



Invesco Conservative Allocation Fund

Quarterly Performance Commentary

Nasdaq: A: CAAMX C: CACMX Y: CAAYX S: CMASX

Investment objective

The fund seeks total return consistent with a lower level of risk relative to the broad stock market.

Portfolio management

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Portfolio information

Total Net Assets	\$292,830,441
Total Number of Holdings	20

Top contributors

% of total net assets

1. Invesco High Yield Fund	7.51
2. Invesco Core Plus Bond Fund	17.97
3. Invesco Global Real Estate Income Fund	2.99
4. Invesco International Growth Fund	2.99
5. Invesco Russell Top 200 Pure Growth ETF	3.53

Top detractors

% of total net assets

1. Invesco Diversified Dividend Fund	7.02
2. Invesco Global Targeted Returns Fund	3.47
3. Invesco Short Duration Inflation Protected Fund	5.16
4. Invesco Growth and Income Fund	4.44
5. Invesco Short Term Bond Fund	5.93

Market overview

- Following a sharp selloff late last year, global equities rebounded in the first quarter of 2019, fueled by accommodative central bank policy and potential for a US/China trade deal. Central bank policy provided support for equities and fixed income, even as global economic growth appeared to slow. In January, China's central bank initiated a stimulus program to counteract its slowing economy, while the European Central Bank and US Federal Reserve later indicated they would not raise interest rates for the remainder of 2019. Lack of consensus on a deal for the UK's withdrawal from the European Union prompted additional concerns for UK and Eurozone economies, though equity markets across the region posted gains. US and Chinese equities also delivered robust gains. Both emerging and developed markets had positive returns for the quarter. Among alternative investments, global real estate investment trusts (REITs) were strong performers, as were most commodities. Against this backdrop, the MSCI AC World Index returned 12.18%.
- Government bond yields fell during the quarter, with the yield on the 10-Year US Treasury dropping to 2.4%. Global investment grade corporate bonds posted positive returns, but were outpaced by global high-yield bonds. Bonds with long durations outperformed shorter duration bonds during the quarter.

Performance highlights

- The fund's Class A shares at net asset value (NAV) posted a positive return and outperformed the fund's custom style-specific benchmark. (Please see the investment results table on page 2 for fund and index performance.)
- The fund's performance during the quarter is attributable to results of the underlying affiliated funds and strategies, which seek to provide access to a wide array of asset classes and styles including stocks, bonds and alternatives, through actively managed mutual funds and smart beta exchange-traded funds.

Contributors to performance

- From an asset allocation perspective, an underweight in fixed income was the leading contributor to relative performance. Invesco High Yield Fund was the leading individual contributor to relative results, as high-yield bonds outperformed other broad fixed income assets during the quarter. Invesco Core Plus Bond Fund was another notable contributor to relative results. The fund's alternative asset exposure also added to relative return, led by Invesco Global Real Estate Income Fund, which benefited from the strong performance of global REITs.

Detractors from performance

- Although the majority of the fund's underlying holdings posted positive returns and added to absolute performance, the fund's equity underweight detracted from relative return. The fund's value factor equity holdings were the most significant individual detractors, led by Invesco Diversified Dividend Fund. Invesco Global Targeted Returns Fund also detracted from relative results, posting a positive return, but underperforming the fund's style-specific benchmark.

Positioning and outlook

- The fund represents a long-term strategic allocation across asset classes, seeking a total return consistent with a lower level of risk relative to the broad market. The fund targets an allocation of 20%-50% of its total assets in underlying funds that invest primarily in equities (10%-25% in international equities), 50%-70% in underlying funds that invest primarily in fixed income, and approximately 5%-20% of its total assets in alternative asset classes.
- Global growth appears likely to continue its modest deceleration in the shorter term. In this environment, we expect continued volatility as the geopolitical situation remains unpredictable, but anticipate an upward bias for risk assets due to central banks' accommodative monetary policies. We expect stock market leadership to shift among various factors and regions throughout the year and also anticipate that market sentiment will oscillate between embracing risk and avoiding risk during the year. This is an environment where broad diversification is highly recommended.

