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# **Invesco California Tax-Free Income Fund**

Quarterly Schedule of Portfolio Holdings

November 30, 2017



## Schedule of Investments

November 30, 2017

(Unaudited)

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>Municipal Obligations—110.34%<sup>(a)</sup></b>				
<b>California—107.41%</b>				
ABAG Finance Authority For Non-profit Corps. (Sharp Healthcare); Series 2014 A, RB	5.00%	08/01/2043	\$ 500	\$ 559,805
Alhambra (City of) (Atherton Baptist Homes); Series 2010 A, RB <sup>(b)(c)</sup>	7.63%	01/01/2020	1,575	1,769,607
Alhambra Elementary School District (Election of 1999); Series 1999 A, Unlimited Tax CAB GO Bonds (INS-AGM) <sup>(d)(e)</sup>	0.00%	09/01/2020	1,925	1,831,214
Anaheim (City of) Public Financing Authority (Electric System Distribution Facilities); Series 2011 A, RB	5.38%	10/01/2036	2,500	2,772,600
Bay Area Toll Authority (San Francisco Bay Area); Series 2008 F-1, Toll Bridge RB <sup>(b)(c)</sup>	5.00%	04/01/2018	2,500	2,531,250
Series 2008 F-1, Toll Bridge RB <sup>(b)(c)(f)</sup>	5.00%	04/01/2018	1,250	1,265,625
Series 2009 F-1, Toll Bridge RB <sup>(b)(c)(f)</sup>	5.13%	04/01/2019	1,500	1,572,465
Series 2009 F-1, Toll Bridge RB <sup>(b)(c)(f)</sup>	5.25%	04/01/2019	4,685	4,918,969
Series 2009 F-1, Toll Bridge RB <sup>(b)(c)(f)</sup>	5.25%	04/01/2019	5,205	5,464,938
Series 2017, Ref. Sub. Toll Bridge RB	4.00%	04/01/2037	1,720	1,845,904
Series 2017, Ref. Sub. Toll Bridge RB	4.00%	04/01/2049	630	664,612
Series 2017 F-1, Toll Bridge RB <sup>(f)</sup>	5.00%	04/01/2056	3,465	3,979,345
Bay Area Water Supply & Conservation Agency; Series 2013 A, RB	5.00%	10/01/2034	1,950	2,227,095
Beverly Hills Unified School District (Election of 2008); Series 2009, Unlimited Tax CAB GO Bonds <sup>(e)</sup>	0.00%	08/01/2026	1,465	1,182,460
Series 2009, Unlimited Tax CAB GO Bonds <sup>(e)</sup>	0.00%	08/01/2032	3,045	1,931,413
Brea Olinda Unified School District; Series 2002 A, Ref. COP (INS-AGM) <sup>(d)</sup>	5.50%	08/01/2018	1,090	1,093,521
California (County of) Tobacco Securitization Agency (Alameda County Tobacco Asset Securitization Corp.); Series 2006 C, Tobacco Settlement Sub. CAB RB <sup>(e)</sup>	0.00%	06/01/2055	12,000	514,440
California (County of) Tobacco Securitization Agency (Gold Country Settlement Funding Corp.); Series 2006, Tobacco Settlement Asset-Backed CAB RB <sup>(e)</sup>	0.00%	06/01/2033	1,580	607,147
California (County of) Tobacco Securitization Agency (Los Angeles County Securitization Corp.); Series 2006, Tobacco Settlement Asset-Backed RB	5.70%	06/01/2046	1,030	1,033,430
California (State of) (Green Bonds); Series 2014, Various Purpose Unlimited Tax GO Bonds	5.00%	10/01/2037	3,245	3,770,885
California (State of) Educational Facilities Authority (Chapman University); Series 2017 B, RB	4.00%	04/01/2047	2,000	2,116,460
California (State of) Educational Facilities Authority (Loma Linda University); Series 2017 A, Ref. RB	5.00%	04/01/2042	1,715	1,956,180
California (State of) Educational Facilities Authority (Pepperdine University); Series 2016, Ref. RB	5.00%	10/01/2049	1,000	1,164,750
California (State of) Educational Facilities Authority (Pitzer College); Series 2009, RB	6.00%	04/01/2040	2,000	2,194,700
California (State of) Educational Facilities Authority (Stanford University); Series 2007 T-1, RB <sup>(f)</sup>	5.00%	03/15/2039	3,190	4,170,223
California (State of) Educational Facilities Authority (University of Southern California); Series 2009 B, RB <sup>(b)(c)(f)</sup>	5.25%	10/01/2018	1,800	1,859,184
California (State of) Health Facilities Financing Authority (Adventist Health System West); Series 2009 A, RB <sup>(b)(c)</sup>	5.75%	09/01/2019	500	536,385
California (State of) Health Facilities Financing Authority (Catholic Healthcare West); Series 2009 A, RB <sup>(b)(c)</sup>	6.00%	07/01/2019	500	534,965
Series 2011 A, RB	5.25%	03/01/2041	2,500	2,708,675
California (State of) Health Facilities Financing Authority (Cedars Sinai Medical Center); Series 2015, Ref. RB	5.00%	11/15/2031	1,300	1,558,817
Series 2015, Ref. RB	5.00%	11/15/2032	1,250	1,492,837
Series 2015, Ref. RB	5.00%	11/15/2033	1,000	1,191,070
California (State of) Health Facilities Financing Authority (Cedars-Sinai Medical Center); Series 2009, RB <sup>(b)(c)</sup>	5.00%	08/15/2019	1,050	1,111,519
California (State of) Health Facilities Financing Authority (Children's Hospital Los Angeles); Series 2010, RB <sup>(b)(c)</sup>	5.25%	07/01/2020	2,950	3,225,235
Series 2017 A, Ref. RB	5.00%	08/15/2047	1,715	1,955,186
California (State of) Health Facilities Financing Authority (Kaiser Permanente); Subseries 2017 A-2, RB	4.00%	11/01/2044	3,270	3,437,457

See accompanying notes which are an integral part of this schedule.

