Invesco

QUARTERLY REVIEW

A: ACPSX | R6: CPBFX | Y: CPBYX

Invesco Core Plus Bond Fund

Q3 2026

Key takeaways

1 **Income remains the primary driver for fixed income returns**

A combination of yields, corporate earnings strength and income advantage over equities has created one of the most attractive income opportunities from investment grade credit in more than a decade.

2 **Constructive, yet selective positioning**

Elevated volatility in the global economy and capital markets, in our view, supports a cautious approach. We are emphasizing select opportunities for the fund while awaiting clearer catalysts for performance.

3 **Credit fundamentals have remained supportive**

Despite tight valuations, we believe resilient growth, solid earnings and strong demand support investment grade credit, with attractive opportunities available in select corporate and structured bonds.

Investment objective

The fund seeks total return, comprised of current income and capital appreciation.

Fund facts

Fund AUM ($M)	4,801.16

Portfolio managers

Chuck Burge, Matthew Brill, Michael Hyman, Todd Schomberg

Manager perspective and outlook

- Resilient economic activity and strong corporate earnings headlined the start of the quarter but renewed geopolitical uncertainty and inflation became significant headwinds as the period progressed. Despite a positive growth environment and stabilizing labor market, persistent price pressures and high energy costs led the US Federal Reserve (Fed) to make a decisive shift in monetary policy. In September, the Fed delivered a unanimous 0.25% hike in the federal funds rate to a target range of 3.75% - 4.00% and signaled a tighter monetary stance in an effort to tame inflation. The policy shift drove a meaningful repricing across fixed income markets. Treasury yields rose significantly, with the 10-year yield moving above 5.2% by the end of September, its highest level since 2007. Rising real yields, along with concerns about price pressures, fiscal borrowing and durability of economic growth, pressured longer duration bonds.
- Our bond outlook remains selectively constructive. However, we believe persistent inflation clouds the near-term policy outlook. Markets expect further policy tightening, but whether or not the interest rate environment stabilizes depends on whether prices stabilize or keep rising. Rather than making a directional call on where the federal funds rate will end up, we are maintaining the portfolio's elevated income and flexibility while the macroeconomic backdrop clarifies.

For more information, including prospectus and factsheet, please visit Invesco.com/ACPSX

Not a Deposit Not FDIC Insured Not Guaranteed by the Bank May Lose Value
Not Insured by any Federal Government Agency

Portfolio characteristics*

	Fund	Index
Effective duration (yrs)	5.72	5.58
Coupon (%)	4.98	3.82
30-day SEC yield (Class A shares)	4.67	-
30-day SEC unsubsidized yield (Class A shares)	4.60	-

Investment categories (%)

	Portfolio	Index
Securitized	**63.88**	**25.09**
MBS	37.27	23.21
ABS	18.22	0.45
CMBS	8.38	1.42
Corporate Bonds	**27.51**	**20.88**
US Investment Grade Bonds	19.30	20.85
US High Yield Bonds	8.21	0.02
Non-US Debt	**18.29**	**6.38**
Non-US Investment Grade Bonds	8.49	3.05
Emerging Market Debt	6.06	1.18
Non-US High Yield Bonds	2.03	0.00
Sovereign Debt	1.71	2.15
Government Bonds	**9.39**	**46.46**
US Treasuries	9.39	46.46
Convertible Bonds	**1.57**	**0.00**
Municipal Bonds	**0.03**	**0.64**
Derivatives & FX	**0.01**	**0.00**
Others	**2.13**	**0.55**

Portfolio positioning

Though the market appears to have priced in an aggressive rate hike path, we view the Fed's recent hike and tighter stance as a recalibration – a "risk management" hike deployed to combat surging energy prices and sticky inflation, not the start of material restriction. If high energy prices linger, September's hike may prevent more disruptive tightening later. Or, if inflation is tamed and energy prices fall, the Fed can end or reverse its hikes.

Overall, the fund's duration remained relatively stable through the quarter, flat to slightly longer than its benchmark.

Within credit markets, supply dynamics were noteworthy as AI hyperscaler issuance showed no signs of slowing. While record issuance has pressured technicals, credit spreads between Treasuries and investment grade bonds remained range-bound at historically tight levels. We believe elevated yields will attract buyers but have been selectively investing in new issues while waiting for more supportive near-term catalysts before shifting the broader risk posture.