Investment results							
Average annual total returns (%) as of March 31, 2019							
Period	Class A Shares		Class C Shares		Class Y Shares	Class S Shares	Style-Specific Index
	Inception: 04/29/05	NAV	Inception: 04/29/05	NAV	Inception: 10/03/08	Inception: 06/03/11	
	Max Load		Max CDSC				Custom Invesco Conservative Allocation Index
Inception	3.93	4.35	3.82	3.82	5.57	-	-
10 Years	6.26	6.87	6.07	6.07	7.12	6.95	7.62
5 Years	2.02	3.19	2.40	2.40	3.43	3.27	4.50
3 Years	2.93	4.89	4.10	4.10	5.12	4.96	5.20
1 Year	-2.52	3.18	1.33	2.32	3.35	3.20	4.34
Quarter	1.03	6.89	5.66	6.66	6.87	6.81	6.18

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invesco.com/performance for the most recent month-end performance. Performance figures reflect reinvested distributions and changes in net asset value (NAV). Investment return and principal value will vary, and you may have a gain or a loss when you sell shares. No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C shares following one year from the date shares were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. Class Y shares have no sales charge; therefore, performance is at NAV. Class S shares have no sales charge; therefore, performance is at NAV. Performance shown prior to the inception date of Class S shares is that of Class A shares and includes the 12b-1 fees applicable to Class A shares. Returns less than one year are cumulative; all others are annualized. Fund performance reflects any applicable fee waivers and/or expense reimbursements. Had the adviser not waived fees and/or reimbursed expenses currently or in the past, returns would have been lower. See current prospectus for more information. Index returns do not reflect any fees, expenses, or sales charges.

Index sources: Invesco, FactSet Research Systems Inc.

Asset allocation (%)	
Fixed Income	59.59
Equity	30.01
Alternative	9.95
Cash	0.45

Current allocations may differ

Expense ratios	% net	% total
Class A Shares	1.06	1.06
Class C Shares	1.81	1.81
Class Y Shares	0.81	0.81
Class S Shares	0.96	0.96

Per the current prospectus
Net and Total = The expense ratio includes acquired fund fees and expenses of 0.53% for the underlying funds.

Fund holdings	% of total net assets
Invesco Core Plus Bond Fund	17.97
Invesco High Yield Fund	7.51
Invesco Diversified Dividend Fund	7.00
Invesco Quality Income Fund	6.96
Invesco Short Term Bond Fund	5.93
Invesco Equally-Weighted S&P 500 Fund	5.52
Invesco Short Duration Inflation Protected Fund	5.16
Invesco Growth and Income Fund	4.44
Invesco 1-30 Laddered Treasury ETF	4.21
Invesco Floating Rate Fund	3.96
Invesco International Growth Fund	3.55
Invesco Russell Top 200 Pure Growth ETF	3.53
Invesco Balanced-Risk Allocation Fund	3.49
Invesco Global Targeted Returns Fund	3.47
Invesco FTSE RAFI Developed Markets ex-U.S. ETF	3.44
Invesco Variable Rate Investment Grade ETF	3.40
Invesco Global Real Estate Income Fund	2.99
Invesco Emerging Markets Flexible Bond Fund	2.99
Invesco American Franchise Fund	2.53
Invesco Emerging Markets Sovereign Debt ETF	1.50

Total may not equal 100% due to rounding.

For more information you can visit us at www.invesco.com/us

Class Y shares and Class S shares are available only to certain investors. See the prospectus for more information.

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

The equity sector breakdown doesn't account for holdings of Invesco Balanced-Risk Allocation Fund.

The 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.

Duration measures a bond fund's price sensitivity to changes in interest rates, taking into account mortgage prepayments, puts, adjustable coupons and potential call dates.

Beta is a measure of risk representing how a security is expected to respond to general market movements. 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 cap-weighted benchmarks and increase portfolio risk.

The Custom Invesco Conservative Allocation Index, created by Invesco to serve as a benchmark for the Invesco Conservative Allocation Fund, is composed of the following indexes: Russell 3000® Index, the MSCI EAFE® Index and the Bloomberg Barclays U.S. Aggregate Bond Index. The index composition may change based on the fund's target asset allocation. Therefore, the current index composition doesn't reflect its historical composition and will likely be altered in the future to better reflect fund's objective. The Russell 3000 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.

The MSCI All Country (AC) World ex-US Index is an index considered representative of developed and emerging market stock markets, excluding the US. The index is computed using the net return, which withholds applicable taxes for non-resident investors. An investment cannot be made directly in an index.

About risk

Commodities may subject an investor to greater volatility than traditional securities such as stocks and bonds and can fluctuate significantly based on weather, political, tax, and other regulatory and market developments.

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.

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

The fund is subject to the risks of the underlying funds. Market fluctuations may change the target

weightings in the underlying funds and certain factors may cause the fund to withdraw its investments therein at a disadvantageous time.

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

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

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

Before investing, investors should carefully read the prospectus and/or summary prospectus and carefully consider the investment objectives, risks, charges and expenses. For this and more complete information about the fund(s), investors should ask their advisors for a prospectus/summary prospectus or visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus).

This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions.

Note: Not all products available at all firms. Advisors, please contact your home office.

The opinions expressed are those of the fund's portfolio management, are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals. Holdings are subject to change and are not buy/sell recommendations.

All data provided by Invesco unless otherwise noted.