**Invesco California Tax-Free Income Fund**

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
California (State of) Health Facilities Financing Authority (Lucile Salter Packard Children's Hospital at Stanford); Series 2016 B, RB	5.00%	08/15/2055	\$ 1,750	\$ 2,003,137
Series 2017, RB	4.00%	11/15/2047	560	586,219
California (State of) Health Facilities Financing Authority (Providence Health & Services); Series 2008, RB <sup>(b)(c)</sup>	6.50%	10/01/2018	980	1,022,659
Series 2008, RB <sup>(b)(c)</sup>	6.50%	10/01/2018	20	20,871
California (State of) Health Facilities Financing Authority (Scripps Health); Series 2010 A, RB	5.00%	11/15/2036	4,000	4,297,680
California (State of) Health Facilities Financing Authority (St. Joseph Health System); Series 2013 A, RB	5.00%	07/01/2037	1,000	1,131,550
California (State of) Health Facilities Financing Authority (Stanford Hospital); Series 2008 A-2, Ref. RB	5.25%	11/15/2040	2,000	2,279,780
California (State of) Health Facilities Financing Authority (Sutter Health); Series 2011 B, RB	5.50%	08/15/2026	1,000	1,108,930
California (State of) Municipal Finance Authority (American Heritage Education Foundation); Series 2016 A, Ref. RB	5.00%	06/01/2036	1,000	1,110,140
Series 2016 A, Ref. RB	5.00%	06/01/2046	1,140	1,250,637
California (State of) Municipal Finance Authority (California Baptist University); Series 2016 A, RB <sup>(g)</sup>	5.00%	11/01/2046	1,000	1,082,860
California (State of) Municipal Finance Authority (Caritas Affordable Housing, Inc.); Series 2014 A, Sr. Mobile Home Park RB	5.25%	08/15/2039	1,200	1,324,944
Series 2014 A, Sr. Mobile Home Park RB	5.25%	08/15/2049	1,420	1,557,172
California (State of) Municipal Finance Authority (Caritas Projects); Series 2012 A, Sr. Mobile Home Park RB	5.50%	08/15/2047	1,500	1,645,215
Series 2017 A, Ref. Sr. Mobile Home Park RB	4.00%	08/15/2037	1,055	1,082,282
California (State of) Municipal Finance Authority (Chevron U.S.A. Inc.); Series 2010 A, VRD Recovery Zone Facility RB <sup>(h)</sup>	0.83%	11/01/2035	200	200,000
California (State of) Municipal Finance Authority (Community Medical Centers); Series 2017 A, Ref. RB	5.00%	02/01/2047	1,380	1,548,056
California (State of) Municipal Finance Authority (Eisenhower Medical Center); Series 2010 A, RB <sup>(b)(c)</sup>	5.50%	07/01/2020	1,000	1,096,920
Series 2010 A, RB <sup>(b)(c)</sup>	5.75%	07/01/2020	1,500	1,654,800
Series 2017 A, Ref. RB	5.00%	07/01/2047	1,000	1,118,530
California (State of) Municipal Finance Authority (Emerson College); Series 2011, RB <sup>(b)(c)</sup>	5.75%	01/01/2022	1,315	1,527,741
Series 2017 B, Ref. RB	5.00%	01/01/2042	1,000	1,145,610
California (State of) Municipal Finance Authority (Touro College and University System); Series 2014 A, RB	5.25%	01/01/2034	620	699,224
California (State of) Municipal Finance Authority (University of La Verne); Series 2017 A, Ref. RB	5.00%	06/01/2043	600	692,052
California (State of) Municipal Finance Authority (University of La Verne); Series 2010 A, RB <sup>(b)(c)</sup>	6.13%	06/01/2020	1,000	1,113,220
California (State of) Pollution Control Finance Authority; Series 2012, Water Furnishing RB <sup>(g)(1)</sup>	5.00%	07/01/2037	3,000	3,258,660
California (State of) Pollution Control Financing Authority (Waste Management Inc.); Series 2015 B-1, Ref. Solid Waste Disposal RB <sup>(i)</sup>	3.00%	11/01/2025	1,500	1,549,140
California (State of) Public Works Board (Various Capital); Series 2011 A, Lease RB	5.13%	10/01/2031	2,000	2,218,080
California (State of) Public Works Board (Various Correctional Facilities); Series 2014 A, Lease RB	5.00%	09/01/2039	3,000	3,410,700
California (State of) Public Works Board (Various State Universities); Series 2013 H, Lease RB <sup>(b)(c)</sup>	5.00%	09/01/2023	1,000	1,174,980
California (State of) School Finance Authority (Alliance for College-Ready Public Schools); Series 2013 A, School Facility RB	6.30%	07/01/2043	840	956,794
Series 2015, School Facility RB <sup>(g)</sup>	5.00%	07/01/2045	1,265	1,384,985
California (State of) School Finance Authority (Aspire Public Schools); Series 2015 A, Ref. Charter School RB <sup>(g)</sup>	5.00%	08/01/2045	1,000	1,080,420
Series 2016, Ref. Charter School RB <sup>(g)</sup>	5.00%	08/01/2046	750	816,038
California (State of) School Finance Authority (Green Dot Public Schools); Series 2015 A, School Facility RB <sup>(g)</sup>	5.00%	08/01/2045	1,500	1,616,490

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	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
California (State of) School Finance Authority (KIPP LA); Series 2015 A, Facilities RB <sup>(g)</sup>	5.00%	07/01/2045	\$ 500	\$ 566,185
Series 2017 A, RB <sup>(g)</sup>	5.00%	07/01/2037	590	674,358
Series 2017 A, RB <sup>(g)</sup>	5.00%	07/01/2047	370	415,133
California (State of) Statewide Communities Development Authority (Adventist Health System); Series 2015, Ref. RB	5.00%	03/01/2033	775	893,064
Series 2015, Ref. RB	5.00%	03/01/2045	2,315	2,591,943
California (State of) Statewide Communities Development Authority (Alliance for College- Ready Public Schools); Series 2012, School Facility RB	6.10%	07/01/2032	820	907,961
California (State of) Statewide Communities Development Authority (American Baptist Homes of the West); Series 2010, RB	6.25%	10/01/2039	2,000	2,134,380
California (State of) Statewide Communities Development Authority (California Baptist University); Series 2014 A, RB	5.13%	11/01/2023	715	783,633
Series 2017 A, Ref. RB <sup>(g)</sup>	5.00%	11/01/2041	875	957,968
California (State of) Statewide Communities Development Authority (Cottage Health System Obligated Group); Series 2010, RB	5.25%	11/01/2030	1,675	1,820,675
California (State of) Statewide Communities Development Authority (Front Porch Communities & Services); Series 2017, Ref. RB	5.00%	04/01/2047	1,330	1,505,587
California (State of) Statewide Communities Development Authority (Henry Mayo Newhall Memorial Hospital); Series 2014 A, RB (INS-AGM) <sup>(d)</sup>	5.25%	10/01/2043	600	678,030
California (State of) Statewide Communities Development Authority (Huntington Memorial Hospital); Series 2014 B, Ref. RB	5.00%	07/01/2044	750	842,385
California (State of) Statewide Communities Development Authority (John Muir Health); Series 2016 A, Ref. RB	5.00%	08/15/2051	3,000	3,371,190
California (State of) Statewide Communities Development Authority (Lancer Educational Student Housing); Series 2016, Ref. RB <sup>(g)</sup>	5.00%	06/01/2046	1,000	1,050,080
California (State of) Statewide Communities Development Authority (Loma Linda University Medical Center); Series 2014, RB	5.50%	12/01/2054	1,500	1,654,305
California (State of) Statewide Communities Development Authority (Methodist Hospital); Series 2009, RB <sup>(b)(c)</sup>	6.75%	08/01/2019	445	482,803
California (State of) Statewide Communities Development Authority (Southern California Presbyterian Homes); Series 2009, Senior Living RB <sup>(g)</sup>	6.25%	11/15/2019	880	940,051
Series 2009, Senior Living RB <sup>(g)</sup>	7.25%	11/15/2041	500	546,960
California (State of) Statewide Communities Development Authority (Terraces at San Joaquin Garden); Series 2012, RB	5.63%	10/01/2032	1,000	1,085,670
California (State of) Statewide Communities Development Authority (University of California - Irvine East Campus Apartments); Series 2012, Ref. Student Housing RB	5.38%	05/15/2038	2,000	2,175,640
Series 2017, Student Housing RB	5.00%	05/15/2047	1,500	1,726,530
California (State of) Statewide Finance Authority (Pooled Tobacco Securitization); Series 2006 A, Tobacco Settlement CAB Turbo RB <sup>(e)</sup>	0.00%	06/01/2046	8,000	1,213,520
California (State of); Series 2004 A-9, Ref. VRD Unlimited Tax GO Bonds (LOC-State Street Bank & Trust Co.) <sup>(h)(j)</sup>	0.94%	05/01/2034	2,035	2,035,000
Series 2009, Various Purpose Unlimited Tax GO Bonds	5.75%	04/01/2031	5,000	5,287,150
Series 2009, Various Purpose Unlimited Tax GO Bonds	6.00%	11/01/2035	1,750	1,897,577
Series 2009, Various Purpose Unlimited Tax GO Bonds	6.00%	04/01/2038	1,250	1,323,150
Series 2010, Unlimited Tax GO Bonds	5.25%	11/01/2040	3,000	3,298,200
Series 2011, Various Purpose Unlimited Tax GO Bonds	5.00%	09/01/2032	2,450	2,733,342
Series 2011, Various Purpose Unlimited Tax GO Bonds	5.00%	10/01/2041	2,500	2,772,825
Series 2012, Ref. Unlimited Tax GO Bonds	5.25%	02/01/2030	1,000	1,138,470
Series 2015, Unlimited Tax GO Bonds	5.00%	08/01/2045	1,000	1,161,130
Series 2017, Ref. Unlimited Tax GO Bonds	5.00%	08/01/2035	1,370	1,618,751
Series 2017, Various Purpose Unlimited Tax GO Bonds <sup>(l)</sup>	5.00%	11/01/2047	3,400	4,039,982
California Infrastructure & Economic Development Bank (Academy Motion Picture Arts and Sciences Obligated Group); Series 2015, Ref. RB	5.00%	11/01/2035	1,000	1,144,780
Series 2015, Ref. RB	5.00%	11/01/2041	4,265	4,827,170
California Infrastructure & Economic Development Bank (Broad Museum); Series 2011 A, RB	5.00%	06/01/2021	2,000	2,233,640

