

## Portfolio Managers

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## Portfolio Inception

November 18, 1996

## Fund Assets

\$8.71 billion

## Investment Philosophy

The fund seeks to provide investors exposure to undervalued companies across emerging markets. Through a highly active approach, the team seeks to invest in companies whose share prices are substantially below their estimate of fair value, looking for new ideas in unloved areas of the market. The team have a clear preference for cash-generative companies with strong balance sheets, as these attributes suggest sustainable business models and conservative management.

For additional information, please visit our website at [invesco.com](http://invesco.com)

## Market overview

Emerging Market (EM) equities posted strong positive absolute performance in April 2026, with the MSCI Emerging Markets Index<sup>1</sup> gaining approximately 14.7%<sup>2</sup> during the month. This compared favorably with international developed equities, as the MSCI World ex USA Index<sup>3</sup> rose about 7.4%<sup>2</sup>, while U.S. equities also delivered robust gains, with the S&P 500<sup>4</sup> advancing roughly 10.5%<sup>2</sup>. EM equities continued to benefit from investor rotation away from concentrated U.S. mega-cap exposure and toward international Artificial Intelligence beneficiaries and commodity-linked segments more prevalent across emerging markets. Elevated geopolitical tensions in the Middle East contributed to energy price volatility, supporting commodity-exporting EM countries while pressuring global risk sentiment. Despite near-term volatility, EM equities have remained attractively valued relative to developed markets, trading at lower forward price-to-earnings multiples—with the MSCI Emerging Markets Index valued at approximately 12x forward earnings<sup>5</sup>, compared with roughly 15x for international developed markets (MSCI World ex USA)<sup>2</sup>—while offering improving earnings visibility and supportive macro fundamentals for long-term investors.

## Monthly performance

Invesco Developing Markets Fund Class A shares (without sales charge) returned 7.26% during the month of April, compared to the MSCI Emerging Markets (EM) Index which returned 14.71%.

### Top Sectors Contributing to Relative Performance

- Health Care – underweight
- Utilities – underweight

### Top Countries Contributing to Relative Performance

- Saudi Arabia – underweight
- Malaysia – underweight
- UAE – underweight

### Bottom Sectors Detracting from Relative Performance

- Information Technology – stock selection and underweight
- Financials – stock selection
- Industrials – stock selection

### Bottom Countries Detracting from Relative Performance

- South Korea – underweight and stock selection
- Taiwan – underweight/ stock selection
- Brazil – overweight and stock selection

## Year-to-date performance

Invesco Developing Markets Fund Class A shares (without sales charge) returned 10.45% year-to-date compared to the MSCI EM Index which returned 14.52%.

### Top Sectors Contributing to Relative Performance

- Energy – stock selection
- Consumer Discretionary – stock selection
- Materials – stock selection

### Top Countries Contributing to Relative Performance

- Brazil – stock selection/overweight
- India – underweight
- Mexico – stock selection

### Bottom Sectors Detracting from Relative Performance

- Information Technology – stock selections and underweight
- Industrials – stock selection
- Financials – stock selection

### Bottom Countries Detracting from Relative Performance

- South Korea – underweight/stock selection
- US – overweight
- Taiwan – underweight

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 Not Guaranteed by the Bank May Lose Value  
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 Agency



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Top absolute contributors in the year-to-date period include: **Samsung Electronics, Taiwan Semiconductor Manufacturing Co. (TSMC), and Petrobras.**

**Samsung Electronics** is a leading manufacturer of consumer and industrial electronic equipment, with its main businesses in smartphones, consumer electronics, display and semiconductors. Samsung's earnings estimates were raised on the belief that continued demand for AI infrastructure would drive prices for its memory chips. Additionally, the company's high bandwidth memory chips appear to have passed internal evaluations in the approval process to supply Nvidia. We have always liked Samsung's strong balance sheet and robust free cash flow, particularly given shareholder return appears to be near the top of the company's agenda.

**Taiwan Semiconductor Manufacturing Co. (TSMC)** is one of the world's leading semiconductor foundries and the key enabler of the new computing revolution, with multiple architectures, chip platforms and design teams competing to push computing and AI innovation. TSMC is known for its advanced technology, high-volume production, and strong customer base, including major tech companies like Apple, Qualcomm, and Nvidia.

