



Invesco Balanced-Risk Commodity Strategy Fund

Quarterly Performance Commentary

Nasdaq: A: BRCA X C: BRCC X Y: BRCY X

Investment Objective

The fund seeks to provide total return.

Portfolio Management

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Portfolio Information

Total Net Assets	\$697,252,164
Distribution Frequency	Annually

Gross Performance Attribution

	Quarter	Since Dec. 1, 2010 (Annualized)
Precious Metals	2.88%	-0.88%
Agriculture	7.44%	0.53%
Energy	3.61%	-2.35%
Industrial Metals	0.79%	-1.82%
Active Positioning	-1.08%	-0.12%
Cash	0.08%	0.11%
Total	13.72%	-4.53%

Returns are gross of fund expenses; net returns will be lower. Cash represents fund collateral used to support derivative positions.

Risk Positioning

	Strategic Position	Tactical Position
Precious Metals	25%	Overweight
Agriculture	25%	Overweight
Energy	25%	Underweight
Industrial Metals	25%	Underweight

The fund's strategic allocation targets an equal risk contribution within and across each of the portfolio's four commodity complexes to the overall portfolio risk. Tactical positioning, which is applied monthly, seeks to overweight, underweight or maintain those strategic positions depending on a select group of factors such as supply and demand, the current economic environment and short- and intermediate-term price movements.

Market overview

- Commodities registered double-digit gains and had their best quarter since 2010, as measured by the Bloomberg Commodity Index. All four commodity sub-complexes benefited from the rally, with agriculture, energy and precious metals delivering the largest gains. Multiple individual commodities had gains in excess of 20%, including soybeans, soymeal, sugar, natural gas, Brent crude and heating oil, while silver just missed the mark. Weather led to fears of supply shocks in agriculture, while energy was lifted by speculation that supply disruptions and production cuts would reduce excess inventories. Precious metals rallied most in June, spurred by the Federal Reserve's deferral of a second interest rate increase and the UK's vote to leave the European Union.

Performance

- The fund's Class A shares at net asset value (NAV) outperformed its benchmark, primarily due to strategic overweight positions within agriculture and an overall strategic overweight in precious metals. (Please see the investment results table on page 2 for fund and index performance.)
- Agricultural commodities led the way for the fund as challenging weather conditions negatively affected crop yield estimates at a time when demand remains high. Heavy rains in Argentina reduced both the size and quality of the soybean harvest, which caused soymeal to finish the quarter as the number one performing commodity in our universe with a gain of 50%. Sugar also rallied due to heavy rain in Brazil and strengthening of the country's currency.
- Energy commodities also continued to recover, largely on expectations for better matching of supply and demand due to supply shocks, including Canadian wildfires, Nigerian rebel activity and Venezuela's economic crisis, which all took oil production off line. Natural gas finished with strong gains as hot weather increased demand and lowered expectations for rising inventory levels.
- Precious metals, especially silver, benefited from safe haven demand as investors became more risk averse in response to the Brexit results and the belief that central banks would be hard pressed to raise policy rates. Industrial metals managed gains despite a small loss in copper as China's economic data came in better than feared.
- The fund's tactical exposure detracted slightly from results due to an underweight and tactical short positions in industrial metals. Tactical positioning in precious metals added to results due to overweights in gold and silver. Tactical agriculture positioning was positive, primarily due to overweights in sugar and soymeal. Tactical energy positioning detracted due to an underweight in natural gas.

Positioning and outlook

- The first half of 2016 demonstrated how quickly asset class performance can change and highlighted the benefits of diversification through commodities exposure. The fund returns to a more favorable allocation as trend factors improved during June. Within energy, natural gas remains at a neutral weighting and unleaded gas remains underweight, while other energy exposures have moved from underweight to overweight. The precious metals positioning has gold with a larger overweight and silver moving from underweight to overweight. In industrial metals, both copper and aluminum moved from underweight to overweight. We removed the tactical short in nickel and added a tactical long in zinc. In agriculture, soymeal and sugar overweights increased, while coffee and soybeans moved from underweight to overweight.

Investment Results						
Average Annual Total Returns (%) as of June 30, 2016						
Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 11/30/10	NAV	Inception: 11/30/10	NAV	Inception: 11/30/10	
	Max Load	NAV	Max CDSC	NAV	NAV	Bloomberg Commodity Index
Inception	-6.72	-5.77	-6.49	-6.49	-5.49	-
5 Years	-9.07	-8.04	-8.74	-8.74	-7.77	-10.82
3 Years	-7.77	-6.00	-6.73	-6.73	-5.77	-10.55
1 Year	-7.21	-1.80	-3.69	-2.71	-1.64	-13.32
Quarter	7.11	13.28	11.93	12.93	13.23	12.78

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. 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 source: Bloomberg L.P.

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

Class Y 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.

Safe haven assets are an investment that is expected to retain its value or even increase its value in times of market turbulence. Safe haven assets do not imply risk-free investments.

The Bloomberg Commodity Index is designed to be a liquid and diversified benchmark for the commodity futures market. It is a rolling index composed of futures contracts on 19 physical commodities traded on US exchanges. The index was known as the Dow Jones UBS Commodity Index Total ReturnSM prior to July 1, 2014. An investment cannot be made directly in an index.

Expense Ratios	% Net	% Total
Class A Shares	1.60	1.64
Class C Shares	2.35	2.39
Class Y Shares	1.35	1.39

Per the current prospectus
Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least June 30, 2017. See current prospectus for more information.

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.

Commodity-linked notes may involve substantial risks, including risk of loss of a significant portion of principal and risks resulting from lack of a secondary trading market, temporary price distortions, and counterparty risk.

Changes in the value of two investments or asset classes may not track or offset each other in the manner anticipated by the portfolio managers, which may inhibit their risk allocation process from achieving its investment objective.

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.

An investment in exchange-traded funds (ETFs) may trade at a discount to net asset value, fail to develop an active trading market, halt trading on the listing exchange, fail to track the referenced index, or hold troubled securities. ETFs may involve duplication of management fees and certain other expenses. Certain of the ETFs the fund invests in are leveraged, which can magnify any losses on those investments.

Exchange-traded notes (ETNs) are subject to credit risk of the issuer, and the value of the ETN may drop due to a downgrade in the issuer's credit rating, despite the underlying market benchmark or strategy

remaining unchanged.

Short sales may cause an investor to repurchase a security at a higher price, causing a loss. As there is no limit on how much the price of the security can increase, exposure to potential loss is unlimited.

By investing in the subsidiary, the fund is indirectly exposed to risks associated with the subsidiary's investments, including derivatives and commodities. Because the subsidiary is not registered under the Investment Company Act of 1940, the fund will not have the protections offered to investors in US registered investment companies.

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).

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.