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**Invesco California Tax-Free Income Fund**

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
California Public Finance Authority (Henry Mayo Newhall Hospital); Series 2017, Ref. RB	5.00%	10/15/2037	\$ 1,000	\$ 1,112,620
Series 2017, Ref. RB	5.00%	10/15/2047	1,000	1,103,000
California State University; Series 2009 A, Systemwide RB <sup>(b)(c)</sup>	5.25%	05/01/2019	1,000	1,053,060
Series 2012 A, Systemwide RB <sup>(1)</sup>	5.00%	11/01/2037	6,750	7,577,888
Clovis Unified School District (Election of 2004); Series 2004 A, Unlimited Tax CAB GO Bonds (INS-NATL) <sup>(d)(e)</sup>	0.00%	08/01/2029	735	521,218
East Bay Municipal Utility District; Series 2010 A, Ref. Sub. Water System RB <sup>(b)(c)</sup>	5.00%	06/01/2020	2,000	2,171,600
Eastern Municipal Water District; Series 2016 A, Ref. Sub. Water and Wastewater RB	5.00%	07/01/2045	1,775	2,066,402
Eden (Township of) Healthcare District; Series 2010, COP <sup>(b)(c)</sup>	6.13%	06/01/2020	1,000	1,110,620
El Monte Union High School District (Election of 2008); Series 2009 A, Unlimited Tax GO Bonds <sup>(b)(c)</sup>	5.50%	06/01/2019	1,000	1,059,090
El Segundo Unified School District (Election of 2008); Series 2009 A, Unlimited Tax CAB GO Bonds <sup>(e)</sup>	0.00%	08/01/2033	4,430	2,608,960
Emeryville (City of) Public Financing Authority (Alameda County); Series 2014 A, Ref. Tax Allocation RB (INS-AGM) <sup>(d)</sup>	5.00%	09/01/2032	445	512,716
Series 2014 A, Ref. Tax Allocation RB (INS-AGM) <sup>(d)</sup>	5.00%	09/01/2033	385	441,788
Series 2014 A, Ref. Tax Allocation RB (INS-AGM) <sup>(d)</sup>	5.00%	09/01/2034	500	572,420
Fairfield (City of) Community Facilities District No. 3 (North Cordelia General Improvements); Series 2008, Special Tax RB	6.00%	09/01/2032	1,800	1,858,788
Fontana (City of) Public Financing Authority (North Fontana Redevelopment); Series 2003 A, Tax Allocation RB (INS-AMBAC) <sup>(d)</sup>	5.38%	09/01/2025	1,500	1,501,305
Fontana (City of) Redevelopment Agency (Downtown Redevelopment); Series 2000, Ref. Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	09/01/2021	1,480	1,484,869
Fontana (City of) Successor Agency to the Redevelopment Agency; Series 2017 A, Ref. Tax Allocation RB	5.00%	10/01/2032	1,000	1,208,700
Series 2017 A, Ref. Tax Allocation RB	5.00%	10/01/2033	1,785	2,142,089
Foothill-Eastern Transportation Corridor Agency; Series 2015, Ref. CAB Toll Road RB (INS-AGM) <sup>(d)(e)</sup>	0.00%	01/15/2035	2,745	1,412,577
Fremont Community Facilities District No. 1 (Pacific Commons); Series 2015, Ref. Special Tax RB	5.00%	09/01/2035	815	901,895
Series 2015, Ref. Special Tax RB	5.00%	09/01/2045	905	991,174
Fullerton (City of) Community Facilities District No. 1 (Amerige Heights); Series 2012, Ref. Special Tax RB	5.00%	09/01/2026	1,960	2,187,968
Series 2012, Ref. Special Tax RB	5.00%	09/01/2032	1,090	1,206,466
Gilroy Unified School District (Election of 2008); Series 2009 A, Unlimited Tax CAB GO Bonds <sup>(c)(e)</sup>	0.00%	08/01/2029	615	470,530
Series 2009 A, Unlimited Tax CAB GO Bonds <sup>(c)(e)</sup>	0.00%	08/01/2031	2,235	1,602,629
Series 2009 A, Unlimited Tax CAB GO Bonds (INS-AGC) <sup>(d)(e)</sup>	0.00%	08/01/2029	4,735	3,338,554
Series 2009 A, Unlimited Tax CAB GO Bonds (INS-AGC) <sup>(d)(e)</sup>	0.00%	08/01/2031	1,415	915,930
Glendora (City of) Public Finance Authority; Series 2003 A, Project No. One Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	09/01/2024	2,425	2,432,202
Golden State Tobacco Securitization Corp.; Series 2007 A-1, Sr. Tobacco Settlement Asset-Backed RB	5.00%	06/01/2033	3,375	3,374,932
Series 2007 A-1, Sr. Tobacco Settlement Asset-Backed RB	5.13%	06/01/2047	4,740	4,740,000
Series 2013 A, Enhanced Tobacco Settlement Asset-Backed RB	5.00%	06/01/2030	2,000	2,300,480
Series 2015 A, Ref. Tobacco Settlement Asset-Backed RB	5.00%	06/01/2040	695	797,686
Series 2015 A, Ref. Tobacco Settlement Asset-Backed RB	5.00%	06/01/2045	1,165	1,330,360
Series 2017 A-1, Ref. Tobacco Settlement Asset-Backed RB	5.00%	06/01/2028	1,000	1,176,790
Hollister Joint Powers Financing Authority; Series 2016, Ref. Wastewater RB (INS-AGM) <sup>(d)</sup>	5.00%	06/01/2036	1,270	1,473,606
Inglewood (City of) Redevelopment Agency (Merged Redevelopment); Series 1998 A, Ref. Tax Allocation RB (INS-AMBAC) <sup>(d)</sup>	5.25%	05/01/2023	1,000	1,072,780
Inland Empire Tobacco Securitization Authority; Series 2007 A, Tobacco Settlement RB	4.63%	06/01/2021	1,555	1,555,498
Series 2007 C-1, Asset-Backed Tobacco Settlement CAB Turbo RB <sup>(e)</sup>	0.00%	06/01/2036	5,000	1,483,450
Series 2007 C-2, Asset-Backed Tobacco Settlement CAB Turbo RB <sup>(e)</sup>	0.00%	06/01/2047	10,000	1,391,700
Irvine (City of) Community Facilities District No. 2013-3 (Great Park Improvement Area No. 1) ; Series 2014, Special Tax RB	5.00%	09/01/2044	445	484,196
Series 2014, Special Tax RB	5.00%	09/01/2049	445	476,470

See accompanying notes which are an integral part of this schedule.