**Petrobras** is Brazil's integrated energy champion with leading offshore oil production, refining, and fuel distribution assets. Shares were supported this quarter by rising energy prices, strong free cash flow generation, and continued optimism around shareholder distributions. Over the long term, the investment team views Petrobras as a low-cost producer with world-class pre-salt reserves, offering attractive income and cash flow leverage to energy markets.

Top absolute detractors in the year-to-date period include included: **Tencent, HDFC Bank, and EPAM Systems.**

**Tencent**, a long-standing holding in the portfolio, is a leading Chinese internet company with operations spanning gaming, social media, fintech, and cloud services. Recent results showed positive momentum across its business segments. Gaming, its largest revenue contributor, delivered strong performance both domestically and internationally. Tencent's significant investments in AI have also supported growth across its platforms. Tencent's shares are down year to date primarily driven by persistent China macro concerns, geopolitical risk, and a valuation discount applied to large Chinese platform companies. The investment team remains sanguine on the potential for investor sentiment to change based on the fluidity of the current economic backdrop and the company's fundamental execution.

**HDFC Bank** is India's leading private bank. Shares declined in the YTD period as earnings pressure coincided with an apparent confidence shock following the voluntary, but unexpected, departure of the Chairman and independent director. While near-term sentiment toward the company appears challenged, we believe its strong franchise, conservative risk culture and exposure to India's long-term credit growth support its valuation.

**EPAM Systems** is an IT company offering businesses a wide range of services, from consulting to engineering and implementation. EPAM is positioned to benefit from the likely rise in future demand for consulting as companies strive to take advantage of AI to support their business processes. Shares declined amid a broader sell-off across software stocks as investors grew increasingly concerned about potential AI-driven disruption.

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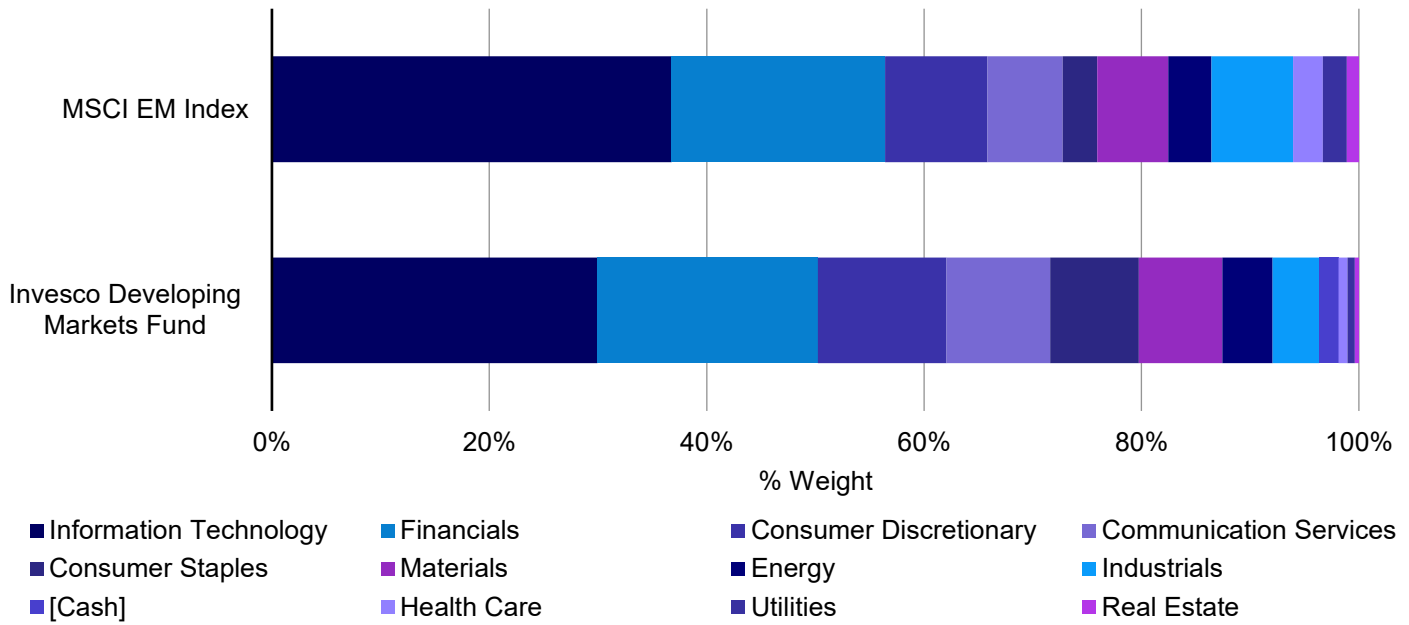
## Positioning and Outlook

