



Invesco Small Cap Value Portfolio

Quarterly Performance Commentary

CUSIPS: A:76223R473 C:76223R465 I:76223R457

Investment objective

The portfolio seeks to provide long-term growth of capital.

Portfolio management

Jonathan Edwards, Jonathan Mueller
Management is that of the underlying fund.

Portfolio information

Tickers	A:INFYX C:INFZX I:INGCX
Total net assets	\$5,848,964
Total number of holdings	103
Holdings shown are that of the underlying fund.	

Top equity holdings

	% of total net assets
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Lumentum Holdings Inc	2.74
Coherent Corp	2.72
Western Alliance Bancorp	2.68
NRG Energy Inc	2.45
Globe Life Inc	2.37
Hologic Inc	2.08
Globant SA	2.08
Webster Financial Corp	2.05
Crown Holdings Inc	2.04
East West Bancorp Inc	2.03

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

Top contributors

	% of total net assets
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1. NRG Energy Inc.	2.45
2. Lumentum Holdings Inc.	2.74
3. Coherent Corp.	2.72
4. Hudbay Minerals Inc.	1.72
5. MasTec Inc.	0.98

Data shown is that of the underlying fund.

Top detractors

	% of total net assets
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1. Globant S.A.	2.08
2. Integra LifeSciences Holdings Corp.	0.56
3. QuidelOrtho Corp.	0.54
4. ManpowerGroup Inc.	1.01
5. ICON plc	1.53

Data shown is that of the underlying fund.

Portfolio commentary provided is based on the underlying fund.

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

Market overview

- In managing the portfolio, we employ an intrinsic value approach to stock selection. The portfolio is not constructed based on a short-term macroeconomic view. Instead, positioning is driven by a bottom-up stock selection process based on our estimate of intrinsic value, which is based on a company's future cash flows. We seek to create wealth by maintaining a long-term investment horizon and by investing in companies that we believe are significantly undervalued on an absolute basis. Given our focus on intrinsic value and our long-term investment horizon, at quarter end, the portfolio was positioned with greater exposure to economically sensitive stocks compared to its peers. Following the outperformance of large-cap stocks over small-cap stocks in recent years, we see greater long-term upside to intrinsic value in many small-caps compared to large-caps. At quarter end, the difference between the market prices of the portfolio's holdings and our estimates of their intrinsic value was attractive, in our view. Although there is no assurance that market value will ever reflect our estimate of the portfolio's intrinsic value, we believe the gap between price and estimated intrinsic value indicated attractive long-term capital appreciation potential.

Performance highlights

- The portfolio's Class A units at net asset value (NAV) outperformed its benchmark during the quarter. (Please see the investment results table on page 2 for portfolio and index performance.) The utilities and industrials sectors posted the highest absolute returns. Stock selection in these sectors aided relative return, as did having no exposure to real estate. Conversely, health care, consumer staples and communication services had negative absolute returns. Stock selection in health care detracted the most from relative return. Overall, performance drivers were largely stock specific.

Contributors to performance

- **NRG Energy:** NRG is a US-based integrated power company that generates and sells electricity, while also offering energy services and sustainability solutions. Shares have benefited from strong retail demand in Texas and expansion of artificial intelligence (AI) data centers.
- **Lumentum:** Shares of this market-leading designer and manufacturer of innovative optical and photonic products for the communications and electronics end markets rebounded following a first quarter decline. Investor sentiment appeared to favor Lumentum's AI opportunity as many companies redoubled their commitments to AI investment.

Detractors from performance

- **Globant:** This digital services and technology consulting firm helps organizations transform through innovation, design and software engineering. The stock declined due to disappointing earnings and more cautious forward guidance, driven in part by weakness in Latin America amid tariff concerns.
- **Integra Life Sciences:** This medical equipment company manufactures and sells surgical instruments, implants, wound care products and regenerative tissue technologies. Management lowered its 2025 guidance due to potential tariff effects as well as ongoing headwinds from its manufacturing quality control review, which is expected to be completed by the end of 2025.

Positioning and outlook

- Investor fears appeared elevated in the second quarter; however, we believe market volatility can present opportunities for long-term investors. Recent market volatility has provided an opportunity for us to purchase stocks we believe possess attractive long-term upside to intrinsic value across a diverse set of industries. Conversely, we eliminated several holdings and used the proceeds to fund investments we believe have more upside potential.
- At quarter end, the portfolio had overweights in more economically sensitive stocks than its benchmark and peers.
- Longer term, small-cap value stocks appear attractive relative to S&P 500 Index stocks. The price/earnings (P/E) multiple of the Russell 2000 Value Index is at a historical discount compared to the P/E of the S&P 500 Index. We believe this valuation represents a compelling long-term investment opportunity (Source: FactSet Research Systems, Inc.).

Investment results						
Average annual total returns (%) as of June 30, 2025						
	Class A units		Class C units		Class I units	Style-Specific Index
	Inception: 10/22/21 Max Load 3.50%	NAV	Inception: 10/22/21 Max CDSC 1.00%	NAV	Inception: 10/22/21 NAV	Russell 2000 Value Index
Period						
Inception	12.08	13.34	12.54	12.54	13.63	-
3 Years	18.74	20.37	19.50	19.50	20.66	7.45
1 Year	6.65	11.13	9.27	10.27	11.40	5.54
Quarter	2.26	6.51	5.26	6.26	6.59	4.97

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 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.

Asset mix (%)		Expense ratios (%)	
Dom Common Stock	78.94	Class A units	1.12
Intl Common Stock	16.21	Class C units	1.87
Other	3.21	Class I units	0.87
Cash	1.64	Total annual asset-based fee per the current Program Description.	

Data shown is that of the underlying fund.

Equity sector breakdown	(% of total net assets)
Industrials	21.40
IT	18.40
Financials	17.90
Health Care	13.50
Materials	8.80
Energy	8.00
Consumer Discretionary	3.40
Utilities	2.50
Communication Services	1.00
Consumer Staples	0.40
Real Estate	0.00

Data shown is that of the underlying fund.

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 Russell 2000® Value Index is an unmanaged index considered representative of small-cap value stocks. The Russell 2000 Value Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. An investment cannot be made directly in an index.

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.

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.

Stocks of small and medium-sized companies tend to be more vulnerable to adverse developments, may be more volatile, and may be illiquid or restricted as to

resale.

A value style of investing is subject to the risk that the valuations never improve or that the returns will trail other styles of investing or the overall stock markets.

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.

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 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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