



# Invesco International Growth Portfolio

## Quarterly Performance Commentary

CUSIPS: A:76222X752 C:76222X737 I:76222X695

### Investment objective

The portfolio seeks long-term growth of capital.

### Portfolio management

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 Management is that of the underlying fund.

### Portfolio information

Total net assets	\$10,634,655
Total number of holdings	62
Holdings shown are that of the underlying fund.	

Top equity holdings	% of total net assets
CGI	4.14
Wolters Kluwer	2.77
Deutsche Boerse	2.73
Investor AB	2.64
Taiwan Semiconductor	2.61
Allianz	2.55
SAP	2.44
Philip Morris	2.35
RELX	2.19
Vinci	2.07

Holdings are that of the underlying fund, subject to change and are not buy/sell recommendations.

Top contributors	% of total net assets
1. Taiwan Semiconductor	2.61
2. Deutsche Boerse	2.73
3. Naver	0.95
4. Carlsberg	1.61
5. Asahi	2.07

Data shown is that of the underlying fund.

Top detractors	% of total net assets
1. SAP	2.44
2. Amcor	1.44
3. Banco Bradesco	1.18
4. Brambles	0.00
5. CIE Financiere Richemont	1.10

Data shown is that of the underlying fund.

Portfolio commentary provided is based on the underlying fund.

### Market overview

- Weakening global economic data and ongoing US-China trade conflict contributed to higher market volatility in the third quarter.
- Global recession concerns caused a sharp equity selloff in August as investors crowded into asset classes perceived to be safe havens, including US Treasuries and gold.
- In September, both the Federal Reserve and European Central Bank cut interest rates, providing a measure of support for risk assets. Growing optimism about a potential trade deal also boosted equities in September.
- However, except for the US and Japan, most regions declined during the quarter.

### Performance highlights

- Invesco International Growth Portfolio Class A units at net asset value (NAV) outperformed its benchmark index for the quarter. (Please see the investment results table on page 2 for portfolio and index performance.)

### Contributors to performance

- Relative outperformance was primarily driven by stock selection in the communication services and financials sectors. Within communication services, South Korea-based internet content service company **Naver** was a notable contributor. Within financials, German exchange operator **Deutsche Boerse** was among the largest contributors to relative return.
- Fund holdings in the industrials and consumer discretionary sectors outperformed those of the benchmark index, adding to relative results.
- Geographically, stock selection in China, South Korea and France contributed to both absolute and relative returns.
- **Taiwan Semiconductor** was the fund's leading individual contributor for the quarter. The company benefited from improving demand for leading edge chips due in part to adoption of rising 5G cellular networks in mobile phones and infrastructure. The company's product pipeline, and lead over its competition, remains robust in our view.

### Detractors from performance

- The underlying fund's holdings in the information technology sector underperformed those of the benchmark index, detracting from relative return. **Amadeus IT Group** (1.43% of total net assets), a Spain-based IT provider for the travel and tourism industry, was among the largest individual detractors within the sector.
- Stock selection in the materials sector detracted from both absolute and relative returns. Within the sector, global packaging company **Amcor** was weak.
- Geographically, stock selection in Switzerland and the Netherlands hampered relative return. Fund holdings in Japan outperformed those of the benchmark index, but an underweight in the region was a drag on relative results.
- German software products maker **SAP** was the largest individual detractor for the quarter, as investors were concerned about disappointing second quarter results. Despite the weak results, management indicated that the pipeline for deals remains strong. We added to the underlying fund's position on unit price weakness because we believe this is a very high-quality business with high recurring revenues that could benefit from an improved product cycle plus structural growth in cloud storage and computing.

### Positioning and outlook

- We added three new holdings during the quarter: global online travel company **Booking Holdings**, Ireland-based health care company **ICON** and Japan-based industrials company **SMC** (1.02%, 0.77% and 0.81% of total net assets, respectively). We exited positions in industrial companies **Brambles** and **GEA Group** and financial companies **Kasikornbank** and **UBS Group** (all 0.00% of total net assets).
- Since mid-June 2018, investors have generally shifted their focus away from richly valued momentum growth stocks, focusing instead on fundamentals, valuation and risk. This shift in sentiment has benefited relative performance given our team's approach, which combines quality growth with a valuation bias.
- Regardless of the macroeconomic environment, we remain focused on applying our well-established, long-term, bottom-up Earnings, Quality, Valuation (EQV) investment process that seeks to identify attractively valued, high-quality growth companies.

## Investment results

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

Period	Class A units		Class C units		Class I units	Style-Specific Index
	Inception: 07/08/16 Max Load 4.00%	NAV	Inception: 07/08/16 Max CDSC 1.00%	NAV	Inception: 07/08/16 NAV	MSCI AC World ex US Growth Index
Inception	5.69	7.05	6.24	6.24	7.26	-
3 Years	4.62	6.07	5.32	5.32	6.33	7.37
1 Year	1.63	5.86	4.10	5.10	6.09	2.03
Quarter	-4.30	-0.32	-1.41	-0.41	-0.24	-0.85

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](http://collegebound529.com). Performance figures reflect reinvested distributions of the underlying security and changes in net asset value (NAV). No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C units following one year from the date units were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. Class I units have no sales charge; therefore, performance is at NAV. Returns less than one year are cumulative; all others are annualized. Index returns do not reflect any fees, expenses, or sales charges.

Index source: Invesco

### Asset mix (%)

Domestic Common Stk	6.58
Intl Common Stk	89.97
Cash	2.80
Other	0.65

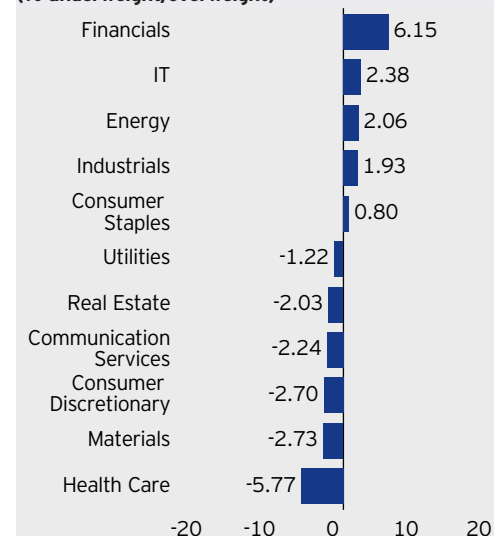
Data shown is that of the underlying fund.

### Expense ratios (%)

Class A units	1.32
Class C units	2.07
Class I units	1.07

Total annual asset-based fee per the current Program Description.

## The portfolio's positioning versus the MSCI AC World ex US Growth Index (% underweight/overweight)



Data shown is that of the underlying fund.

## For more information you can visit us at [collegebound529.com](http://collegebound529.com)

Class I units are available only to certain investors. See the Program Description for more information.

The underlying 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 AC World ex US Growth Index is a market capitalization weighted index that includes growth companies in developed and emerging markets throughout the world, excluding the United States. An investment cannot be made directly in an index.

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## About risk

### Risks of the Underlying Holding

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.

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

Stocks of medium-sized companies tend to be more vulnerable to adverse developments, may be more

volatile, and may be illiquid or restricted as to resale.

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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NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

***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.***

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Note: Not all products available at all firms. Advisors, please contact your home office.

All data provided by Invesco unless otherwise noted.