



Invesco CollegeBound 529 Age-Based Portfolios

Quarterly Commentary

Portfolio description

Invesco CollegeBound 529 age-based portfolios are designed to become more conservative over time as college enrollment approaches.

These portfolios are diversified across asset classes, as appropriate, and utilize active investment options and smart beta products.

Investment objective

- The Invesco CollegeBound Today Portfolio seeks to achieve preservation of capital, with a secondary objective of providing liquidity and income.
- The Invesco CollegeBound 2021-2022 Portfolio to the Invesco CollegeBound 2039-2040 Portfolio, all seek to achieve capital appreciation, income and preservation of capital as appropriate for its proximity to its respective target date. The target date is the year which corresponds to the potential college enrollment year of the beneficiary. The objective of the portfolio becomes more focused on capital preservation and income as it approaches its respective target date.

Portfolio management

Jeffrey Bennett, Scott Hixon, Alessio de Longis

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

Market overview

Market Overview

- Global economic growth broadly accelerated in the second quarter. However, there was some divergence in growth across countries and regions. Europe and the UK experienced positive economic surprises, while growth momentum in the US economy began to moderate later in the quarter. Some cracks appear to have started to form for US consumers, including an increase in unemployment and a rise in credit card delinquencies. Similarly, Canadian consumers appear to be under pressure, with signs of labor market softening. In China, recent economic growth has been supported by an improvement in external factors, such as export growth.
- The second quarter was a strong one for global equities, with few exceptions. Some major indexes reached new highs during the quarter. Global equities, as represented by the MSCI World Index, posted a solid gain for the second quarter, resulting in a double-digit gain for the first half of 2024. The US was a standout, with the S&P 500 Index returning 15.29% for the first half of the year.
- Fixed income performance was mixed in the second quarter. Some major government bond indexes posted losses, while some major high-yield indexes posted gains. The 10-year US Treasury yield remained volatile, swinging in a wide range over the course of the quarter. These yield moves have been largely driven by the market's changing expectations for US Federal Reserve monetary policy.
- Alternative asset classes delivered mixed results for the quarter. Global real estate investment trusts declined while industrial metals and precious metals posted gains.

Portfolio overview

- Age-Based portfolios include allocations to equities, fixed income, alternatives and capital preservation. Allocations adjust quarterly, becoming progressively more conservative as college enrollment approaches.
- All CollegeBound Age-Based portfolios were essentially flat for the second quarter. Those with target enrollment dates closer to today posted positive returns and those with enrollment dates further in the future posted negative returns. All portfolios underperformed their custom benchmarks, with funds further from their target enrollment date underperforming more. Underperformance resulted from style selection within US equities.
- Within the equity segment, exposures to US large-cap value styles and exposure to smaller cap styles detracted from relative return.
- Within fixed income, exposures that focused on government, short duration and floating rate positions added to relative return. Alternative allocations, as a whole, detracted from absolute and relative returns.
- As supply and demand factors in Western developed economies align better over time, we believe inflation will fall toward central bank targets and growth will gradually return to trend, aided by central bank interest rate cuts.
- We anticipate near-term volatility as markets react to shifting interest rate outlooks, particularly due to supporting or conflicting data releases. In our view, the precise number of rate cuts is less important at this stage than the timing of them. There could also be significant risk that some markets may be overly positive and may not have fully priced in potential problems.
- Because we believe global economic growth is likely to improve, we favor cyclical and small-cap equities due to their relatively attractive valuations and greater sensitivity to economic cycles. We prefer developed non-US and emerging market equities for the same reasons. As central banks cut rates, we think lower discount rates will also support valuations.
- With yields sitting near the highest levels in decades, we believe bonds offer attractive opportunities, despite tight yield spreads between Treasury and non-Treasury sectors; opportunities are especially attractive for longer holding periods. In our view, strong fundamentals underpin many fixed income assets, which helps to explain narrow yield spreads between Treasuries and both investment grade and high-yield credit.

Smart Beta represents an alternative and selection index based methodology that seeks to outperform a benchmark or reduce portfolio risk, or both. Smart beta funds may underperform capweighted benchmarks and increase portfolio risk.

