

Invesco All Cap Market Neutral Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of Sept. 30, 2019



Investment objective

The fund seeks to provide a positive return over a full market cycle from a broadly diversified portfolio of stocks while seeking to limit exposure to the general risks associated with stock market investing.

Portfolio management

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Fund facts

Nasdaq	A: CPNAX	C: CPNCX
		Y: CPNYX
Total Net Assets	\$63,152,236	
Total Number of Holdings	249	

Portfolio composition % of total net assets

Percentage of Net Asset (Long)	90.00
Percentage of Net Asset (Short)	90.00
Gross Exposure (Long + Short)	180.00
Net Exposure (Long - Short)	0.00

Gross Exposure represents the absolute exposure of the fund to long and short holdings combined.

Net Exposure represents the difference between long and short holdings exposure for the fund.

Top 5 long positions % of total net assets

Popular Inc	1.32
OFG Bancorp	1.31
Medpace Holdings Inc	1.26
Rent-A-Center Inc	1.25
XPERI Corp	1.24

Top 5 short positions % of total net assets

Nutanix Inc	-1.34
American Airlines Group Inc	-1.32
Boeing Co	-1.29
Bank Of Nt Butterfield & Son Ltd	-1.27
NVIDIA Corp	-1.26

Market overview

+ Key issues that concerned investors in the second quarter carried over into the third quarter. US-China trade conflict worried investors and stifled business investment, even as the Federal Reserve cut interest rates by 0.25% in July and September. This environment, combined with evidence of slowing global economic growth, fueled volatility in August. The US Treasury yield curve inverted several times, raising fears of a US recession. As a result, August saw increased risk aversion, with investors crowding into asset classes

perceived as safe havens, such as US Treasuries and gold. However, the Fed's accommodative tone provided some support for risk assets. Oil prices briefly spiked in September after a drone attack on Saudi Arabia's oil fields caused a supply shock. Prices retreated a bit after the US announced it would tap the national oil reserves to alleviate the supply shortage. Despite increased volatility, US equity markets delivered generally positive results, with the S&P 500 Index returning 1.70%.

Positioning and outlook

+ The fund seeks to provide a positive return over a full market cycle from a broadly diversified portfolio of stocks, while seeking to limit exposure to the general risks associated with stock market investing.

+ Stock selection is the primary source of return for the fund, which uses offsetting long and short positions to generate return and manage risk. Our goal is for the fund to outperform the 90-day Treasury bill regardless of the market's direction.

+ To maintain neutrality, at rebalance, the fund is dollar neutral (equivalent dollars invested long and short) and beta neutral (the long portfolio beta is close to the short portfolio beta), while both sector and industry net exposures (long minus short) are limited to +/-1%.

+ At the end of the quarter, the largest gross long and gross short sector exposures were in the health care, consumer discretionary and IT sectors.

Performance highlights

+ The fund's Class A shares at net asset value (NAV) underperformed its cash benchmark in the third quarter. (Please see the investment results table on page 2 for fund and index performance.)

+ Overall, both short and long positions declined in value by almost the same magnitude. However, transactions costs led to the fund's overall negative return.

+ Value factors rebounded strongly during the quarter, especially in September, but were more than offset by a decline in Momentum factors. Quality factors also detracted from fund results.

+ From a sector perspective, materials and REITs were the weakest sectors, while results in information technology (IT) and health care offset some of the negative impact.

Contributors to performance

+ During the quarter, the fund's IT positioning had a favorable impact as long positions - particularly within semiconductors - were positive, while the short positions declined as expected.

+ Long positions in the health care equipment & services and life sciences tools & services industries were also positive, while the short positions declined in value.

+ Both long and short positions in the financials sector declined; however, the long positions were only modestly negative, while the short positions within the diversified financials industry had a double-digit decline.

Detractors from performance

+ Results in the materials sector were negative as the long positions declined and the short positions had gains. This was most apparent in the construction, containers and paper industry.

+ Similarly, long holdings in the REIT sector declined, while short positions rose more than 11%.

+ Energy stocks were among the weakest performers in the investable universe, with declines of more than 30% in the equipment & services industry. Though the spread between the portfolio's long and short positions in the equipment & services industry was positive, within the oil, gas and consumable fuels industry, the fund's long positions underperformed the short positions, which had near flat returns.

Expense ratios	% net	% total
Class A Shares	1.51	1.52
Class C Shares	2.26	2.27
Class Y Shares	1.26	1.27

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.

Equity sector breakdown	% of total net assets	
Sector	Long weight (%)	Short weight (%)
Communications Services	4.14	-3.90
Consumer Discretionary	16.08	-15.57
Consumer Staples	1.73	-2.37
Energy	4.97	-4.07
Financials	10.11	-10.34
Health Care	18.21	-17.09
Industrials	10.74	-11.49
Information Technology	13.24	-12.70
Materials	4.22	-4.77
Real Estate	4.44	-4.85
Utilities	0.24	-0.47

Investment results

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

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 12/17/13	NAV	Inception: 12/17/13	NAV	Inception: 12/17/13	
	Max Load		Max CDSC			FTSE US 3-Month Treasury Bill Index
	5.50%		1.00%			
Inception	-1.04	-0.07	-0.80	-0.80	0.17	-
5 Years	-2.44	-1.33	-2.07	-2.07	-1.09	0.96
3 Years	-4.58	-2.76	-3.48	-3.48	-2.51	1.52
1 Year	-13.24	-8.22	-9.55	-8.73	-7.89	2.36
Quarter	-5.78	-0.28	-1.44	-0.45	-0.28	0.56

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. 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.

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

Class Y 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's equity exposures may be achieved through direct investment or through derivatives including, but not limited to, equity-related futures contracts and swap agreements, such as total return swaps. See current 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.

The FTSE US 3-Month Treasury Bill Index is an unmanaged index representative of three-month US Treasury bills. 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.

Beta (cash adjusted) is a measure of relative risk and the slope of regression.

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.

Short sales may cause an investor to repurchase a security at a higher price, causing a loss. As there is no limit on how much the price of the security can increase, exposure to potential loss is unlimited.

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.