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
Irvine Ranch Water District (Improvement District Numbers 140, 240, 105 and 250); Series 1993, VRD Special Assessment RB (LOC-U.S. Bank, N.A.) <sup>(h)(i)</sup>	0.83%	04/01/2033	\$ 1,900	\$ 1,900,000
Irvine Ranch Water District; Series 2016, Special Assessment RB <sup>(f)</sup>	5.25%	02/01/2046	4,305	5,173,146
Irvine Unified School District (Community Facilities District No. 06-1- Portola Springs); Series 2010, Special Tax RB	6.70%	09/01/2035	515	562,699
Irvine Unified School District (Community Facilities District No. 09-1); Series 2017 B, Special Tax RB	5.00%	09/01/2047	500	559,680
Irvine Unified School District; Series 2015, Ref. Special Tax RB (INS-BAM) <sup>(d)</sup>	5.00%	09/01/2038	3,500	3,949,995
Kern (County of) (Capital Improvements); Series 2009 A, COP <sup>(b)(c)</sup>	5.75%	02/01/2019	1,000	1,048,840
Lodi (City of); Series 2007 A, Wastewater System Revenue COP (INS-AGM) <sup>(d)</sup>	5.00%	10/01/2037	260	260,653
Long Beach (City of) Bond Finance Authority (Aquarium of the Pacific); Series 2012, Ref. RB	5.00%	11/01/2029	2,000	2,229,240
Long Beach (City of) Bond Finance Authority (Natural Gas Purchase); Series 2007 A, RB	5.50%	11/15/2032	2,665	3,320,084
Long Beach (City of); Series 2010 A, Sr. Airport RB	5.00%	06/01/2040	2,500	2,695,975
Series 2015, Marina System RB	5.00%	05/15/2045	1,615	1,779,245
Los Angeles (City of) Community Facilities District No. 4 (Playa Vista - Phase 1); Series 2014, Ref. Special Tax RB	5.00%	09/01/2031	600	679,374
Los Angeles (City of) Department of Airports (Los Angeles International Airport); Series 2010 A, Sr. RB	5.00%	05/15/2035	2,500	2,690,675
Series 2010 B, Sub. RB	5.00%	05/15/2040	1,000	1,074,520
Series 2013, RB <sup>(i)</sup>	5.00%	05/15/2043	3,000	3,313,680
Los Angeles (City of) Department of Airports; Series 2015 C, Ref. Sub. RB	5.00%	05/15/2038	1,000	1,154,210
Los Angeles (City of) Department of Water & Power; Series 2011 A, Power System RB <sup>(f)</sup>	5.00%	07/01/2022	1,800	2,009,142
Series 2011 A, Water System RB	5.25%	07/01/2039	1,500	1,667,925
Series 2016 A, Ref. Water System RB	5.00%	07/01/2041	2,000	2,326,980
Subseries 2008 A-1, Power System RB	5.25%	07/01/2038	2,000	2,046,500
Los Angeles (City of) Harbor Department; Series 2014 A, Ref. RB <sup>(i)</sup>	5.00%	08/01/2036	1,000	1,125,640
Los Angeles Community College District (Election of 2003); Series 2008 F-1, Unlimited Tax GO Bonds <sup>(b)(c)(f)</sup>	5.00%	08/01/2018	2,000	2,049,380
Los Angeles County Schools Regionalized Business Services Corp. (Los Angeles County Schools Pooled Financing Program); Series 1999 A, CAB COP (INS-AMBAC) <sup>(d)(e)</sup>	0.00%	08/01/2024	1,265	1,063,701
Los Angeles Unified School District (Election of 2004); Series 2009 I, Unlimited Tax GO Bonds (INS-AGC) <sup>(d)</sup>	5.00%	01/01/2034	3,000	3,157,500
Marin (County of) Water District Financing Authority; Series 2017, Sub. RB <sup>(f)</sup>	5.00%	07/01/2047	3,120	3,681,444
Menifee Union School District (Election of 2008); Series 2009 C, Unlimited Tax CAB GO Bonds (INS-AGC) <sup>(d)(e)</sup>	0.00%	08/01/2035	940	492,861
Montclair (City of) Redevelopment Agency (Montclair Redevelopment Project No. V); Series 2001, Ref. Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	10/01/2020	700	700,161
Montebello Unified School District (Election of 2004); Series 2009 A-1, Unlimited Tax GO Bonds <sup>(b)(c)</sup>	5.25%	08/01/2019	1,000	1,061,340
Moorpark Unified School District (Election of 2008); Series 2009 A, Unlimited Tax CAB GO Bonds (INS-AGC) <sup>(d)(e)</sup>	0.00%	08/01/2031	840	527,184
Morongo Band of Mission Indians (The) (Enterprise Casino); Series 2008 B, RB <sup>(g)</sup>	6.50%	03/01/2028	1,000	1,010,590
Napa Valley Unified School District; Series 2016 C, Ref. Unlimited Tax GO Bonds	5.00%	08/01/2041	2,000	2,349,600
National City (City of) Community Development Commission (National City Redevelopment); Series 2011, Tax Allocation RB <sup>(b)(c)</sup>	7.00%	08/01/2021	1,500	1,786,290
Norco (City of) Financing Authority; Series 2009, Ref. Enterprise RB (INS-AGM) <sup>(d)</sup>	5.63%	10/01/2034	1,000	1,068,150
Northern California Transmission Agency (California-Oregon Transmission); Series 2016, Ref. RB	5.00%	05/01/2038	1,250	1,449,650
Oakland Unified School District (County of Alameda); Series 2015 A, Unlimited Tax GO Bonds	5.00%	08/01/2040	1,070	1,224,861
Orange (County of) Community Facilities District No. 2015-1 (Esencia Village); Series 2015 A, Special Tax RB	5.00%	08/15/2035	125	138,796
Series 2015 A, Special Tax RB	5.25%	08/15/2045	615	692,785
Orange (County of) Community Facilities District No. 2016-1 (Esencia Village); Series 2016 A, Special Tax RB	5.00%	08/15/2046	2,000	2,227,940
Palomar Pomerado Health; Series 2009, COP <sup>(b)(c)</sup>	6.75%	11/01/2019	2,000	2,196,760

See accompanying notes which are an integral part of this schedule.

