



Invesco Global Small & Mid Cap Growth Fund

Quarterly Performance Commentary

Nasdaq: A: AGAAX C: AGACX Y: AGAYX

Investment objective

The fund seeks long-term growth of capital.

Portfolio management

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Portfolio information

Total Net Assets	\$449,576,889
Total Number of Holdings	86

Top holdings

% of total net assets

DCC	5.37
MorphoSys	2.62
Deutsche Boerse	2.59
HomeServe	2.57
Fairfax Financial	2.26
Onex	2.24
Hongkong Land	2.15
B3	1.93
Informa	1.83
IHS Markit	1.82

Top contributors

% of total net assets

1. B3	1.93
2. Fondul Proprietatea	1.42
3. HomeServe	2.57
4. Deutsche Boerse	2.59
5. Grupo Aeroportuario del Pacifico	1.71

Top detractors

% of total net assets

1. Peyto Exploration & Development	0.42
2. Celestica	0.84
3. Hongkong Land Holdings	2.15
4. Gran Tierra Energy	0.40
5. Tupras Petrol Rafinerileri	1.36

Market overview

- After a relatively calm start to 2019, global equity markets faced greater volatility in the second quarter, hampered by lingering US/China trade issues, potential for new tariffs and slowing global growth.
- Global equity markets, particularly China, declined sharply in May, ending a four-month rally. Trade and tariff issues, which were not limited to the US and China, clouded the outlook for many global economies. Disagreement within the UK about its withdrawal from the European Union increased uncertainty for the UK and Eurozone economies.
- Following better performance in June, most global equity markets managed modest positive returns for the second quarter, with developed markets generally outperforming emerging markets. China was an exception, declining during the second quarter.

Performance highlights

- Invesco Global Small & Mid Cap Growth Fund Class A shares at net asset value (NAV) had a positive return for the quarter and outperformed the MSCI All Country World Small Mid Growth Index. (Please see the investment results table on page 2 for fund and index performance.)

Contributors to performance

- At the sector level, holdings in the financials and consumer discretionary sectors outperformed those of the benchmark index and contributed to relative performance. An overweight in financials and an underweight in consumer discretionary added to relative return as well.
- Geographically, stock selection in the US and an underweight in Japan were among the largest contributors to relative return. An overweight in the rising Brazil market also added to relative results.
- **B3** was the fund's largest individual contributor during the quarter. Brazil's economic recovery and the potential for more fiscal discipline under new President Jair Bolsonaro has led to a better market environment. As the investment climate improves, **B3** benefits from increased trading volumes in its equities and fixed income businesses.

Detractors from performance

- Stock selection and an overweight in energy was the largest detractor from relative performance.
- Security selection in the information technology sector negatively affected relative return.
- Geographically, the fund's holdings in Canada underperformed those of the benchmark index and detracted from relative return. Stock selection in France also detracted from relative performance.
- Canada-based energy company **Peyto Exploration & Development** was the fund's largest individual detractor during the quarter. One of the lowest cost gas producers in North America, **Peyto**, along with other Canadian natural gas companies, faced headwinds during the quarter due to low commodity prices.

Positioning and outlook

- The team initiated several new positions in the quarter, including **IHS Markit**, **Expedia** and **NCR** (1.82%, 1.53% and 1.41% of total net assets, respectively). We liquidated several positions, including **Cheniere Energy**, **Zoetis**, **Israel Discount Bank** and **Guidewire Software** (all 0.00% of total net assets).
- Since mid-June 2018, investors have generally shifted their focus away from richly valued momentum growth stocks, focusing instead on fundamentals, valuation and risk. The investment team hopes the broadening in investor focus that has occurred in the last year will persist and develop into a more prolonged period of market rotation. In an environment where US growth might be peaking and volatility continues, the team believes its quality growth style may be moving back into favor.
- Regardless of the macroeconomic environment, the team remains focused on applying its well-established, long-term, bottom-up Earnings, Quality, Value (EQV) investment process that seeks to identify attractively valued, high-quality growth companies.

Investment results

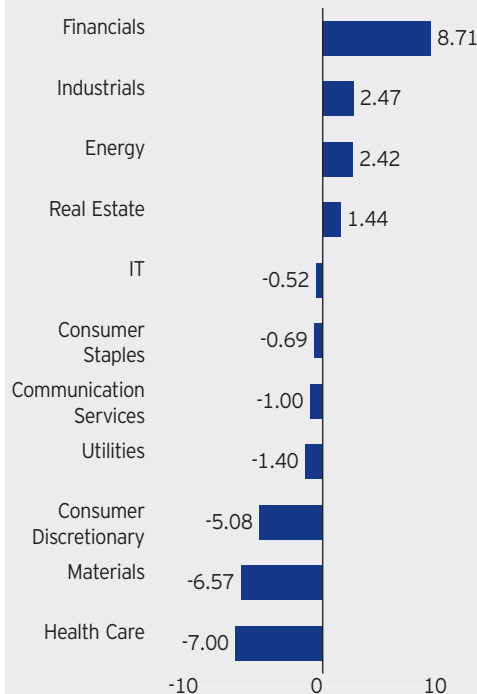
Average annual total returns (%) as of June 30, 2019

Period	Class A Shares Inception: 09/15/94		Class C Shares Inception: 08/04/97		Class Y Shares Inception: 10/03/08	Style-Specific Index MSCI AC World Small Mid Growth Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	
Inception	7.71	7.96	5.69	5.69	8.59	-
10 Years	9.11	9.73	8.91	8.91	10.00	11.66
5 Years	2.01	3.17	2.40	2.40	3.43	6.39
3 Years	6.13	8.16	7.36	7.36	8.44	11.24
1 Year	-3.38	2.26	0.62	1.50	2.53	1.46
Quarter	-1.17	4.56	3.35	4.35	4.67	4.21

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: FactSet Research Systems Inc.

The fund's positioning versus the MSCI AC World Small Mid Growth Index (% underweight/overweight)



Asset mix (%)

Dom Common Stock	38.19
Intl Common Stock	56.01
Cash	6.00
Other	-0.20

A negative in Cash or Other, as of the date shown, is normally due to fund activity that has accrued or is pending settlement.

Expense ratios

	% net	% total
Class A Shares	1.36	1.37
Class C Shares	2.11	2.12
Class Y Shares	1.11	1.12

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, 2020. See current prospectus for more information.

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

GDP is the monetary value of all the finished goods and services produced within a country's borders in a specific time period, though GDP is usually calculated on an annual basis. It includes all of private and public consumption, government outlays, investments and exports less imports that occur within a defined territory.

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.

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.

EQV stands for earnings, quality and valuation. Our investment process looks for companies with strong Earnings growth, they must be Quality companies that can sustain those earnings and these companies need to have attractive Valuations.

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 Small Mid Growth Index is a free float-adjusted market capitalization weighted index that is designed to measure small and mid-cap growth securities in developed and emerging markets. An investment cannot be made directly in an index.

About risk

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,

including emerging markets, can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues.

Growth stocks tend to be more sensitive to changes in their earnings and can be more volatile.

Stocks of small and mid-sized companies tend to be

more vulnerable to adverse developments, may be more volatile, and may be illiquid or restricted as to resale.

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.