Investment results

Average annual total returns (%) as of June 30, 2024
Class RZ unit performance. Inception*

	Invesco CollegeBound Today Portfolio		Invesco CollegeBound 2023-2024 Portfolio		Invesco CollegeBound 2025-2026 Portfolio		Invesco CollegeBound 2027-2028 Portfolio		Invesco CollegeBound 2029-2030 Portfolio		Invesco CollegeBound 2031-2032 Portfolio		Invesco CollegeBound 2033-2034 Portfolio	
Expense ratio (%)	0.19		0.19		0.19		0.19		0.19		0.19		0.19	
Period	Load	NAV	Load	NAV	Load	NAV	Load	NAV	Load	NAV	Load	NAV	Load	NAV
Inception	2.14	2.30	3.80	3.97	4.29	4.46	4.65	4.82	5.16	5.33	5.63	5.80	6.05	6.23
5 Years	2.07	2.34	3.05	3.31	3.63	3.89	3.98	4.24	4.45	4.71	4.92	5.18	5.33	5.60
3 Years	1.46	1.88	0.10	0.52	0.33	0.76	0.39	0.81	0.58	1.01	0.87	1.29	0.84	1.27
1 Year	4.81	6.11	5.57	6.90	6.55	7.93	7.37	8.74	8.23	9.56	8.89	10.27	9.32	10.74
Quarter	-0.42	0.84	-0.37	0.89	-0.49	0.78	-0.61	0.62	-0.79	0.46	-0.82	0.45	-0.92	0.31

The performance quoted is past performance and is not a guarantee of future results. Investment returns and principal value of an investment will fluctuate so that an account owner's units, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data shown. For up-to-date month-end performance information please call 877 615 4116, or visit collegebound529.com. Performance figures reflect reinvested distributions of the underlying securities and changes in net asset value (NAV). Class RZ unit performance at load is shown as the max load of 4.00%. Performance shown at NAV for Class RZ units does not include applicable front-end sales charges, which would have reduced the performance. Returns less than one year are cumulative; all others are annualized. Index returns do not reflect any fees, expenses, or sales charges.

*The inception date is July 8, 2016 for Invesco CollegeBound Today Portfolio, Invesco CollegeBound 2021-2022 Portfolio, Invesco CollegeBound 2023-2024 Portfolio, Invesco CollegeBound 2025-2026 Portfolio, Invesco CollegeBound 2027-2028 Portfolio, Invesco CollegeBound 2029-2030 Portfolio, Invesco CollegeBound 2031-2032 Portfolio, Invesco CollegeBound 2033-2034 Portfolio and Invesco CollegeBound 2035-2036 Portfolio. The inception date is July 31, 2018 for the Invesco CollegeBound 2037-2038 Portfolio. The inception date is June 29, 2020 for the Invesco CollegeBound 2039-2040 Portfolio.

Expense ratios shown are the total annual asset-based fees per the current Program Description. See Program Description for more information.

Index sources: Invesco, FactSet Research Systems, Inc.

Age-based portfolio asset allocations (% of total net assets)

Asset category/product name	Invesco CollegeBound Today Portfolio	Invesco CollegeBound 2023-2024 Portfolio	Invesco CollegeBound 2025-2026 Portfolio	Invesco CollegeBound 2027-2028 Portfolio	Invesco CollegeBound 2029-2030 Portfolio	Invesco CollegeBound 2031-2032 Portfolio	Invesco CollegeBound 2033-2034 Portfolio
US equities	9.97	10.11	12.65	19.37	26.32	31.69	35.68
Invesco Discovery Mid Cap Growth Fund	0.00	0.00	0.88	1.83	2.71	3.36	3.86
Invesco Main Street Small Cap Fund	0.00	0.00	0.52	1.17	1.71	2.07	2.40
Invesco PureBeta MSCI USA ETF	3.01	3.41	5.54	7.86	9.46	11.69	12.34
Invesco S&P 500 High Dividend Low Volatility ETF	1.92	1.58	0.36	0.75	1.11	1.39	1.56
Invesco S&P 500 Pure Growth ETF	3.37	3.52	3.93	5.57	8.16	9.44	11.16
Invesco S&P 500 Pure Value ETF	1.67	1.60	1.42	2.18	3.17	3.74	4.36
Global equities	0.00	0.85	5.81	11.18	15.19	18.24	20.85
Invesco Developing Markets Fund	0.00	0.00	0.73	1.49	2.15	2.68	3.13
Invesco Global Real Estate Income Fund	0.00	0.00	0.23	0.59	1.00	1.19	1.35
Invesco Oppenheimer International Growth Fund	0.00	0.00	1.23	2.71	4.26	5.42	6.37
Invesco S&P Emerging Markets Low Volatility ETF	0.00	0.00	0.54	1.10	1.54	1.92	2.21
Invesco S&P International Developed Low Volatility ETF	0.00	0.85	3.08	5.29	6.24	7.03	7.80
Fixed Income	36.99	47.37	74.44	63.30	53.35	45.93	39.91
Invesco Core Plus Bond Fund	12.45	15.43	22.07	19.44	18.30	16.06	13.68
Invesco Floating Rate ESG Fund	4.02	5.21	8.51	7.38	6.40	5.68	5.03
Invesco Fundamental High Yield Corporate Bond ETF	4.99	6.08	7.92	6.58	5.91	5.50	5.01
Invesco Short Duration Inflation Protected Fund	9.21	10.88	12.24	8.32	5.33	4.33	3.44
Invesco Short Term Bond Fund	6.32	8.55	15.63	12.99	9.68	7.62	6.78
Invesco Taxable Municipal Bond	0.00	1.23	8.07	8.59	7.72	6.74	5.98
Capital preservation	53.04	41.67	7.11	6.15	5.14	4.14	3.56
Invesco Government and Agency Portfolio	17.70	13.91	2.38	2.06	1.72	1.38	1.19
Invesco Stable Value Separate Account	35.34	27.77	4.72	4.09	3.42	2.76	2.37