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
Pittsburg Unified School District (Election of 2006); Series 2009 B, Unlimited Tax GO Bonds <sup>(b)(c)</sup>	5.50%	08/01/2018	\$ 1,000	\$ 1,027,960
Pomona (City of) Public Financing Authority (Merged Redevelopment); Series 2007 AW, Sub. RB	5.13%	02/01/2033	1,075	1,075,183
Port Hueneme (City of) (Capital Improvement Program); Series 1992, Ref. COP (INS-NATL) <sup>(d)</sup>	6.00%	04/01/2019	445	459,552
Rancho Cordova (City of) Community Facilities District No. 2003-1 (Sunridge Anatolia); Series 2012, Ref. Special Tax RB	5.00%	09/01/2027	1,000	1,110,150
Redding (City of) Redevelopment Agency (Canby-Hilltop-Cypress Redevelopment); Series 2003 A, Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	09/01/2023	1,400	1,403,976
Regents of the University of California; Series 2009 O, General RB <sup>(b)(c)(f)</sup>	5.75%	05/15/2019	705	747,942
Series 2009 O, General RB <sup>(b)(c)(f)</sup>	5.75%	05/15/2019	1,050	1,113,956
Series 2016 L, Ref. Medical Center Pooled RB <sup>(f)</sup>	5.00%	05/15/2041	3,420	3,947,056
Riverside (City of); Series 2008 B, Water RB (INS-AGM) <sup>(d)</sup>	5.00%	10/01/2033	1,000	1,031,000
Series 2008 D, Electric RB (INS-AGM) <sup>(d)</sup>	5.00%	10/01/2038	1,800	1,850,526
Riverside (County of) Community Facilities District No. 07-2 (Clinton Keith); Series 2015, Special Tax Bonds	5.00%	09/01/2044	1,000	1,098,060
Riverside (County of) Public Financing Authority (Desert Communities and Interstate 215 Corridor); Series 2017 A, Ref. Tax Allocation RB (INS-BAM) <sup>(d)</sup>	4.00%	10/01/2040	500	528,715
Series 2017 A, Ref. Tax Allocation RB (INS-BAM) <sup>(d)</sup>	5.00%	10/01/2034	1,000	1,169,990
Riverside (County of) Transportation Commission; Series 2010 A, Limited Sales Tax RB	5.00%	06/01/2032	1,500	1,620,645
RNR School Financing Authority (Community Facilities District No. 92-1); Series 2017 A, Special Tax RB (INS-BAM) <sup>(d)</sup>	5.00%	09/01/2041	2,460	2,811,337
Romoland School District Community Facilities No. 2004-1; Series 2015, Ref. Special Tax Bonds	5.00%	09/01/2038	1,000	1,103,750
Sacramento (County of); Series 2008 A, Sr. Airport System RB <sup>(b)(c)</sup>	5.00%	07/01/2018	1,015	1,036,965
Series 2008 A, Sr. Airport System RB(INS-AGM) <sup>(d)</sup>	5.00%	07/01/2032	1,000	1,021,760
Series 2010, Sr. Airport System RB	5.00%	07/01/2040	2,200	2,355,650
San Buenaventura (City of) (Community Memorial Health System); Series 2011, RB	7.50%	12/01/2041	2,000	2,331,280
San Diego (City of) Association of Governments South Bay Expressway; Series 2017 A, Sr. Lien Toll RB	5.00%	07/01/2036	1,500	1,775,445
Series 2017 A, Sr. Lien Toll RB	5.00%	07/01/2042	1,500	1,767,180
San Diego (City of) Public Facilities Financing Authority; Series 2016 A, Ref. Sr. Sewer RB	5.00%	05/15/2039	1,565	1,833,945
Series 2016 B, Ref. Sub. Water RB	5.00%	08/01/2036	1,500	1,765,995
Subseries 2012 A, Ref. Water RB	5.00%	08/01/2032	2,215	2,500,691
San Diego (City of) Regional Building Authority (County Operations Center); Series 2016 A, Ref. RB	5.00%	10/15/2034	1,500	1,747,545
San Diego (County of) Regional Airport Authority; Series 2017 B, Sub. Airport RB <sup>(i)</sup>	5.00%	07/01/2037	1,000	1,172,630
Series 2017 B, Sub. Airport RB <sup>(i)</sup>	5.00%	07/01/2047	1,500	1,742,610
San Diego (County of) Regional Transportation Commission; Series 2014 A, Sales & Use Tax RB <sup>(i)</sup>	5.00%	04/01/2048	2,980	3,372,257
San Diego Community College District (Election of 2002); Series 2009, Unlimited Tax GO Bonds <sup>(b)(c)(f)</sup>	5.25%	08/01/2019	1,500	1,593,285
San Diego Community College District (Election of 2006); Series 2011, Unlimited Tax GO Bonds <sup>(b)(c)</sup>	5.00%	08/01/2021	2,500	2,804,600
San Diego Unified School District; Series 2012 R-2, Ref. Unlimited Tax Conv. CAB GO Bonds <sup>(k)</sup>	6.63%	07/01/2030	1,250	1,046,412
San Francisco (City & County of) Airport Commission (San Francisco International Airport); Series 2009 E, Second Series RB	6.00%	05/01/2039	1,000	1,062,900
Series 2011 C, Ref. Second Series RB <sup>(i)</sup>	5.00%	05/01/2023	5,000	5,510,850
Series 2011 G, Ref. Second Series Government Loan Program RB <sup>(b)(c)</sup>	5.25%	05/03/2021	1,450	1,628,727
Series 2011 G, Ref. Second Series Government Loan Program RB	5.25%	05/01/2028	550	613,025
Series 2017 A, RB <sup>(i)</sup>	5.25%	05/01/2042	1,000	1,186,830

See accompanying notes which are an integral part of this schedule.

