



Invesco Gold & Precious Metals Fund

Quarterly Performance Commentary

Nasdaq: A: IGDX C: IGDCX Investor: FGLDX Y: IGDYX

Investment objective

The fund seeks long-term growth of capital.

Portfolio management

Norman MacDonald

Portfolio information

Total Net Assets	\$202,576,890
Total Number of Holdings	41
Annual Turnover (as of 04/30/18)	20%
Distribution Frequency	Annually

Top holdings

% of total net assets

Torex Gold Resources	6.68
Newmont Mining	5.50
Agnico-Eagle Mines	4.99
Sandstorm Gold	4.83
Wheaton Precious Metals	4.59
Kinross Gold	4.56
Franco-Nevada	4.54
Continental Gold	4.45
Turquoise Hill Resources	4.35
Barrick Gold	4.34

Top contributors

% of total net assets

1. Torex Gold Resources	6.68
2. Alamos Gold	3.54
3. Continental Gold	4.45
4. Wheaton Precious Metals	4.59
5. Sandstorm Gold	4.83

Top detractors

% of total net assets

1. TMAC Resources	1.26
2. Guyana Goldfields	0.72
3. Belo Sun Mining	0.93
4. Endeavour Mining	2.13
5. B2Gold	3.20

Market overview

- Equity markets rebounded in the first quarter of 2019, fueled by optimism about a potential US/China trade deal and the Federal Reserve's indication that there would be no interest rate hikes in 2019, a surprising shift in monetary policy.
- The Fed's more accommodative stance provided a supportive environment for equities and fixed income, even as US economic data were mixed and overseas growth appeared to be slowing.
- The price of gold bullion averaged higher during the quarter at \$1,304 per troy ounce.

Performance highlights

- Invesco Gold & Precious Metals Fund Class A shares at net asset value (NAV) had a positive return and outperformed its benchmark, the Philadelphia Gold & Silver Index. (Please see the investment results table on page 2 for fund and index performance.)
- Overall, stock selection was the primary driver of relative outperformance.

Contributors to performance

- The fund outperformed the benchmark primarily due to security selection in gold equities, as well as effective security selection among silver equities, albeit to a lesser extent.
- Torex Gold's shares rose during the quarter as gold prices trended higher and after the company reported higher-than-expected production numbers for 2018. The team continues to see significant value in Torex as the company successfully completed development of its underground El-Limon-Guajes Mine in Mexico. We expect industry consolidation due to declining production forecasts among large producers and we believe Torex is positioned as an attractive takeover target because of its strong free cash flow and exploration potential.

Detractors from performance

- An underweight in the copper sub-sector detracted from relative performance as this was the index's best performing sub-sector during the quarter.
- Shares of TMAC Resources were weak during the quarter as the company continues to ramp up operations at its Hope Bay Property. We believe the stock trades at a significant discount to its intrinsic value and think management is taking the necessary steps to improve throughput and increase its gold recovery percentage by use of its on-site mill complex. We continue to hold the stock because we believe it exhibits relatively low downside risk versus attractive upside return potential.

Positioning and outlook

- We maintain a constructive outlook for gold and precious metal prices given the historically low interest rate environment and increased geopolitical risks, though we expect further volatility given uncertainty associated with these factors.
- Based on our marginal cost analysis, we still see more upside potential in gold equities than in gold bullion and the fund's weighting in gold bullion ETFs remained fairly low at quarter end.
- We are comfortable with the fund's exposure to base metals through holdings of copper mining equities and diversified metals & mining equities.
- We have maintained our discipline of selling stocks when they hit our target price and recycling cash proceeds to find new investments.
- We continue to focus on top tier companies with good management teams. This has led us to seek better opportunities among the mid-cap and junior miners compared to their large-cap counterparts.

Investment results								
Average annual total returns (%) as of March 31, 2019								
Period	Class A Shares		Class C Shares		Investor Class Shares		Class Y Shares	Style-Specific Index
	Inception: 03/28/02	Max Load	Inception: 02/14/00	Max CDSC	Inception: 01/19/84	Inception: 10/03/08		
	NAV	NAV	NAV	NAV	NAV	NAV	Philadelphia Gold & Silver Index	
Inception	4.34	4.68	5.80	5.80	0.00	-0.62	-	
10 Years	-3.00	-2.46	-3.20	-3.20	-2.47	-2.25	-5.50	
5 Years	-3.80	-2.70	-3.44	-3.44	-2.69	-2.50	-3.49	
3 Years	-1.50	0.38	-0.42	-0.42	0.37	0.54	3.18	
1 Year	-9.57	-4.27	-5.99	-5.04	-4.24	-4.18	-5.87	
Quarter	2.87	8.79	7.48	8.48	8.74	8.58	8.07	

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: Lipper, Inc.

Asset mix (%)		Expense ratios	
		% net	% total
Dom Common Stock	13.70	Class A Shares	1.45
Intl Common Stock	85.05	Class C Shares	2.20
Cash	1.41	Investor Class Shares	1.45
Other	-0.16	Class Y Shares	1.20

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

Per the current prospectus

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

1 Source: Bloomberg L.P. Class Y shares and Investor Class shares are available only to certain investors. See the 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.

Please keep in mind that high, double-digit returns are highly unusual and cannot be sustained.

The Philadelphia Gold & Silver Index is a capitalization-weighted, price-only index on the Philadelphia Stock Exchange that includes the leading companies involved in the mining of gold and silver. 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.

Top industries	% of total net assets
Gold	73.84
Diversified Metals & Mining	10.56
Silver	5.67
Precious Metals & Minerals	4.17
Copper	0.88
Construction & Engineering	0.02

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.

Fluctuations in the price of gold and precious metals may affect the profitability of companies in the gold and precious metals sector.

Appreciation in the market price of gold is the sole manner in which the fund can realize gains on gold bullion, and such investments may incur higher storage and custody costs as compared to purchasing, holding

and selling more traditional investments.

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.