Current allocations may differ. Holdings are subject to change and are not buy/sell recommendations. May not equal 100% due to rounding.

Asset allocation percentages apply to all unit classes of the respective portfolios. Effective on or about June 25, 2021, Class RA and Class RZ units are closed to new investors. Existing Account Owners holding Class RA and Class RZ units are permitted to make additional investments in those classes, respectively. See the Program Description for more information.

Investment results (continued)

Average annual total returns (%) as of June 30, 2024
Class RZ unit performance. Inception*

	Benchmark Indexes											
	Invesco CollegeBound 2035-2036 Portfolio		Invesco CollegeBound 2037-2038 Portfolio		Invesco CollegeBound 2039-2040 Portfolio				Bloomberg U.S. Aggregate Bond Index	MSCI EAFE Index	Russell 1000 Value Index	Bloomberg 3-Month Treasury Bellwether Index
Expense ratio (%)	0.19		0.19		0.19		-		-	-	-	-
Period	Load	NAV	Load	NAV	Load	NAV	Load	NAV				
Inception	6.34	6.51	6.09	6.09	8.18	8.53	-	-	-	-	-	-
5 Years	5.73	6.00	6.07	6.33	-	-	-	-	-0.23	6.46	9.01	2.20
3 Years	0.92	1.35	1.03	1.45	1.27	1.70	-	-	-3.02	2.89	5.52	3.10
1 Year	10.12	11.53	10.74	12.14	11.26	12.69	-	-	2.63	11.54	13.06	5.46
Quarter	-1.08	0.18	-1.18	0.07	-1.34	-0.07	-	-	0.07	-0.42	-2.17	1.33

The performance quoted is past performance and is not a guarantee of future results. Investment returns and principal value of an investment will fluctuate so that an account owner's units, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data shown. For up-to-date month-end performance information please call 877 615 4116, or visit collegebound529.com. Performance figures reflect reinvested distributions of the underlying securities and changes in net asset value (NAV). Class RZ unit performance at load is shown as the max load of 4.00%. Performance shown at NAV for Class RZ units does not include applicable front-end sales charges, which would have reduced the performance. Returns less than one year are cumulative; all others are annualized. Index returns do not reflect any fees, expenses, or sales charges.

*The inception date is July 8, 2016 for Invesco CollegeBound Today Portfolio, Invesco CollegeBound 2021-2022 Portfolio, Invesco CollegeBound 2023-2024 Portfolio, Invesco CollegeBound 2025-2026 Portfolio, Invesco CollegeBound 2027-2028 Portfolio, Invesco CollegeBound 2029-2030 Portfolio, Invesco CollegeBound 2031-2032 Portfolio, Invesco CollegeBound 2033-2034 Portfolio and Invesco CollegeBound 2035-2036 Portfolio. The inception date is July 31, 2018 for the Invesco CollegeBound 2037-2038 Portfolio. The inception date is June 29, 2020 for the Invesco CollegeBound 2039-2040 Portfolio.

Expense ratios shown are the total annual asset-based fees per the current Program Description. See Program Description for more information.