**Invesco California Tax-Free Income Fund**

	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California--(continued)</b>				
San Francisco (City & County of) Public Utilities Commission (Water System Improvement Program); Subseries 2011 A, Water RB	5.00%	11/01/2036	\$ 4,000	\$ 4,474,480
San Francisco (City & County of) Redevelopment Financing Authority (Mission Bay North Redevelopment); Series 2011 C, Tax Allocation RB <sup>(b)(c)</sup>	6.75%	02/01/2021	1,000	1,160,990
San Francisco (City & County of) Redevelopment Financing Authority (Mission Bay South Redevelopment); Series 2011 D, Tax Allocation RB <sup>(b)(c)</sup>	7.00%	02/01/2021	500	584,335
San Francisco (City & County of) Successor Agency to the Redevelopment Agency (Mission Bay South Redevelopment); Series 2014 A, Tax Allocation RB	5.00%	08/01/2043	1,060	1,203,482
Series 2016 B, Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	08/01/2043	2,100	2,399,166
Series 2016 C, Ref. Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.00%	08/01/2041	590	673,568
San Francisco (City & County of) Successor Agency to the Redevelopment Agency Community Facilities District No. 6 (Mission Bay South Public Improvements); Series 2013 A, Ref. Special Tax RB	5.00%	08/01/2033	500	549,545
San Francisco (City of) Bay Area Rapid Transit District (Election of 2016 Green Bond); Series 2017 A-1, Unlimited Tax GO Bonds <sup>(f)</sup>	5.00%	08/01/2047	3,425	4,071,435
San Francisco (City of) Bay Area Rapid Transit District; Series 2012 A, RB	5.00%	07/01/2036	1,000	1,128,650
Series 2015 A, Ref. RB	5.00%	07/01/2032	1,500	1,788,090
San Joaquin Hills Transportation Corridor Agency; Series 2014 A, Ref. Sr. Lien Toll Road RB	5.00%	01/15/2044	1,730	1,937,167
Series 2014 B, Ref. Jr. Lien Toll Road RB	5.25%	01/15/2044	2,000	2,244,060
San Jose (City of) Norman Y Minesta International Airport; Series 2017 A, Ref. Airport RB <sup>(f)</sup>	5.00%	03/01/2047	1,000	1,151,620
San Jose Evergreen Community College District (Election of 2004); Series 2008 B, Unlimited Tax CAB GO Bonds (INS-AGM) <sup>(d)(e)</sup>	0.00%	09/01/2031	3,110	2,037,859
San Luis Obispo (County of) Financing Authority (Lopez Dam Improvement); Series 2011 A, Ref. RB (INS-AGM) <sup>(d)</sup>	5.00%	08/01/2030	1,500	1,643,490
San Mateo (City of) Foster School District (Election 2008); Series 2010, Unlimited Tax Conv. CAB GO Bonds <sup>(k)</sup>	6.63%	08/01/2026	510	444,281
Santa Clara (County of) Financing Authority (Multiple Facilities); Series 2008 L, Ref. Lease RB <sup>(b)(c)</sup>	5.25%	05/15/2018	3,000	3,054,810
Santa Margarita Water District (Community Facilities District No. 2013-1); Series 2013, Special Tax RB	5.63%	09/01/2036	1,000	1,101,140
Series 2013, Special Tax RB	5.63%	09/01/2043	1,000	1,100,320
Santaluz Community Facilities District No. 2 (Improvement Area No. 1); Series 2011 A, Ref. Special Tax RB	5.00%	09/01/2028	825	908,135
Series 2011 A, Ref. Special Tax RB	5.00%	09/01/2029	715	785,964
Series 2011 A, Ref. Special Tax RB	5.10%	09/01/2030	465	512,109
Silicon Valley Tobacco Securitization Authority (Santa Clara); Series 2007 A, Tobacco Settlement CAB Turbo RB <sup>(e)</sup>	0.00%	06/01/2036	4,000	1,416,000
Simi Valley Unified School District (Election of 2004); Series 2007 C, Unlimited Tax CAB GO Bonds (INS-AGM) <sup>(d)(e)</sup>	0.00%	08/01/2028	3,480	2,538,973
Series 2007 C, Unlimited Tax CAB GO Bonds (INS-AGM) <sup>(d)(e)</sup>	0.00%	08/01/2030	2,765	1,861,564
South Orange (County of) Public Financing Authority (Ladera Ranch); Series 2014 A, Ref. Sr. Lien Special Tax RB	5.00%	08/15/2034	895	977,161
Southern California Metropolitan Water District; Series 2009 B, Ref. RB <sup>(f)</sup>	5.00%	07/01/2027	8,585	9,048,075
Southern California Public Power Authority (Milford Wind Corridor Phase II); Series 2011 I, RB <sup>(f)</sup>	5.25%	07/01/2031	2,100	2,362,164
Series 2011-1, RB <sup>(f)</sup>	5.25%	07/01/2029	2,100	2,352,840
Southern California Public Power Authority (Natural Gas No. 1); Series 2007 A, Floating Rate RB (3 mo. USD LIBOR + 1.47%) <sup>(f)</sup>	2.39%	11/01/2038	5,375	4,959,405
Southern California Tobacco Securitization Authority (San Diego County Tobacco Asset Securitization Corp.); Series 2006 A-1, Sr. Tobacco Settlement Asset-Backed RB	5.00%	06/01/2037	860	862,116
Series 2006 A-1, Sr. Tobacco Settlement Asset-Backed RB	5.13%	06/01/2046	3,840	3,845,606
Temecula (City of) Redevelopment Agency (Temecula Redevelopment Project No. 1); Series 2002, Tax Allocation RB (INS-NATL) <sup>(d)</sup>	5.13%	08/01/2027	2,150	2,184,056
Tustin (City of) Public Financing Authority; Series 2011 A, Water RB <sup>(b)(c)</sup>	5.00%	04/01/2021	1,000	1,110,680
Tustin Unified School District (Community Facilities District No. 97-1); Series 2015, Ref. Special Tax RB (INS-BAM) <sup>(d)</sup>	5.00%	09/01/2038	3,000	3,393,930

See accompanying notes which are an integral part of this schedule.



	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>California—(continued)</b>				
Val Verde Unified School District; Series 2009 A, Ref. COP (INS-AGC) <sup>(d)</sup>	5.13%	03/01/2036	\$ 1,475	\$ 1,530,283
Walnut (City of) Energy Center Authority; Series 2010 A, Ref. RB	5.00%	01/01/2035	3,000	3,173,820
West Contra Costa Unified School District; Series 2005, Unlimited Tax CAB GO Bonds (INS-NATL) <sup>(d)(e)</sup>	0.00%	08/01/2025	2,500	2,020,500
Western Riverside (County of) Water & Wastewater Financing Authority (Eastern Municipal Water District Improvement); Series 2009, RB (INS-AGC) <sup>(d)</sup>	5.63%	09/01/2039	1,000	1,065,090
Whittier (City of) (Presbyterian Intercommunity Hospital, Inc.); Series 2014, Health Facility RB	5.00%	06/01/2044	1,500	1,657,410
Yosemite Community College District (Election of 2004); Series 2008 C, Unlimited Tax CAB GO Bonds (INS-AGM) <sup>(d)(e)</sup>	0.00%	08/01/2024	4,685	4,020,620
				470,023,673
<b>Guam—1.65%</b>				
Guam (Territory of) (Section 30); Series 2009 A, Limited Obligation RB <sup>(b)(c)</sup>	5.38%	12/01/2019	1,000	1,073,710
Series 2009 A, Limited Obligation RB <sup>(b)(c)</sup>	5.63%	12/01/2019	660	711,869
Series 2016 A, Ref. Limited Obligation RB	5.00%	12/01/2046	1,750	1,907,290
Guam (Territory of) International Airport Authority; Series 2013 C, General RB <sup>(i)</sup>	6.25%	10/01/2034	1,000	1,134,140
Guam (Territory of) Waterworks Authority; Series 2014 A, Ref. Water & Wastewater System RB	5.00%	07/01/2035	765	828,349
Guam (Territory of); Series 2011 A, Business Privilege Tax RB	5.13%	01/01/2042	1,500	1,580,625
				7,235,983
<b>Virgin Islands—1.28%</b>				
Virgin Islands (Government of) Port Authority; Series 2014 A, Ref. Marine RB <sup>(i)</sup>	5.00%	09/01/2029	1,645	1,630,376
Series 2014 A, Ref. RB <sup>(i)</sup>	5.00%	09/01/2033	1,500	1,440,000
Virgin Islands (Government of) Public Finance Authority (Matching Fund Loan Note - Diageo); Series 2009 A, Sub. RB	6.63%	10/01/2029	1,310	717,225
Virgin Islands (Government of) Public Finance Authority (Matching Fund Loan Note); Series 2010 A, Sr. Lien RB	5.00%	10/01/2029	1,200	729,000
Virgin Islands (Government of) Public Finance Authority; Series 2015, RB <sup>(e)</sup>	5.00%	09/01/2033	1,000	1,076,300
				5,592,901
TOTAL INVESTMENTS IN SECURITIES <sup>(m)</sup> —110.34% (Cost \$452,183,281)				482,852,557
FLOATING RATE NOTE OBLIGATIONS—(10.89)%				
Notes with interest and fee rates ranging from 1.50% to 1.54% at 11/30/2017 and contractual maturities of collateral ranging from 07/01/2022 to 04/01/2056 (See Note 1D) <sup>(n)</sup>				(47,650,000)
OTHER ASSETS LESS LIABILITIES—0.55%				2,410,881
NET ASSETS—100.00%				\$ 437,613,438

Investment Abbreviations:

AGC	— Assured Guaranty Corp.	LIBOR	— London Interbank Offered Rate
AGM	— Assured Guaranty Municipal Corp.	LOC	— Letter of Credit
AMBAC	— American Municipal Bond Assurance Corp.	NATL	— National Public Finance Guarantee Corp.
BAM	— Build America Mutual Assurance Co.	RB	— Revenue Bonds
CAB	— Capital Appreciation Bonds	Ref.	— Refunding
Conv.	— Convertible	Sr.	— Senior
COP	— Certificates of Participation	Sub.	— Subordinated
GO	— General Obligation	USD	— United States Dollar
INS	— Insurer	VRD	— Variable Rate Demand
Jr.	— Junior		

See accompanying notes which are an integral part of this schedule.

