



Invesco International Core Equity Fund

Quarterly Performance Commentary

Nasdaq: A: IBVAX C: IBVCX Investor: IIBCX Y: IBVYX

Investment objective

The fund seeks long-term growth of capital.

Portfolio management

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Portfolio information

Total Net Assets	\$77,080,509
Total Number of Holdings	57

Top holdings

% of total net assets

Royal Dutch ADR 'A'	3.87
Novartis ADR	3.31
SAP	3.29
Vivendi	2.92
Asahi	2.82
KDDI	2.79
AIA	2.77
Orix	2.72
Siemens	2.66
Nomad Foods	2.61

Top contributors

% of total net assets

1. Altran Technologies	0.00
2. SAP	3.29
3. KDDI	2.79
4. Novartis	3.31
5. Hitachi	2.41

Top detractors

% of total net assets

1. Baidu	1.03
2. Glencore	1.82
3. Umicore	1.23
4. Ryanair	1.09
5. Seven & I	1.63

Market overview

- After a relatively calm start to 2019, global equity markets 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, ending a four-month rally. 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. Similarly, the US Federal Reserve held rates steady and opened the door to rate cuts if conditions deteriorate. 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 approximately 4%. The MSCI EAFE Index returned 3.68% for the quarter.

Performance highlights

- The fund's Class A shares at net asset value (NAV) underperformed its index for the second quarter. (Please see the investment results table on page 2 for fund and index performance.)
- The largest contributors to relative return were holdings in the health care and information technology (IT) sectors where some of the portfolio's larger positions performed well. Also aiding results were select utility stocks.
- The materials, communication services and consumer staples sectors were the largest detractors from relative return. Several material holdings were affected by trade negotiations and slower economic data. Stock selection in the financial sector also detracted, as did selection in Australia and the UK.

Contributors to performance

- **Altran Technologies** received an acquisition offer from CapGemini (not a fund holding), causing the stock to rise sharply. We took this opportunity to sell the fund's position as the asymmetry has narrowed and we see better options elsewhere.
- **SAP** continued to perform very well. We believe our differentiated thesis for the stock -- that management's profit margin targets can increase 1.00% per year -- is achievable and we think the market will appreciate the longer growth and higher profitability in the business.
- **Hitachi** was another notable contributor, benefiting from continued improvement in corporate governance and the very positive asymmetry we see in the stock price.

Detractors from performance

- **Baidu** was the fund's largest detractor after company results showed that its core search business grew much slower than the market expected, which could be structural. The position is under review as we question the validity of our differentiated thesis for the stock.
- **Glencore** was affected by both trade negotiations and weaker economic data that depressed commodity prices.
- **Umicore** with its unique battery technology for Electric Vehicle cathodes is likely to be a structural winner for the auto market and global clean energy. The company issued a profit warning due to soft global demand for autos. However, we think this is a transient situation that provides an attractive entry price for long-term investors.

Positioning and outlook

- The fund is balanced and we believe it is well positioned for economic stimulus or positive trade negotiations due to its large weighting in Europe, an area that should benefit from improved global trade and global growth. Additionally, we slightly reduced the fund's beta to account for increased uncertainty in global politics, potentially providing better downside protection than in previous cycles.
- The investment team has made no material changes to the fund's overall strategy since the end of last year when the market sell off provided opportunities for us to establish positions or rotate into stocks where we had higher conviction. The investment process remains focused on the three research pillars of Durability, Asymmetry and Differentiated Thesis that guide our decision making. Given market volatility, we are finding many stocks with attractive asymmetric return profiles.

Investment results

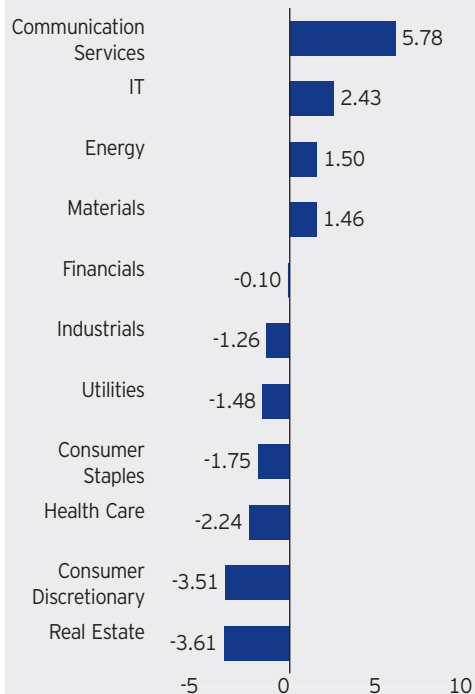
Average annual total returns (%) as of June 30, 2019

Period	Class A Shares		Class C Shares		Investor Class Shares		Class Y Shares		Style-Specific Index	MSCI EAFE Index
	Inception: 03/28/02		Inception: 02/14/00		Inception: 10/28/98		Inception: 10/03/08			
	Max Load	NAV	Max CDSC	NAV	NAV	NAV	NAV	NAV		
Inception	3.57	3.90	-	-	3.36	3.38	-	-	-	-
10 Years	3.88	4.47	3.68	3.68	4.46	4.73	6.90	6.90	6.90	6.90
5 Years	-0.18	0.95	0.18	0.18	0.94	1.18	2.25	2.25	2.25	2.25
3 Years	4.03	6.02	5.19	5.19	6.02	6.25	9.11	9.11	9.11	9.11
1 Year	-8.51	-3.16	-4.85	-3.96	-3.19	-3.00	1.08	1.08	1.08	1.08
Quarter	-2.51	3.15	1.81	2.81	3.09	3.09	3.68	3.68	3.68	3.68

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. The Investor Class shares have no sales charge; therefore, performance is at NAV. 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 EAFE Index (% underweight/overweight)



Asset mix (%)

Dom Common Stock	4.36
Intl Common Stock	92.87
Cash	3.56
Other	-0.79

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	1.12	1.67
Class C Shares	1.87	2.42
Investor Class Shares	1.12	1.67
Class Y Shares	0.87	1.42

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 Feb. 29, 2020. See current prospectus for more information.

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

Class Y shares and Investor Class 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.

The MSCI EAFE® Index is an unmanaged index considered representative of stocks of Europe, Australasia and the Far East. 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

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.

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.