Index sources: Invesco, FactSet Research Systems, Inc.

Age-based portfolio asset allocations (% of total net assets) (continued)

Asset category/product name	Invesco CollegeBound 2035-2036 Portfolio	Invesco CollegeBound 2037-2038 Portfolio	Invesco CollegeBound 2039-2040 Portfolio
US equities	42.23	47.55	53.22
Invesco Discovery Mid Cap Growth Fund	4.59	5.35	6.13
Invesco Main Street Small Cap Fund	3.06	3.89	4.59
Invesco PureBeta MSCI USA ETF	13.25	13.83	14.93
Invesco S&P 500 High Dividend Low Volatility ETF	2.13	2.40	2.68
Invesco S&P 500 Pure Growth ETF	13.78	15.84	17.85
Invesco S&P 500 Pure Value ETF	5.42	6.23	7.04
Global equities	24.42	27.83	30.97
Invesco Developing Markets Fund	3.77	4.39	4.84
Invesco Global Real Estate Income Fund	1.62	1.92	2.26
Invesco Oppenheimer International Growth Fund	7.86	9.21	10.20
Invesco S&P Emerging Markets Low Volatility ETF	2.69	3.11	3.39
Invesco S&P International Developed Low Volatility ETF	8.48	9.21	10.29
Fixed Income	31.13	24.62	15.81
Invesco Core Plus Bond Fund	9.95	7.31	4.64
Invesco Floating Rate ESG Fund	3.95	3.10	1.59
Invesco Fundamental High Yield Corporate Bond ETF	3.93	3.20	2.12
Invesco Short Duration Inflation Protected Fund	2.48	1.86	1.04
Invesco Short Term Bond Fund	5.94	4.51	2.93
Invesco Taxable Municipal Bond	4.88	4.66	3.48
Capital preservation	2.22	0.00	0.00
Invesco Government and Agency Portfolio	0.74	0.00	0.00
Invesco Stable Value Separate Account	1.48	0.00	0.00

Current allocations may differ. Holdings are subject to change and are not buy/sell recommendations. May not equal 100% due to rounding.

Asset allocation percentages apply to all unit classes of the respective portfolios. Effective on or about June 25, 2021, Class RA and Class RZ units are closed to new investors. Existing Account Owners holding Class RA and Class RZ units are permitted to make additional investments in those classes, respectively. See the Program Description for more information.

Asset allocation/diversification does not guarantee a profit or eliminate the risk of loss.

A target date portfolio identifies a specific time at which investors are expected to begin making withdrawals. The principal value of the portfolio is not guaranteed at any time, including at the target date.

Invesco CollegeBound 529 age-based portfolios utilize custom benchmarks, which are comprised of the following indexes: Bloomberg U.S. Aggregate Bond Index is an unmanaged index considered representative of the U.S. investment-grade, fixed-rate bond market. MSCI EAFE Index is an unmanaged index considered representative of stocks of Europe, Australasia and the Far East. The index is computed using the net return, which withholds applicable taxes for non-resident investors. Russell 1000 Index is an unmanaged index 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 Bloomberg U.S. Treasury Bellwethers (3M) Index measures the performance of treasury bills with maturities of less than three months. An investment cannot be made into an index.

About risk

The portfolio is subject to the risks of the underlying investments. Market fluctuations may change the target weightings in the underlying investments and certain factors may cause the fund to withdraw its investments therein at a disadvantageous time.

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

An issuer may be unable to meet interest and/or principal payments, thereby causing its instruments to decrease in value and lowering the issuer's credit rating.

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.

Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa.

There are risks that a wrap contract issuer may default which could result in loss of principal. Cost incurred to buy wrap contracts reduces Portfolio performance. New wrap contracts may have less

favorable terms or higher costs. Poor market value performance may lead to constrained Portfolio investments and reduce performance. Termination of a wrap contract could result in loss of book value coverage.

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

FOR RHODE ISLAND INVESTOR USE ONLY

Before you invest, consider whether your or the beneficiary's home state offers any state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in that state's qualified tuition program.

For more information about CollegeBound 529, contact your financial advisor, call 877-615-4116, or visit www.collegebound529.com to obtain a Program Description, which includes investment objectives, risks, charges, expenses, and other important information; read and consider it carefully before investing. Invesco Distributors, Inc. is the distributor of CollegeBound 529.

Note: Not all products available at all firms. Advisors, please contact your home office. All data provided by Invesco unless otherwise noted.