



Invesco Diversified Dividend Portfolio

Quarterly Performance Commentary

CUSIPS: RZ:76222X505 RA:76222X406

Investment objective

The portfolio seeks long-term growth of capital and, secondarily, current income.

Portfolio management

Peter Santoro, Caroline Le Feuvre, Craig Leopold, Chris McMeans

Management is that of the underlying fund.

Portfolio information

Total net assets \$136,753,816

Total number of holdings 72

Holdings shown are that of the underlying fund.

Top equity holdings	% of total net assets
Chevron Corp	3.33
JPMorgan Chase & Co	3.02
Walmart Inc	2.65
Merck & Co Inc	2.38
Johnson & Johnson	2.36
Morgan Stanley	2.30
Phillip Morris International Inc	2.25
ConocoPhillips	2.18
Microsoft Corp	2.16
Becton Dickinson & Co	2.03

Holdings are that of the underlying fund, subject to change and are not buy/sell recommendations.

Top contributors	% of total net assets
1. Prologis Inc.	1.59
2. Microsoft Corp.	2.16
3. Morgan Stanley	2.30
4. JPMorgan Chase & Co.	3.02
5. Charles Schwab Corp.	1.46

Data shown is that of the underlying fund.

Top detractors	% of total net assets
1. Chevron Corp.	3.33
2. Marathon Oil Corp.	1.21
3. Becton Dickinson	2.03
4. Dominion Energy Inc.	0.00
5. ConocoPhillips	2.18

Data shown is that of the underlying fund.

Portfolio commentary provided is based on the underlying fund.

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

Market overview

- US equity markets posted gains in the fourth quarter as investors appeared to anticipate the potential end of US Federal Reserve interest rate hikes. Sector performance within the Russell 1000 Value Index was mostly positive. Energy was the only sector to decline for the quarter, while real estate, financials and IT posted the largest gains.
- Though the market has been at a crossroads due to macroeconomic events, including high interest rates, inflation, geopolitical risk and China's disappointing GDP growth, the driving principles of our investment process remain rooted in a total return approach that seeks to deliver appreciation, income and preservation over a full market cycle.
- No matter the backdrop, we focus on companies generating attractive free cash flow and we analyze their drivers and ability to support future dividend growth, as well as their balance sheet strength and flexibility.
- We continue to emphasize the growth and sustainability of a company's dividend as we believe companies with these characteristics have historically outperformed over a full market cycle.
- We believe investors may place greater focus on dividend paying stocks in 2024. Historically, dividends have accounted for a larger part of total return than they have in the last decade due to outsized price gains (Source: Ned Davis Research). If we enter a period of more normal returns, we believe dividends should make up a much larger portion of total return.

Performance highlights

- The portfolio's Class A units at net asset value (NAV) outperformed its benchmark for the quarter. (Please see the investment results table on page 2 for portfolio and index performance.)
- The financials sector was the largest positive contributor to absolute performance, while energy was the only detractor from absolute return. Good stock selection in financials and IT added the most to relative return for the quarter. Stock selection in consumer discretionary and health care detracted the most from relative return.

Contributors to performance

- **Prologis:** We purchased shares of this leading real estate investment trust (REIT) during the quarter. Shares rose along with the real estate sector in general as the sector benefited from a drop in long-term Treasury yields.
- **Microsoft:** Shares rose after management reported strong results for the quarter ended September 30, 2023. Microsoft also continued to benefit from apparent investor excitement about how artificial intelligence could supplement its already robust technology platform.
- **Morgan Stanley:** We initiated a position in this leading global investment bank and wealth management firm during the quarter. Shares rose along with financial stocks in general.

Detractors from performance

- **Chevron:** Shares fell along with the energy sector in general as oil prices declined. While management also released disappointing third quarter results, we believe many of the headwinds were caused by timing issues that will likely be resolved in the fourth quarter.
- **Marathon Oil:** Shares of this independent energy exploration and production company fell along with the energy sector.
- **Becton Dickinson & Company:** Shares of the world's largest manufacturer and distributor of medical surgical products fell after management lowered guidance for fiscal year 2024. We took advantage of this short-term weakness and added to position during the quarter.

Positioning and outlook

- We took advantage of market volatility during the quarter to initiate 10 new positions across various sectors and to sell nine positions. We opportunistically added to some existing positions and decreased weights in others.
- The portfolio's sector exposure compared to the Russell 1000 Value Index has remained generally balanced. The largest overweights were in consumer staples and utilities. The largest underweights were in real estate and industrials. International exposure was about 8% and cash was about 1.9% at quarter end.
- In an environment characterized by high uncertainty and the possibility of more muted or even negative returns, we believe investors will place greater emphasis on companies with stable dividends.

Investment results				
Average annual total returns (%) as of Dec. 31, 2023				
	Class RZ units		Class RA units	Style-Specific Index
	Inception: 07/08/16		Inception: 07/08/16	
Period	Max Load 1.25%	NAV	NAV	Russell 1000 Value Index
Inception	6.82	7.41	7.15	-
5 Years	9.25	10.14	9.89	10.91
3 Years	7.24	8.70	8.45	8.86
1 Year	4.72	9.07	8.83	11.46
Quarter	5.37	9.78	9.69	9.50

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 security and changes in net asset value (NAV). Performance shown at NAV for Class RZ units does not include applicable front-end sales charges, which would have reduced the performance. Class RA units have no sales charge; therefore, performance is at NAV. Returns less than one year are cumulative; all others are annualized. Index returns do not reflect any fees, expenses, or sales charges.

Index source: FactSet Research Systems Inc.

Asset mix (%)		Expense ratios (%)	
Dom Common Stock	89.77	Class RZ units	0.46
Intl Common Stock	8.27	Class RA units	0.71
Cash	1.96	Total annual asset-based fee per the current Program Description.	

Data shown is that of the underlying fund.

Equity sector breakdown	(% of total net assets)
Financials	20.50
Health Care	15.30
Industrials	12.30
Consumer Staples	11.00
IT	8.80
Energy	7.50
Utilities	6.60
Consumer Discretionary	5.80
Communication Services	3.90
Materials	3.80
Real Estate	2.50

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For more information you can visit us at collegebound529.com

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

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.

The underlying fund holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and service mark of MSCI Inc. and Standard & Poor's.

The Russell 1000® Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 1000 Value Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. An investment cannot be made directly in an index.

The S&P 500® Index is an unmanaged index considered representative of the US stock market. An investment cannot be made directly in an index.

About risk

Risks of the Underlying Holding

The risks of investing in securities of foreign issuers can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues.

A value style of investing is subject to the risk that the valuations never improve or that the returns will trail other styles of investing or the overall stock markets.

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.

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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.

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