



# Invesco CollegeBound Target Risk Portfolios

## Quarterly Commentary

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### Portfolio description

Invesco CollegeBound 529 target-risk portfolios are allocated across US equities, global equities, fixed income and capital preservation seeking to reflect a specific level of risk: conservative, moderate, growth or aggressive.

The portfolios utilize active investment options and smart beta products.

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### Investment objective

- The Invesco Conservative College Portfolio seeks to provide current income and some capital appreciation.
- The Invesco Moderate College Portfolio seeks to provide current income and some capital appreciation.
- The Invesco Growth College Portfolio seeks to provide capital appreciation.
- The Invesco Aggressive College Portfolio seeks to provide capital appreciation.

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### Portfolio management

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Not a deposit; Not FDIC insured; Not guaranteed by the bank; May lose value; Not insured by any federal agency

### Market overview

#### Market Overview

- Global growth continued in the first quarter, but uncertainty about geopolitical and economic policy rose significantly with the Trump administration's return. Disinflation slowed and stalled in some Western economies, and global monetary policy easing slowed. The US Federal Reserve held interest rates steady while other major central banks, including the European Central Bank and the Bank of Canada, delivered cuts.
- Aggressive government spending cuts and fear of tariff wars appeared to weigh on the US economy, which showed signs of weakness, largely in soft sentiment data. Conversely, Europe responded to US foreign policy changes with significant increases in defense and infrastructure spending. Political turmoil in Canada, France and Germany subsided as leaders addressed new US policy risks.
- US stocks fell on policy concerns and challenges to high-valuation technology stocks after news of artificial intelligence (AI) advances in China. European and Chinese equities had notable gains. The yield on the 10-year US Treasury bond fell significantly and gold rallied to new highs.
- Uncertainty has remain high, especially regarding tariff policy. Recession and stagflation risks have risen, particularly in the US. European assets may benefit from recent fiscal stimulus despite tariff-induced headwinds. We anticipate market volatility due to geopolitical and economic policy uncertainties, potential tariffs and shifts in the interest rate outlook. Market jitters may arise from weak economic data, especially labor data.

### Portfolio overview

- Target Risk portfolios consist of allocations to equities, fixed income and capital preservation that seek to match a specific risk/reward profile - conservative, moderate, growth and aggressive.
- The Target Risk portfolios posted negative absolute returns for the quarter, except the Conservative portfolio, which had a gain. All portfolios underperformed their custom benchmarks. Portfolios designed for more risk-averse investors underperformed to a lesser extent than portfolios designed for investors who are more growth-focused.
- Equities detracted from performance overall, driven by declines in US equities and gains in non-US markets. Within the equity segment, the largest contributions to relative performance came from exposures to US large-cap equities with low volatility characteristics. The most significant detractors were small- and mid-cap growth equities, international growth strategies and high-yield credit, where weaker absolute returns and manager selection effects appeared to weigh on results. Meanwhile, exposures to US and developed international factor-based strategies provided some positive offset. Holdings of longer-duration Treasuries also had a positive absolute return and added to relative return.
- Given the recent decline in global risk appetite and economic growth expectations, the path ahead is likely to remain volatile amid ongoing geopolitical uncertainty. The Target Risk portfolios remain aligned with long-term strategic return drivers, maintaining exposures to US and developed non-US equity factors as well as credit risk and duration targets within fixed income.

**Smart Beta** represents an alternative and selection index based methodology that seeks to outperform a benchmark or reduce portfolio risk, or both. Smart beta funds may underperform capweighted benchmarks and increase portfolio risk.

## Investment results

Average annual total returns (%) as of March 31, 2025  
Class A unit performance. Inception\*

									Benchmark Indexes			
	Invesco Conservative College Portfolio		Invesco Moderate College Portfolio		Invesco Growth College Portfolio		Invesco Aggressive College Portfolio		Bloomberg U.S. Aggregate Bond Index	MSCI EAFE Index	Russell 1000 Value Index	Bloomberg 3-Month Treasury Bellwether Index
Expense ratio (%)	0.78		0.79		0.79		0.79		-	-	-	-
Period	Load	NAV	Load	NAV	Load	NAV	Load	NAV				
Inception	3.58	4.07	4.97	5.46	5.99	6.49	-0.03	1.18	-	-	-	-
5 Years	5.20	6.06	7.88	8.77	10.16	11.07	-	-	-0.40	11.77	16.15	2.60
3 Years	1.53	2.92	1.85	3.24	2.07	3.46	2.14	3.53	0.52	6.05	6.64	4.32
1 Year	0.71	4.89	0.00	4.19	-0.40	3.78	-0.48	3.69	4.88	4.88	7.18	5.02
Quarter	-3.08	0.93	-4.16	-0.19	-5.15	-1.20	-5.54	-1.61	2.78	6.86	2.14	1.04

The performance quoted is past performance and is not a guarantee of future results. Investment returns and principal value of an investment will fluctuate so that an account owner's units, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data shown. For up-to-date month-end performance information please call 877 615 4116, or visit collegebound529.com. Performance figures reflect reinvested distributions of the underlying securities and changes in net asset value (NAV). Class A unit performance at load is shown as the max load of 4.00%. Performance shown at NAV for Class A units does not include applicable front-end sales charges, which would have reduced the performance. Returns less than one year are cumulative; all others are annualized. Index returns do not reflect any fees, expenses, or sales charges.

