



Invesco Diversified Dividend Fund

Quarterly Performance Commentary

Nasdaq: A: LCEAX C: LCEVX Investor: LCEIX Y: LCEYX

Investment objective

The fund seeks long-term growth of capital and, secondarily, current income.

Portfolio management

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Portfolio information

Total Net Assets	\$19,193,803,311
Total Number of Holdings	71

Top holdings

% of total net assets

Hartford Financial Services	3.15
General Mills	3.14
Entergy	3.00
Coca-Cola	2.82
Procter & Gamble	2.75
AT&T	2.62
Dominion Resources	2.35
Exelon	2.35
PPL	2.26
M&T Bank	2.17

Top contributors

% of total net assets

1. Hartford Financial Services	3.15
2. Flowserve	2.16
3. Coca-Cola	2.82
4. Entergy	3.00
5. AT&T	2.62

Top detractors

% of total net assets

1. Eli Lilly	1.49
2. BT Group	0.99
3. ConocoPhillips	1.38
4. Altria	0.59
5. Baker Hughes	0.83

Market overview

- Though the S&P 500 Index posted a modest gain of 4.30% for the second quarter, the US stock market experienced increased volatility. After four consecutive months of rising prices, stocks sold off in May, with the S&P 500 falling 6.58%. Bond yields and oil prices also fell as investors weighed the impact of the ongoing US/China trade war and potential for new tariffs on Mexican imports. Additionally, data showed slowing in the US and global economies. Equity markets recovered in June as the S&P 500 returned 7.05%, its best June performance since 1955. The Federal Reserve left interest rates unchanged at its June Federal Open Market Committee meeting, but signaled a less restrictive stance, leading some investors to anticipate a future rate cut. Within the S&P 500, every sector except energy posted a gain during the quarter, with materials and information technology (IT) leading the way. Though we are cognizant of the macroeconomic environment, the economic cycle is distinct from the bottom-up profit cycle, so we do not apply macroeconomic forecasts to our stock selection.

Performance highlights

- The fund's Class A shares at net asset value (NAV) posted a gain for the quarter, but slightly underperformed the Russell 1000 Value Index. (Please see the investment results table on page 2 for fund and index performance.)
- The fund's holdings in the consumer staples and financials sectors contributed the most to its absolute return. The energy and health care sectors detracted the most from absolute return for the quarter. Stock selection in consumer staples and financials and an underweight position in energy added the most to the fund's performance relative to the Russell 1000 Value Index. Stock selection, combined with an underweight in real estate also helped relative performance. Stock selection in health care and communication services detracted from performance relative to the benchmark. Stock selection and an overweight position in utilities also detracted from relative return.

Contributors to performance

- Diversified insurance company **Hartford Financial Services** was the largest individual contributor to absolute return. Shares of the company rose along with the financial sector in general during the quarter.
- Industrial company **Flowserve** and beverage company **Coca-Cola** also made significant contributions to absolute performance during the quarter.

Detractors from performance

- Drug manufacturer **Eli Lilly** was the largest detractor from absolute performance. Shares of the company declined following strong performance over the previous year.
- UK telecommunications services company **BT Group** and oil & gas exploration company **ConocoPhillips** were also among the largest detractors from absolute performance.

Positioning and outlook

- At quarter end, the fund's largest overweight positions compared to the Russell 1000 Value Index were in the consumer staples and utilities sectors, while the primary underweights were financials, health care and IT.
- The goal of our strategy has always been to provide capital appreciation with better downside preservation. This full-cycle mindset has been embedded in our investment process since the strategy's inception.
- More recently, we have placed particular emphasis on managing downside risk through sensitivity analysis of our modeled assumptions, given our belief that the profit cycle appears to be waning, valuations are extended, and narrow market conditions warrant attention.

Investment results

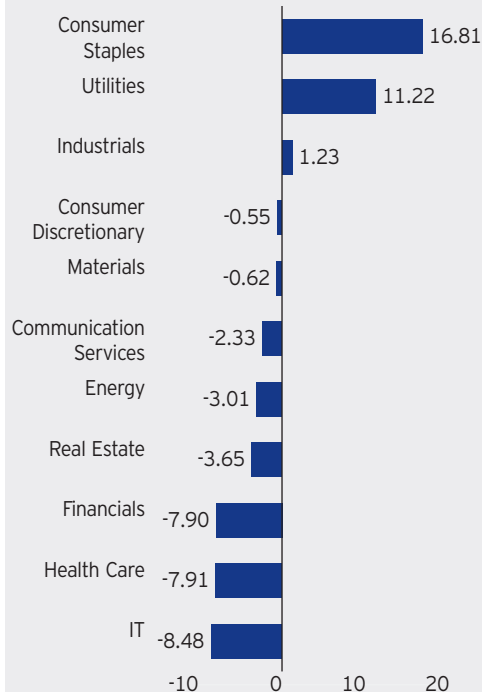
Average annual total returns (%) as of June 30, 2019

Period	Investor Class							Style-Specific Index
	Class A Shares		Class C Shares		Shares	Class Y Shares		
	Inception: 12/31/01	NAV	Inception: 12/31/01	NAV	Inception: 07/15/05	NAV	Inception: 10/03/08	
	Max Load		Max CDSC					Russell 1000 Value Index
Inception	7.31	7.65	7.23	7.23	7.71	9.89		-
10 Years	11.64	12.28	11.45	11.45	12.34	12.57		13.19
5 Years	5.63	6.82	6.03	6.03	6.88	7.10		7.46
3 Years	4.51	6.51	5.69	5.69	6.57	6.77		10.19
1 Year	2.69	8.68	6.85	7.85	8.79	9.00		8.46
Quarter	-2.40	3.28	2.08	3.08	3.30	3.40		3.84

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 Russell 1000 Value Index (% underweight/overweight)



Asset mix (%)

Dom Common Stock	76.20
Intl Common Stock	18.55
Cash	5.25
Other	0.00

Expense ratios

	% net	% total
Class A Shares	0.81	0.82
Class C Shares	1.56	1.57
Investor Class Shares	0.76	0.77
Class Y Shares	0.56	0.57

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

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 Russell 1000® Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 1000 Value 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.

About risk

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

A value style of investing is subject to the risk that

the valuations never improve or that the returns will trail other styles of investing or the overall stock markets.

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.