Some of the most interesting ideas are absent from today's headlines. Chinese consumer-related stocks would be one example; confidence remains depressed and valuations leave plenty of room for upside. Indonesia remains a contrarian viewpoint in the current environment and a change in sentiment may benefit our holdings.

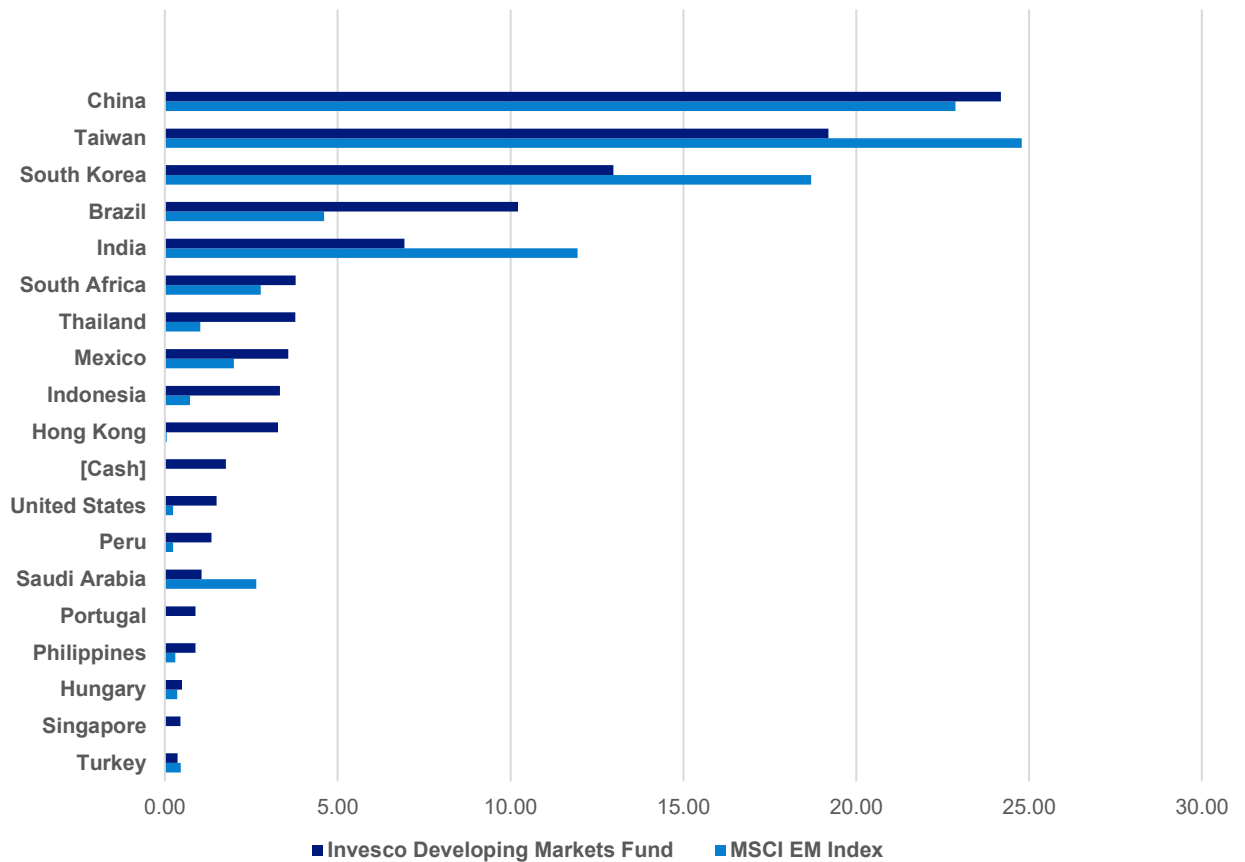
Our investments continue to possess attractive shareholder yields. In combination with fortified balance sheets, the fund may be positioned for an inflection when the current single-mindedness of the market shifts. When we look back on this period in two or three years' time we may observe that some of the best opportunities today were being placed in an "Artificial Intelligence loser" or "Artificial Intelligence uncertain" bucket by the market. Uncertainty tends to bring opportunity as knee-jerk reactions may lead to a bias of selling first and asking questions later.