Notes to Schedule of Investments:

- (a) Calculated as a percentage of net assets. Amounts in excess of 100% are due to the Fund's use of leverage.
- (b) Security has an irrevocable call by the issuer or mandatory put by the holder. Maturity date reflects such call or put.
- (c) Advance refunded; secured by an escrow fund of U.S. Government obligations or other highly rated collateral.
- (d) Principal and/or interest payments are secured by the bond insurance company listed.
- (e) Zero coupon bond issued at a discount.
- (f) Underlying security related to TOB Trusts entered into by the Fund. See Note 1D.
- (g) Security purchased or received in a transaction exempt from registration under the Securities Act of 1933, as amended (the "1933 Act"). The security may be resold pursuant to an exemption from registration under the 1933 Act, typically to qualified institutional buyers. The aggregate value of these securities at November 30, 2017 was \$16,477,078, which represented 3.77% of the Fund's Net Assets.
- (h) Demand security payable upon demand by the Fund at specified time intervals no greater than thirteen months. Interest rate is redetermined periodically based on current market interest rates. Rate shown is the rate in effect on November 30, 2017.
- (i) Security subject to the alternative minimum tax.
- (j) Principal and interest payments are fully enhanced by a letter of credit from the bank listed or a predecessor bank, branch or subsidiary.
- (k) Convertible CAB. The interest rate shown represents the coupon rate at which the bond will accrue at a specified future date.
- (l) Interest or dividend rate is redetermined periodically. Rate shown is the rate in effect on November 30, 2017.
- (m) This table provides a listing of those entities that have either issued, guaranteed, backed or otherwise enhanced the credit quality of more than 5% of the securities held in the portfolio. In instances where the entity has guaranteed, backed or otherwise enhanced the credit quality of a security, it is not primarily responsible for the issuer's obligations but may be called upon to satisfy the issuer's obligations.

<b>Entity</b>	<b>Percentage</b>
Assured Guaranty Municipal Corp.	5.3%

- (n) Floating rate note obligations related to securities held. The interest and fee rates shown reflect the rates in effect at November 30, 2017. At November 30, 2017, the Fund's investments with a value of \$76,370,741 are held by TOB Trusts and serve as collateral for the \$47,650,000 in the floating rate note obligations outstanding at that date.

See accompanying notes which are an integral part of this schedule.

## Notes to Quarterly Schedule of Portfolio Holdings

November 30, 2017  
(Unaudited)

### NOTE 1 -- Significant Accounting Policies

**A. Security Valuations** – Securities, including restricted securities, are valued according to the following policy.

Securities are fair valued using an evaluated quote provided by an independent pricing service approved by the Board of Trustees. Evaluated quotes provided by the pricing service may be determined without exclusive reliance on quoted prices, and may reflect appropriate factors such as institution-size trading in similar groups of securities, developments related to specific securities, dividend rate (for unlisted equities), yield (for debt obligations), quality, type of issue, coupon rate (for debt obligations), maturity (for debt obligations), individual trading characteristics and other market data. Pricing services generally value debt obligations assuming orderly transactions of institutional round lot size, but a fund may hold or transact in the same securities in smaller, odd lot sizes. Odd lots often trade at lower prices than institutional round lots. Debt obligations are subject to interest rate and credit risks. In addition, all debt obligations involve some risk of default with respect to interest and/or principal payments.

Securities for which market quotations either are not readily available or became unreliable are valued at fair value as determined in good faith by or under the supervision of the Trust's officers following procedures approved by the Board of Trustees. Some of the factors which may be considered in determining fair value are fundamental analytical data relating to the investment; the nature and duration of any restrictions on transferability or disposition; trading in similar securities by the same issuer or comparable companies; relevant political, economic or issuer specific news; and other relevant factors under the circumstances.

The Fund may invest in securities that are subject to interest rate risk, meaning the risk that the prices will generally fall as interest rates rise and, conversely, the prices will generally rise as interest rates fall. Specific securities differ in their sensitivity to changes in interest rates depending on their individual characteristics. Changes in interest rates may result in increased market volatility, which may affect the value and/or liquidity of certain Fund investments.

Valuations change in response to many factors including the historical and prospective earnings of the issuer, the value of the issuer's assets, general economic conditions, interest rates, investor perceptions and market liquidity. Because of the inherent uncertainties of valuation, the values reflected in the financial statements may materially differ from the value received upon actual sale of those investments.

**B. Securities Transactions and Investment Income** – Securities transactions are accounted for on a trade date basis. Realized gains or losses on sales are computed on the basis of specific identification of the securities sold. Interest income (net of withholding tax, if any) is recorded on the accrual basis from settlement date. Bond premiums and discounts are amortized and/or accreted over the lives of the respective securities. Pay-in-kind income received in the form of securities in-lieu of cash is recorded as interest income. Dividend income (net of withholding tax, if any) is recorded on the ex-dividend date.

The Fund may periodically participate in litigation related to Fund investments. As such, the Fund may receive proceeds from litigation settlements. Any proceeds received are included in the Statement of Operations as realized gain (loss) for investments no longer held and as unrealized gain (loss) for investments still held.

Brokerage commissions and mark ups are considered transaction costs and are recorded as an increase to the cost basis of securities purchased and/or a reduction of proceeds on a sale of securities. Such transaction costs are included in the determination of net realized and unrealized gain (loss) from investment securities reported in the Statement of Operations and the Statement of Changes in Net Assets and the net realized and unrealized gains (losses) on securities per share in the Financial Highlights. Transaction costs are included in the calculation of the Fund's net asset value and, accordingly, they reduce the Fund's total returns. These transaction costs are not considered operating expenses and are not reflected in net investment income reported in the Statement of Operations and the Statement of Changes in Net Assets, or the net investment income per share and the ratios of expenses and net investment income reported in the Financial Highlights, nor are they limited by any expense limitation arrangements between the Fund and the investment adviser.

The Fund allocates realized and unrealized capital gains and losses to a class based on the relative net assets of each class. The Fund allocates income to a class based on the relative value of the settled shares of each class.

**C. Country Determination** – For the purposes of making investment selection decisions and presentation in the Schedule of Investments, the investment adviser may determine the country in which an issuer is located and/or credit risk exposure based on various factors. These factors include the laws of the country under which the issuer is organized, where the issuer maintains a principal office, the country in which the issuer derives 50% or more of its total revenues and the country that has the primary market for the issuer's securities, as well as other criteria. Among the other criteria that may be evaluated for making this

**C. Country Determination – (continued)**

determination are the country in which the issuer maintains 50% or more of its assets, the type of security, financial guarantees and enhancements, the nature of the collateral and the sponsor organization. Country of issuer and/or credit risk exposure has been determined to be the United States of America, unless otherwise noted.

**D. Floating Rate Note Obligations** – The Fund invests in inverse floating rate securities, such as Tender Option Bonds (“TOBs”), for investment purposes and to enhance the yield of the Fund. Such securities may be purchased in the secondary market without first owning an underlying bond but generally are created through the sale of fixed rate bonds by the Fund to special purpose trusts established by a broker dealer or by the Fund (“TOB Trusts”) in exchange for cash and residual interests in the TOB Trusts’ assets and cash flows, which are in the form of inverse floating rate securities. The TOB Trusts finance the purchases of the fixed rate bonds by issuing floating rate notes to third parties and allowing the Fund to retain residual interests in the bonds. The floating rate notes issued by the TOB Trusts have interest rates that reset weekly and the floating rate note holders have the option to tender their notes to the TOB Trusts for redemption at par at each reset date. The residual interests held by the Fund (inverse floating rate securities) include the right of the Fund (1) to cause the holders of the floating rate notes to tender their notes at par at the next interest rate reset date, and (2) to transfer the municipal bond from the TOB Trust to the Fund, thereby collapsing the TOB Trust. Inverse floating rate securities tend to underperform the market for fixed rate bonds in a rising interest rate environment, but tend to outperform the market for fixed rate bonds when interest rates decline or remain relatively stable.

