



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

Total net assets	\$2,559,719
Total number of holdings	89
Holdings shown are that of the underlying fund.	

Top equity holdings	% of total net assets
Lumentum Holdings Inc	3.03
Expedia Group Inc	2.78
Western Alliance Bancorp	2.74
Pinnacle Financial Partners Inc	2.59
Webster Financial Corp	2.37
Huntington Bancshares Inc/OH	2.35
MaxLinear Inc	2.31
NRG Energy Inc	2.25
Vertiv Holdings Co	2.18
Coherent Corp	2.06

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

Top contributors	% of total net assets
1. Expedia Group Inc.	2.78
2. Western Alliance Bancorp	2.73
3. NRG Energy Inc.	2.24
4. Adtalem Global Education Inc.	1.62
5. Pinnacle Financial Partners Inc.	2.59
Data shown is that of the underlying fund.	

Top detractors	% of total net assets
1. Kosmos Energy Ltd.	1.29
2. Crescent Point Energy Corp.	0.95
3. Fresenius Medical Care AG	0.49
4. APA Corp.	1.06
5. Northern Oil and Gas Inc.	1.75
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

- We use an intrinsic value approach to select investments for the portfolio. The portfolio is not constructed based on a short-term macroeconomic view. Instead, positioning is driven by bottom-up stock selection based on intrinsic value. We seek to create wealth by maintaining a long-term investment horizon and investing in companies that we believe are significantly undervalued on an absolute basis.
- Given our focus on intrinsic value and long-term investment horizon, the portfolio was positioned with more economically sensitive stocks than its peers at quarter end.
- Following the outperformance of large-cap over small-cap in recent years, we see greater long-term upside to intrinsic value in many small-cap stocks compared to large-cap stocks.
- At quarter end, the difference between the market price and the estimated intrinsic value of the portfolio's holdings was attractive, according to our estimation. 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 indicates above-average, long-term capital appreciation potential.

Performance highlights

- The portfolio's Class A units at net asset value (NAV) underperformed its benchmark for the quarter. (Please see the investment results table on page 2 for portfolio and index performance.)
- The portfolio's sector performance was mostly positive with energy being the only detractor from absolute return; financials was the largest contributor. Stock selection in utilities and information technology added the most to relative return.
- An overweight position in energy and stock selection in health care detracted the most from relative return.

Contributors to performance

- **Expedia:** Shares of the world's second largest online travel agency rose during the fourth quarter after the company reported third quarter financial results above Wall Street expectations, mainly due to resilience in travel demand.
- **Western Alliance Bancorporation:** Shares of this regional bank rose after management reported strong financial results for the third quarter of 2023.
- **NRG Energy:** NRG Energy is one of the largest retail energy providers in the US. Shares of the company rose as management reported solid financial results for the third quarter and announced a \$950 million accelerated share repurchase program.

Detractors from performance

- **Kosmos Energy** is an independent oil & gas exploration & production company focused on frontier and emerging areas along the Atlantic Margin. Despite reporting strong third quarter financial results, shares fell in the fourth quarter along with the energy sector in general as oil prices declined.
- **Crescent Point Energy:** Shares of this independent exploration & production company also fell along with the energy sector in general during the fourth quarter despite reporting strong third quarter results.
- **Fresenius Medical Care:** The company is one of the world's largest providers of dialysis services and products. We reduced the portfolio's position based on uncertain future demand for dialysis services as GLP-1 drugs may reduce incidence of chronic kidney disease.

Positioning and outlook

- We continued to identify attractive long-term upside to intrinsic value across a diverse set of industries. At quarter end, the portfolio remained overweight in more economically sensitive stocks than its benchmark and peers. However, we also found attractive investment opportunities in some more defensive areas.
- We took advantage of market volatility to add several new holdings to the portfolio, spanning various sectors. We sold a number of holdings across several sectors and used the proceeds to portfolio investments we believe have more upside potential.
- The price/earnings (P/E) multiple of the Russell 2000 Value Index has been at a large 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 Dec. 31, 2023						
	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	9.57	11.64	10.88	10.88	11.92	-
1 Year	18.09	22.99	21.10	22.10	23.31	14.65
Quarter	7.52	11.96	10.77	11.77	11.99	15.26

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	79.46	Class A units	1.11
Intl Common Stock	17.35	Class C units	1.86
Other	0.64	Class I units	0.86
Cash	2.55	Total annual asset-based fee per the current Program Description.	
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.

Equity sector breakdown	(% of total net assets)
Industrials	22.00
IT	15.80
Financials	12.90
Energy	12.50
Materials	11.40
Consumer Discretionary	7.30
Health Care	6.40
Consumer Staples	4.30
Utilities	4.20
Real Estate	0.00
Communication Services	0.00
Data shown is that of the underlying fund.	

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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