

Invesco Income Allocation Fund

Quarterly Performance Commentary

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



Investment objective

The fund seeks current income and, secondarily, growth of capital.

Portfolio management

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Fund facts

Total Net Assets	\$558,532,598
Total Number of Holdings	15

Top contributors

	% of total net assets
1. Invesco Core Plus Bond Fund	14.44
2. Invesco Dividend Income Fund	8.45
3. Invesco Variable Rate Preferred ETF	5.94
4. Invesco Multi Asset Income Fund	9.94
5. Invesco Global Real Estate Income Fund	5.01

Market overview

+ The third quarter saw modest stock market results, following a strong first half. Though global stocks had a modest gain, emerging market stocks declined. The global economy showed signs of weakness, weighed down by the US-China trade war. Manufacturing data, in particular, showed further deterioration. The ongoing trade war pressured China's economy in the third quarter, with slower industrial production and retail sales. The UK and Germany reported very weak economic data, with growing likelihood of recession in both countries. Japan's economic growth also

came under pressure from the US-China trade war.

Fixed income

+ Fixed income asset classes posted solid returns in the third quarter. Investors were more risk averse, with US Treasuries outperforming US high-yield. The 10-year US Treasury yield fell below 1.5% due to concerns about global economic slowing and trade conflict. The Federal Reserve cut interest rates twice in the third quarter. The European Central Bank and other central banks eased as well.

Positioning and outlook

+ Invesco Income Allocation Fund is designed to provide access to multiple asset classes and investment vehicles with the goal of generating current income with growth of capital. The fund seeks to generate income from exposure to multiple asset classes across US equities, international equities and fixed income, through Invesco's broad range of mutual funds and exchange-traded funds.

risk of recession. We do not expect a near-term resolution of the US-China trade war, although we believe the odds of a deal increase as the 2020 US presidential election approaches. Amid ongoing trade conflict, we expect both manufacturing and services sectors to decline, with services holding up relatively better. Given pressure on economic growth, we expect central banks to maintain accommodative monetary policies, which support global stock market returns.

+ Global growth is decelerating but not at imminent

Performance highlights

- + Invesco Income Allocation Fund Class A shares at net asset value (NAV) had a positive return and marginally underperformed its style-specific benchmark, the Custom Invesco Income Allocation Index. (Please see the investment results table on page 2 for fund and index performance).
- + The fund's performance during the quarter is attributable to results of the underlying affiliated funds and strategies, which seek to provide access to income-generating asset classes, including stocks, bonds and alternatives (e.g., real estate).

Contributors to performance

- + All asset class allocations within the fund posted positive returns and added to absolute performance during the quarter. Relative to the index, fund allocations to equities in the US and international developed markets were the leading contributors to performance.
- + In terms of underlying funds, **Invesco Core Plus Bond Fund** added to relative performance. Security selections in banking, communications and technology benefited **Core Plus Bond Fund's** performance. Other notable contributors to relative performance included **Invesco Dividend Income Fund**, **Invesco S&P International Developed Low Volatility ETF** (5.46% of total net assets) and **Invesco Variable Rate Preferred ETF**.

Detractors from performance

- + The fund's allocation to the alternatives asset class underperformed the index and was the leading detractor from relative results. The alternatives asset class posted strong returns during the quarter as investors became more risk adverse and many of the fund's underlying holdings lagged the index. The fund's fixed income allocation also slightly underperformed the index and detracted from relative performance.
- + There were no individual detractors from absolute performance during the period. Although underlying holdings in the alternatives allocation added to absolute return, they were the leading detractors from relative return. All funds within the alternatives allocation underperformed the index and detracted from relative return, including **Invesco Multi-Asset Income Fund**, **Invesco Global Real Estate Income** and **Invesco S&P High Infrastructure ETF** (3.96% of total net assets).

Fund holdings	% of total net assets
Invesco Core Plus Bond Fund	14.44
Invesco Quality Income Fund	11.70
Invesco Multi-Asset Income Fund	9.92
Invesco Floating Rate Fund	8.72
Invesco Dividend Income Fund	8.45
Invesco High Yield Fund	6.73
Invesco S&P 500 Enhanced Value ETF	5.98
Invesco Variable Rate Preferred ETF	5.94
Invesco S&P International Developed Low Volatility ETF	5.46
Invesco Global Real Estate Income Fund	5.01
Invesco S&P High Income Infrastructure ETF	3.96
Invesco Corporate Bond Fund	3.73
Invesco Taxable Municipal Bond ETF	3.49
Invesco Emerging Markets Sovereign Debt ETF	3.46
Invesco S&P 500 High Dividend Low Volatility ETF	2.50

Total may not equal 100% due to rounding.

Investment results

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

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index	Custom Invesco Income Allocation Index
	Inception: 10/31/05	NAV	Inception: 10/31/05	NAV	Inception: 10/03/08		
Inception	5.16	5.59	5.02	5.02	6.88	-	-
10 Years	6.08	6.68	5.88	5.88	6.94	7.15	7.15
5 Years	3.94	5.11	4.33	4.33	5.38	5.99	5.99
3 Years	3.03	4.99	4.20	4.20	5.25	6.28	6.28
1 Year	2.02	7.96	6.16	7.16	8.33	9.19	9.19
Quarter	-3.54	2.11	0.83	1.83	2.18	2.32	2.32

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 sources: Invesco, FactSet Research Systems Inc.

Asset allocation (%)

Equity	22.39
Fixed Income	58.21
Alternative	18.89
Cash	0.52

Current allocations may differ

Expense ratios

	% net	% total
Class A Shares	0.81	1.01
Class C Shares	1.56	1.76
Class Y Shares	0.56	0.76

Per the current prospectus

Net and Total = The expense ratio includes acquired fund fees and expenses of 0.56% for the underlying funds.

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 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.

Duration measures a bond fund's price sensitivity to changes in interest rates, taking into account mortgage prepayments, puts, adjustable coupons and potential call dates.

The Custom Invesco Income Allocation Index, created by Invesco as the fund's benchmark, is composed of the following indexes: S&P 500® Index, MSCI EAFE® Index, FTSE NAREIT All Equity REIT Index and Bloomberg Barclays U.S. Universal Index. The index composition may change based on the fund's target asset allocation. Therefore, the current index composition doesn't reflect its historical composition and will likely be altered in the future to better reflect the fund's objective of the fund. 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.

The MSCI All Country (AC) World ex-US Index is an index considered representative of developed and emerging market stock markets, excluding the US. The index is computed using the net return, which withholds applicable taxes for non-resident investors. An investment cannot be made directly in an index.

About risk

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.

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

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

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

Investments in real estate related instruments may be affected by economic, legal, or environmental factors that affect property values, rents or occupancies of real estate. Real estate companies, including REITs or similar structures, tend to be small- and mid-cap companies, and their shares may be more volatile and less liquid.

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.