The Fund generally invests in inverse floating rate securities that include embedded leverage, thus exposing the Fund to greater risks and increased costs. The primary risks associated with inverse floating rate securities are varying degrees of liquidity and decreases in the value of such securities in response to changes in interest rates to a greater extent than fixed rate securities having similar credit quality, redemption provisions and maturity, which may cause the Fund’s net asset value to be more volatile than if it had not invested in inverse floating rate securities. In certain instances, the short-term floating rate notes created by the TOB Trust may not be able to be sold to third parties or, in the case of holders tendering (or putting) such notes for repayment of principal, may not be able to be remarketed to third parties. In such cases, the TOB Trust holding the fixed rate bonds may be collapsed with the entity that contributed the fixed rate bonds to the TOB Trust. In the case where a TOB Trust is collapsed with the Fund, the Fund will be required to repay the principal amount of the tendered securities, which may require the Fund to sell other portfolio holdings to raise cash to meet that obligation. The Fund could therefore be required to sell other portfolio holdings at a disadvantageous time or price to raise cash to meet this obligation, which risk will be heightened during times of market volatility, illiquidity or uncertainty. The embedded leverage in the TOB Trust could cause the Fund to lose more money than the value of the asset it has contributed to the TOB Trust and greater levels of leverage create the potential for greater losses. In addition, a Fund may enter into reimbursement agreements with the liquidity provider of certain TOB transactions in connection with certain residuals held by the Fund. These agreements commit a Fund to reimburse the liquidity provider to the extent that the liquidity provider must provide cash to a TOB Trust, including following the termination of a TOB Trust resulting from a mandatory tender event (“liquidity shortfall”). The reimbursement agreement will effectively make the Fund liable for the amount of the negative difference, if any, between the liquidation value of the underlying security and the purchase price of the floating rate notes issued by the TOB Trust.

The Fund accounts for the transfer of fixed rate bonds to the TOB Trusts as secured borrowings, with the securities transferred remaining in the Fund’s investment assets, and the related floating rate notes reflected as Fund liabilities under the caption *Floating rate note obligations* on the Statement of Assets and Liabilities. The carrying amount of the Fund’s floating rate note obligations as reported on the Statement of Assets and Liabilities approximates its fair value. The Fund records the interest income from the fixed rate bonds under the caption *Interest* and records the expenses related to floating rate obligations and any administrative expenses of the TOB Trusts as a component of *Interest, facilities and maintenance fees* on the Statement of Operations.

Final rules implementing section 619 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (the “Volcker Rule”) prohibit banking entities from engaging in proprietary trading of certain instruments and limit such entities’ investments in, and relationships with, “covered funds”, as defined in the rules. These rules preclude banking entities and their affiliates from sponsoring and/or providing services for existing TOB Trusts. A new TOB structure is being utilized by the Fund wherein the Fund, as holder of the residuals, will perform certain duties previously performed by banking entities as “sponsors” of TOB Trusts. These duties may be performed by a third-party service provider. The Fund’s expanded role under the new TOB structure may increase its operational and regulatory risk. The new structure is substantially similar to the previous structure; however, pursuant to the Volcker Rule, the remarketing agent would not be able to repurchase tendered floaters for its own account upon a failed remarketing. In the event of a failed remarketing, a banking entity serving as liquidity provider may loan the necessary funds to the TOB Trust to purchase the tendered floaters. The TOB Trust, not the Fund, would be the borrower and the loan from the liquidity provider will be secured by the purchased floaters now held by the TOB Trust. However, as previously described,

**D. Floating Rate Note Obligations – (continued)**

the Fund would bear the risk of loss with respect to any liquidity shortfall to the extent it entered into a reimbursement agreement with the liquidity provider.

Further, the SEC and various banking agencies recently adopted rules implementing credit risk retention requirements for asset-backed securities (the “Risk Retention Rules”). The Risk Retention Rules require the sponsor of a TOB Trust to retain at least 5% of the credit risk of the underlying assets supporting the TOB Trust’s municipal bonds. The Fund has adopted policies intended to comply with the Risk Retention Rules. The Risk Retention Rules may adversely affect the Fund’s ability to engage in TOB Trust transactions or increase the costs of such transactions in certain circumstances.

There can be no assurances that the new TOB structure will continue to be a viable form of leverage. Further, there can be no assurances that alternative forms of leverage will be available to the Fund in order to maintain current levels of leverage. Any alternative forms of leverage may be less advantageous to the Fund, and may adversely affect the Fund’s net asset value, distribution rate and ability to achieve its investment objective.

TOBs are presently classified as private placement securities. Private placement securities are subject to restrictions on resale because they have not been registered under the Securities Act of 1933, as amended (the “1933 Act”), or are otherwise not readily marketable. As a result of the absence of a public trading market for these securities, they may be less liquid than publicly traded securities. Although atypical, these securities may be resold in privately negotiated transactions, the prices realized from these sales could be less than those originally paid by the Fund or less than what may be considered the fair value of such securities.

**E. Other Risks** – The value of, payment of interest on, repayment of principal for and the ability to sell a municipal security may be affected by constitutional amendments, legislative enactments, executive orders, administrative regulations, voter initiatives and the economics of the regions in which the issuers are located.

Since many municipal securities are issued to finance similar projects, especially those relating to education, health care, transportation and utilities, conditions in those sectors can affect the overall municipal securities market and the Fund’s investments in municipal securities.

There is some risk that a portion or all of the interest received from certain tax-free municipal securities could become taxable as a result of determinations by the Internal Revenue Service.

**NOTE 2 -- Additional Valuation Information**

Generally Accepted Accounting Principles (“GAAP”) defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, under current market conditions. GAAP establishes a hierarchy that prioritizes the inputs to valuation methods, giving the highest priority to readily available unadjusted quoted prices in an active market for identical assets (Level 1) and the lowest priority to significant unobservable inputs (Level 3), generally when market prices are not readily available or are unreliable. Based on the valuation inputs, the securities or other investments are tiered into one of three levels. Changes in valuation methods may result in transfers in or out of an investment’s assigned level:

Level 1 – Prices are determined using quoted prices in an active market for identical assets.

Level 2 – Prices are determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include quoted prices for similar securities, interest rates, prepayment speeds, credit risk, yield curves, loss severities, default rates, discount rates, volatilities and others.

Level 3 – Prices are determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs may be used. Unobservable inputs reflect the Fund’s own assumptions about the factors market participants would use in determining fair value of the securities or instruments and would be based on the best available information.

As of November 30, 2017, all of the securities in this Fund were valued based on Level 2 inputs (see the Schedule of Investments for security categories). The level assigned to the securities valuations may not be an indication of the risk or liquidity associated with investing in those securities. Because of the inherent uncertainties of valuation, the values reflected in the financial statements may materially differ from the value received upon actual sale of those investments.

The Fund’s policy is to recognize transfers in and out of the valuation levels as of the end of the reporting period. During the three months ended November 30, 2017, there were no material transfers between valuation levels.