As active managers, it is important that we stick to our philosophy and process - partly because that discipline helps guard against potential turning points in the cycle. Passive strategies accept the current market dynamic, and that effect may become amplified as markets become more concentrated.

## Sector Weights (%)



## Country Weights (%)



Source: Invesco. Data as of 04/30/2026. The portfolio does not have exposure to the following MSCI EM Index country constituents: Russia, Australia, Chile, Colombia, Czech Republic, Egypt, Greece, Kuwait, Luxembourg, Malaysia, Poland, Qatar, Romania, and the United Arab Emirates. Subject to change.

## Top 10 Holdings (%)

Issuer	Sector	Invesco Developing Markets Fund	MSCI EM Index <sup>2</sup>
Taiwan Semiconductor Manufacturing Co Ltd	Information Technology	13.38	14.21
Samsung Electronics Co Ltd	Information Technology	9.33	6.03
Tencent Holdings Ltd	Communication Services	4.91	3.26
Petroleo Brasileiro SA - Petrobras	Energy	3.76	0.00
HDFC Bank Ltd	Financials	3.27	0.79
NetEase Inc	Communication Services	3.14	0.00
AIA Group Ltd	Financials	2.60	0.00
Vale SA	Materials	2.33	0.00
MediaTek Inc	Information Technology	2.23	1.07
Kasikornbank PCL	Financials	2.18	0.00
<b>TOTAL</b>		<b>47.13</b>	<b>25.36</b>

Invesco Developing Markets Fund Holdings as of 04/30/2026. Holdings are subject to change and are not buy/sell recommendations.

### Standardized performance (%) as of March 31, 2026

	Q1 2026	1 year	3 years	5 years	10 years	Inception
Invesco Developing Markets Fund (Class A Shares w/o Sales Charge)	2.97	29.08	9.19	-0.10	6.00	9.69
Invesco Developing Markets Fund (Class A Shares w/ max sales load (5.50%))	-2.69	21.98	7.15	-1.22	5.40	9.48
Invesco Developing Markets Fund (Class Y Shares)	3.09	29.59	9.63	0.30	6.43	5.35
Invesco Developing Markets Fund (Class R6 Shares)	3.02	29.36	9.45	0.15	6.26	7.06
MSCI Emerging Markets Index <sup>2</sup>	-0.17	29.55	14.84	3.69	7.80	8.39

- Returns for periods of less than one year are cumulative and not annualized.
- Class A share inception date is 11/18/1996
- Class Y share inception date is 9/7/2005
- Class R6 share inception date is 12/29/2011

#### Annual Expense Ratios:

- Class A shares: Gross: 1.30%
- Class Y shares: Gross: 1.05%
- Class R6 shares: Gross: 0.88%

**Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com](https://www.invesco.com) 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 so that you may have a gain or a loss when you sell shares. Had fees not been waived and/or expenses reimbursed in the past, returns would have been lower. Performance shown at NAV does not include the applicable front-end sales charge, which would have reduced the performance. Class Y shares have no sales charge; therefore, performance is at NAV. Class I shares were reorganized into Class R6 shares. R6 shares are primarily intended for retirement plans that meet certain standards and for institutional investors. Index source: RIMES Technologies Corp. Please keep in mind that high double-digit/triple-digit returns are not normal and may not be sustained.**

