Global equities represented by MSCI World Index.

Fund volatility

The fund's annualised volatility as at 31 October 2023 was 6.12% (over the previous three years), which compared to 15.49% for global equities, as measured by the MSCI World GBP Hedged Index, Net Total Return.

Since launch performance

Since inception, the fund has generated a steady monthly income (the light blue bars below) in line with its income target. To meet its capital preservation target the pink line needs to be around 0 after the first three-year period. The dark blue line shows the fund's total return, combining both the income and capital return.



Past performance is not a guide to future returns.

Performance (Z Accumulation share class) **% growth**

	3 months	6 months	1 year	3 years	Since 30.11.16	Since 30.11.16 ACR*	10 Year	10 Year ACR*
Fund	2.18	-0.20	1.05	-2.61	-0.24	-0.03	n/a	n/a
Capital return	0.70	-3.65	-6.65	-18.39	-33.45	-4.27	n/a	n/a
Income return	1.47	3.45	7.70	15.78	33.21	4.23	n/a	n/a

*ACR - Annual Compound Return

Standardised rolling 12-month performance (net) **% growth**

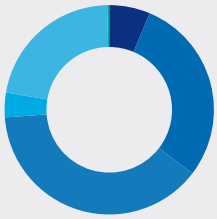
	30.09.18 30.09.19	30.09.19 30.09.20	30.09.20 30.09.21	30.09.21 30.09.22	30.09.22 30.09.23
Fund	0.97	-1.39	-1.06	-4.58	1.85
Capital return	-3.52	-4.51	-4.51	-8.33	-5.75
Income return	4.49	3.11	3.45	3.74	7.59

Past performance does not predict future returns. Fund performance figures are based on the Z Accumulation share class and are shown in sterling, inclusive of reinvested income and net of the ongoing charge and portfolio transaction costs to 31 October 2023. Investors may be subject to tax on their income. The standardised past performance information is updated on a quarterly basis. Source: Invesco. Performance figures for all share classes can be found in the relevant Key Investor Information Document available from our website.

Costs and charges of the fund

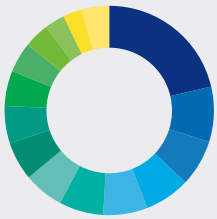
For a full breakdown of the charges that apply to each share class of the fund, please refer to our ICVC Costs & Charges document www.invesco.com/uk/icvc-charges.

Independent risk breakdown by asset type %[1,4]



Credit	6.32
Currency	29.09
Equity	38.42
Inflation	3.82
Interest Rates	22.06
Volatility	0.29
Total	**100.00**

Independent risk breakdown by region %[1,4]



United States	21.33
Hong Kong	8.52
Germany	7.19
Japan	7.04
Australia	6.85
France	6.85
Europe	6.18
Brazil	5.98
India	5.74
China Offshore	5.46
United Kingdom	4.69
Taiwan	3.84
Thailand	3.14
Mexico	2.92
Other	4.27
Total	**100.00**

Independent risk and performance contribution by idea[1]

Idea name	Independent Risk %[4]	Performance contribution (basis points) Q3
Commodity - Commodity Carry	n/a	4
Credit - Selective Credit	0.54	16
Credit - US High Yield	0.61	19
Currency - Indian Rupee vs Chinese Renminbi	0.46	-4
Currency - Japanese Yen vs Australian Dollar	1.11	-27
Currency - Japanese Yen vs Taiwanese Dollar	0.44	13
Currency - Short Euro	0.80	43
Currency - Thai Baht vs Chinese Renminbi	0.52	-22
Currency - US Dollar vs Asia	0.46	18
Currency - US Dollar vs Chilean Peso	0.27	79
Currency - US Dollar vs UK Pound	0.58	21
Equity - Diversified Alpha	0.00	0
Equity - Equity Optionality	0.21	-6
Equity - Europe	0.40	-9
Equity - European Banks vs Market	0.89	20
Equity - European Infrastructure	n/a	0
Equity - Germany vs France	0.96	-13
Equity - Healthcare vs Staples	n/a	69
Equity - Short India	0.94	0
Equity - Short US	0.88	25
Equity - Strong Balance Sheets vs Market	1.72	-103
Equity - UK Large Caps vs Mid Caps	n/a	17
Equity - UK Large vs Mid Caps	0.99	n/a
Inflation - Short UK	n/a	0
Inflation - US vs Europe	0.69	9
Interest Rates - Australia	1.21	-51
Interest Rates - Global Steepener	0.96	19
Interest Rates - Japan	n/a	51
Interest Rates - Selective EM Debt	1.59	-98
Interest Rates - Short Japan	0.26	n/a
Interest Rates - UK	n/a	-5
Interest Rates - US Real Yields	n/a	-12
Volatility - Global FX Volatility	0.05	-4
Volatility - US Variance	n/a	3
Cash & Residual FX[5]	0.65	16
Total	**18.18**	**84**

Commodity - Commodity Carry, Equity - European Infrastructure, Equity - Healthcare vs Staples, Equity - UK Large Caps vs Mid Caps, Inflation - Short UK, Interest Rates - Japan, Interest Rates - UK, Interest Rates - US Real Yields and Volatility - US Variance contributed to the performance during the quarter to 30 September 2023 and are no longer included in the portfolio. Equity - UK Large vs Mid Caps and Interest Rates - Short Japan are new ideas included this quarter.

1 Data as at 31 October 2023, unless otherwise stated.
2 The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market price of the fund, as at the date shown. Investors may be subject to tax on their distributions.
3 Independent risk – the expected volatility of an individual idea as measured by its standard deviation over the last three and a half years.
4 Performance contribution figures reflect each idea's contribution to the overall performance of the fund's portfolio of ideas. These figures are calculated before taking into account the accrued income of the fund, the ongoing charge and the portfolio transaction costs. Therefore the total performance contribution figures differ from the net fund performance figures shown on the page 2. (Source: Bloomberg PORT).
5 Residual FX refers to risk arising from unhedged currency exposure rather than an individual investment idea.

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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 intended 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 may be exposed to counterparty risk should an entity with which the fund does business become insolvent resulting in financial loss. This counterparty risk is reduced by the Manager, through the use of collateral management.
- The securities that the fund invests in may not always make interest and other payments nor is the solvency of the issuers guaranteed. Market conditions, such as a decrease in market liquidity for the securities in which the Fund invests, may mean that the Fund may not be able to sell those securities at their true value. These risks increase where the Fund invests in high yield or lower credit quality bonds.
- As one of the key objectives of the fund is to provide income, the fund management fee is taken from capital rather than income. This can erode capital and reduce the potential for capital growth.
- Although the Fund invests mainly in established markets, it can invest in emerging and developing markets, where there is potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise.

Important information

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.

The contribution figures are estimates and should be used for indicative purposes only. Data cleansing and retrospective information availability may cause changes.

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 income and capital preservation over the medium 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.