\*The inception date is July 8, 2016 for Invesco Conservative College Portfolio, Invesco Moderate College Portfolio and Invesco Growth College Portfolio. The inception date is October 22, 2021 for the Invesco Aggressive College Portfolio.

Expense ratios shown are the total annual asset-based fees per the current Program Description. See Program Description for more information.

Index sources: Invesco, FactSet Research Systems, Inc.

## Target-based portfolio asset allocations (% of total net assets)

Asset category/product name	Invesco Aggressive College Portfolio	Invesco Conservative College Portfolio	Invesco Moderate College Portfolio	Invesco Growth College Portfolio
<b>US equities</b>	<b>64.22</b>	<b>23.46</b>	<b>39.08</b>	<b>56.53</b>
Invesco Discovery Mid Cap Growth Fund	5.24	0.00	3.09	4.41
Invesco Main Street Small Cap Fund	4.34	0.00	2.35	3.70
Invesco PureBeta MSCI USA ETF	24.64	11.36	16.01	22.04
INVENCO RUSSELL 1000 DYNAMIC	30.00	12.11	17.64	26.37
<b>Global equities</b>	<b>30.45</b>	<b>10.94</b>	<b>19.81</b>	<b>27.65</b>
Invesco Developing Markets Fund	8.73	3.02	5.56	7.70
Invesco Global Real Estate Income Fund	2.60	1.50	1.56	2.43
INVENCO INT L DEV DYNAMIC	6.22	3.01	4.06	5.76
Invesco Oppenheimer International Growth Fund	9.72	3.40	6.49	8.95
Invesco S&P Emerging Markets Low Volatility ETF	3.19	0.00	2.13	2.80
<b>Fixed Income</b>	<b>5.33</b>	<b>59.51</b>	<b>41.11</b>	<b>15.82</b>
Invesco Core Plus Bond Fund	4.25	12.15	8.27	3.58
INVENCO EQUAL WEIGHT 0-30 ETF	1.07	16.17	13.27	5.68
Invesco Floating Rate ESG Fund	0.00	3.01	2.03	0.78
INVENCO HIGH YIELD CLASS R6	0.00	12.01	8.67	3.64
Invesco Short Duration Inflation Protected Fund	0.00	7.08	3.14	1.08
Invesco Short Term Bond Fund	0.00	9.08	5.72	1.06
<b>Capital preservation</b>	<b>0.00</b>	<b>6.09</b>	<b>0.00</b>	<b>0.00</b>
Invesco Government and Agency Portfolio	0.00	2.03	0.00	0.00
Invesco Stable Value Separate Account	0.00	4.06	0.00	0.00

Current allocations may differ. Holdings are subject to change and are not buy/sell recommendations. May not equal 100% due to rounding.

Asset allocation percentages apply to all unit classes of the respective portfolios. Invesco CollegeBound 529 target risk portfolios offers Class A, Class C and Class I units nationally. Class I units are available only to certain investors. See the Program Description for more information.

Asset allocation/diversification does not guarantee a profit or eliminate the risk of loss.

Invesco CollegeBound 529 target risk portfolios utilize custom benchmarks, which are comprised of the following indexes: Bloomberg U.S. Aggregate Bond Index is an unmanaged index considered representative of the U.S. investment-grade, fixed-rate bond market. MSCI EAFE Index is an unmanaged index considered representative of stocks of Europe, Australasia and the Far East. The index is computed using the net return, which withholds applicable taxes for non-resident investors. Russell 1000 Index is an unmanaged index considered representative of large-cap stocks. The Russell 1000 Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. The Bloomberg U.S. Treasury Bellwethers (3M) Index measures the performance of treasury bills with maturities of less than three months. An investment cannot be made into an index.

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## About risk

The portfolio is subject to the risks of the underlying investments. Market fluctuations may change the target weightings in the underlying investments and certain factors may cause the fund to withdraw its investments therein at a disadvantageous time.

In general, stock values fluctuate, sometimes widely, in response to activities specific to the company as well as general market, economic and political conditions.

An issuer may be unable to meet interest and/or principal payments, thereby causing its instruments to decrease in value and lowering the issuer's credit rating.

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.

An investment in exchange-traded funds (ETFs) may trade at a discount to net asset value, fail to develop an active trading market, halt trading on the listing exchange, fail to track the referenced index, or hold troubled securities. ETFs may involve duplication of management fees and certain other expenses. Certain of the ETFs the fund invests in are leveraged, which can magnify any losses on those investments.

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.

Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa.

Mortgage- and asset-backed securities are subject to prepayment or call risk, which is the risk that the borrower's payments may be received earlier or later than expected due to changes in prepayment rates on underlying loans. Securities may be prepaid at a price less than the original purchase value.

The portfolio is subject to certain other risks. Please see the current Program Description for more information regarding the risks associated with an investment in the portfolio.

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***Before you invest, consider whether your or the beneficiary's home state offers any state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in that state's qualified tuition program.***

***For more information about CollegeBound 529, contact your financial advisor, call 877-615-4116, or visit [www.collegebound529.com](http://www.collegebound529.com) to obtain a Program Description, which includes investment objectives, risks, charges, expenses, and other important information; read and consider it carefully before investing. Invesco Distributors, Inc. is the distributor of CollegeBound 529.***

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