**As the result of a reorganization on May 24, 2019, the returns of the fund for periods on or prior to May 24, 2019 reflect performance of the Oppenheimer predecessor fund. Share class returns will differ from the predecessor fund due to a change in expenses and sales charges.**

1. The MSCI Emerging Markets Index is designed to measure equity market performance of emerging markets. The index is unmanaged, includes the reinvestment of dividends and cannot be purchased directly by investors. Index performance is shown for illustrative purposes only and does not predict or depict the performance of the Fund. The index is a free-float-adjusted, market-capitalization index designed to measure equity-market performance in the world's emerging markets. It is composed of 24 emerging-country indices.
2. Source: Bloomberg as of March 31, 2026.
3. The MSCI World ex USA Index captures large and mid cap representation across 22 of 23 Developed Markets (DM) countries--excluding the United States. DM countries include: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the UK.
4. The S&P 500 (Standard & Poor's 500) is a stock market index tracking the performance of 500 leading U.S. publicly traded companies. Covering roughly 80% of the total U.S. market capitalization, it is widely considered the premier benchmark for the broader American economy and large-cap equities.
5. A forward price-to-earnings (P/E) multiple is a valuation metric that divides a company's current stock price by its projected earnings per share (EPS) for the next 12 months.

The holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and a service mark of Morgan Stanley Capital International Inc. and Standard & Poor's. All data sourced as of 03/31/2026 unless otherwise stated.

## Special Risks:

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

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

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 Fund may hold illiquid securities that it may be unable to sell at the preferred time or price and could lose its entire investment in such securities.

The performance of an investment concentrated in issuers of a certain region or country is expected to be closely tied to conditions within that region and to be more volatile than more geographically diversified 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.

Growth stocks tend to be more sensitive to changes in their earnings and can be more volatile.

Investing in securities of Chinese companies involves additional risks, including, but not limited to: the economy of China differs, often unfavorably, from the U.S. economy in such respects as structure, general development, government involvement, wealth distribution, rate of inflation, growth rate, allocation of resources and capital reinvestment, among others; the central government has historically exercised substantial control over virtually every sector of the Chinese economy through administrative regulation and/or state ownership; and actions of the Chinese central and local government authorities continue to have a substantial effect on economic conditions in China.

AI technology companies are sensitive to specific risks such as small markets, business cycle changes, economic growth, technological progress, obsolescence, and regulation. These companies may have limited products, markets, resources, or personnel, making their securities more volatile, especially for smaller start-ups. Rapid technological changes can adversely affect their results. AI companies often rely on patents, copyrights, trademarks, and trade secrets to protect their technology, but there is no guarantee these protections will be sufficient. Significant R&D spending does not ensure product or service success.

Investments linked to prices of commodities may be considered speculative. Significant exposure to commodities may subject the Fund to greater volatility than traditional investments. The value of such instruments may be volatile and fluctuate widely based on a variety of factors. Prices fluctuations may be quick and significant and may not correlate to price movements in other asset classes.

Following Russia's invasion of Ukraine in February 2022, various countries, including the U.S., NATO and the European Union, issued broad-ranging economic sanctions against Russia and Belarus. As a result, responses to military actions (and further potential sanctions related to continued military activity), the potential for military escalation and other corresponding events, have had, and could continue to have, severe negative effects on regional and global economic and financial markets, including increased volatility, reduced liquidity, and overall uncertainty. Russia may take additional counter measures or retaliatory actions (including cyberattacks), which could exacerbate negative consequences on global financial markets. The duration of ongoing hostilities, corresponding sanctions and related events cannot be predicted. As a result, the value of an investment in the Fund and its performance may be negatively impacted, particularly as it relates to Russia exposure.

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.

Diversification does not guarantee a profit or eliminate the risk of loss.

The investment techniques and risk analysis used by the portfolio managers may not produce the desired results.

The opinions expressed are those of the Portfolio Manager of the Invesco Developing Markets Fund and are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals.

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.

**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 financial professionals for a prospectus/summary prospectus or visit [invesco.com](https://www.invesco.com).**

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