



Invesco Global Market Neutral Fund

Quarterly Performance Commentary

Nasdaq: A: MKNAX C: MKNCX Y: MKNYX

Investment objective

The fund seeks to provide a positive return over a full market cycle from a broadly diversified portfolio of stocks while seeking to limit exposure to the general risks associated with stock market investing.

Portfolio management

Michael Abata, Nils Huter, Robert Nakouzi

Portfolio information

Total Net Assets	\$8,306,512
Total Number of Holdings	299

Portfolio composition (% of total net assets)

Percentage of Net Asset (Long)	92.50
Percentage of Net Asset (Short)	92.50
Gross Exposure (Long + Short)	185.00
Net Exposure (Long - Short)	0.00

Gross Exposure represents the absolute exposure of the fund to long and short holdings combined.

Net Exposure represents the difference between long and short holdings exposure for the fund.

Top 5 long positions (% of total net assets)

Kirkland Lake Gold	2.18
Peugeot SA	1.94
Popular Inc	1.78
Roche Hldgs Ag	1.56
Starbucks Corp	1.17

Top 5 short positions (% of total net assets)

Toshiba Corp	-1.78
Keyence Corp	-1.46
IPG Photonics Corp	-1.35
SMC Corp	-1.33
Insulet Corp	-1.30

Market overview

- After a relatively calm start to 2019, global equities faced greater volatility in the second quarter, hampered by US/China trade issues, potential for new tariffs and slowing global growth. Global equity markets, particularly China, declined sharply in May. Trade and tariff issues clouded the outlook for many global economies. In response, the European Central Bank maintained its accommodative stance, strongly implying the possibility of future interest rate cuts or further bond purchases. The US Federal Reserve held rates steady and opened the door to rate cuts if conditions deteriorate. Disagreement within the UK about its withdrawal from the European Union increased uncertainty for UK and Eurozone economies. After better performance in June, most global equity markets managed modest positive returns for the second quarter. Developed markets generally outperformed emerging markets. China was an exception, declining about 4%. The MSCI World Index returned 4.0% for the quarter.

Performance highlights

- During the second quarter, the fund's Class A shares at net asset value (NAV) underperformed its cash benchmark. (Please see the investment results table on page 2 for fund and index performance.)
- The fund's long positions, in aggregate, declined over 0.40%, while its short positions rose 4.2%
- From a sector perspective, weakness in health care and energy was most pronounced, while results in the consumer discretionary and materials sectors offset some of the negative effect.
- The fund's exposure to Value was the main detractor for the quarter as initial strength in April weakened dramatically in May and did not recover by quarter end, resulting in negative performance for the full quarter.

Contributors to performance

- On an absolute basis, the fund's long holdings generated positive performance.
- Long holdings in financials (banks), industrials (capital goods), energy (oil and gas exploration) and real estate added to fund performance.

Detractors from performance

- In health care, both long and short holdings in the health care equipment, pharmaceutical and biotechnology industries were a drag on performance.
- Long holdings in the oil and gas exploration and the oil, gas, and consumable fuels industries declined for the quarter.
- In terms of our stock selection model, our preferred measures of Value were weak. The most attractive stocks according to our Value measures underperformed while the least attractive performed in line with the overall market.

Positioning and outlook

- The fund seeks to provide a positive return over a full market cycle from a broadly diversified portfolio of stocks, while seeking to limit exposure to the general risks associated with stock market investing. Our goal is for the fund to outperform the 90-day Treasury bill regardless of the equity market's direction.
- Stock selection is the primary source of return and risk as the fund uses offsetting long and short positions to generate return and manage risk.
- To maintain neutrality, at rebalance, the fund is dollar neutral (equivalent dollars invested long and short) and beta neutral (the long portfolio beta is close to the short portfolio beta), while both sector and industry net exposures (long minus short) are limited to +/-1%.
- At quarter end, the largest gross long and gross short sector exposures were in industrials, consumer discretionary, IT, health care and materials.
- As always, we caution investors against making investment decisions based on short-term performance and recommend that you consult a financial advisor to discuss your individual financial program.

Investment results						
Average annual total returns (%) as of June 30, 2019						
Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 12/19/13	NAV	Inception: 12/19/13	NAV	Inception: 12/19/13	
	Max Load		Max CDSC			FTSE US 3-Month Treasury Bill Index
Inception	-3.17	-2.18	-2.90	-2.90	-1.96	-
5 Years	-4.23	-3.15	-3.87	-3.87	-2.93	0.84
3 Years	-5.81	-4.01	-4.77	-4.77	-3.81	1.36
1 Year	-16.15	-11.26	-12.59	-11.92	-11.07	2.30
Quarter	-9.57	-4.27	-5.38	-4.43	-4.38	0.61

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.

Expense ratios	% net	% total
Class A Shares	1.50	3.05
Class C Shares	2.25	3.80
Class Y Shares	1.25	2.80

Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least Feb. 29, 2020 and contractual management fee waivers in effect through at least June 30, 2020. See current prospectus for more information.

Sector	Equity sector breakdown		% of total net assets	
	Long weight (%)	Short weight (%)		
Communication Services	4.25	-3.49		
Consumer Discretionary	16.57	-16.19		
Consumer Staples	3.15	-3.96		
Energy	3.81	-4.72		
Financials	4.28	-4.46		
Health Care	11.99	-11.13		
Industrials	21.08	-18.74		
Information Technology	12.56	-11.31		
Materials	11.63	-11.11		
Real Estate	3.73	-6.90		
Utilities	1.16	-1.33		

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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's equity exposures may be achieved through direct investment or through derivatives including, but not limited to, equity-related futures contracts and swap agreements, such as total return swaps. See current prospectus for more information.

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.

The FTSE US 3-Month Treasury Bill Index is an unmanaged index representative of three-month US Treasury bills. 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.

Beta (cash adjusted) is a measure of relative risk and the slope of regression.

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

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.

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.