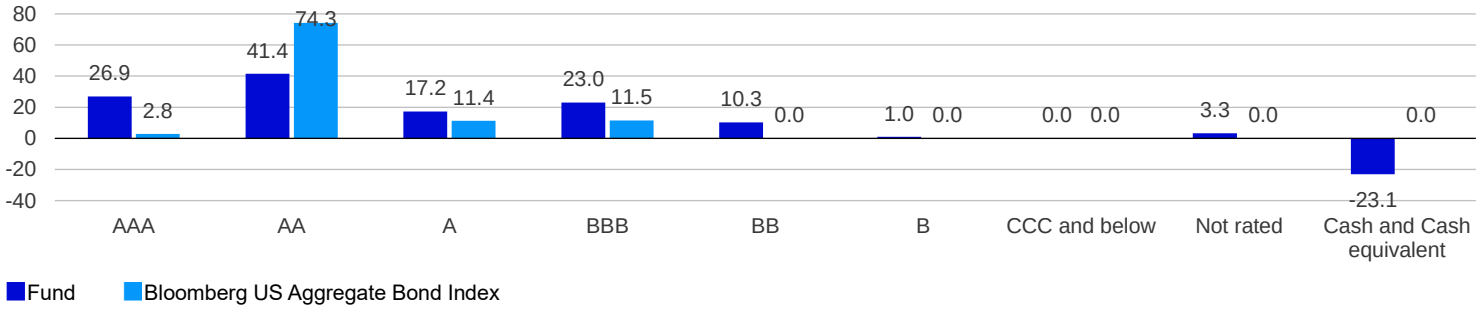
We maintain a constructive outlook for investment grade credit, favoring shorter-dated, high quality opportunities with attractive income as inflation risks threaten longer duration bonds. Sector dispersion is a key theme in the corporate segment. Commodity-related sectors have benefited from higher energy prices, while elevated issuance and changing investor demand have pressured areas of technology and financials.

Despite robust supply, we believe investment grade corporates remain attractive on a risk-adjusted basis. We reduced exposure to investment grade corporates earlier in the period, then increased exposure toward quarter end, moving to an overweight. The fund is overweight financials, particularly banking.

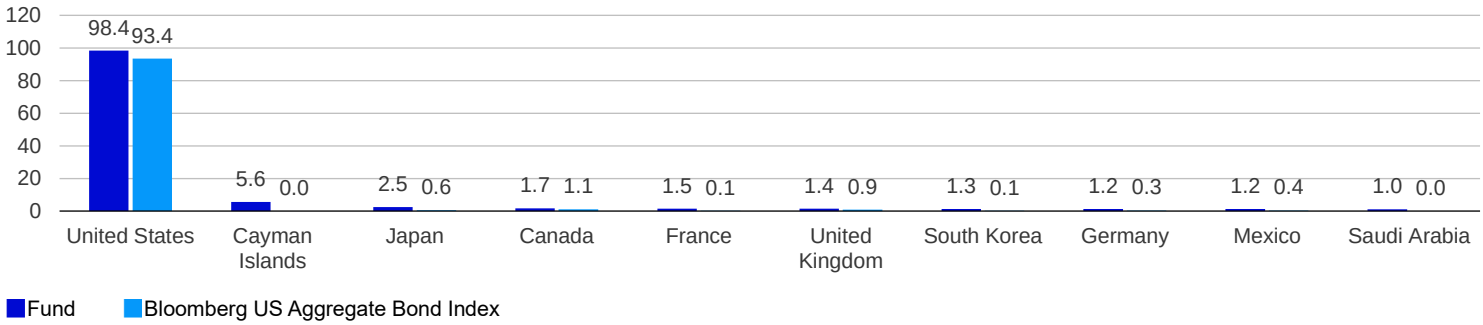
During the quarter, we increased overweights in non-index sectors, including high-yield corporates, where the focus is on higher quality bonds, predominantly BB-rated. We also maintained an overweight in emerging market debt. We believe the supply/demand balance remains solid for both asset classes. Our outlook is positive, but we remain tactical because diligence is critical given potential for volatility.

Within structured credit, we moved from an underweight to an overweight in Agency mortgages where valuations have improved and supply/demand points to a more balanced risk/reward profile. We maintained overweights in non-Agency mortgages, asset-backed securities (ABS) and commercial mortgage-backed securities (CMBS), favoring shorter duration, high quality structures.

Credit quality breakdown (% total)



Top countries (% of total market value)



Top contributors (bps)

Issuer	Return	Contrib. to return
MAG MUTUAL HOLDING COMPANY	34.77	3.17
NATIONAL RURAL UTILITIES COOPERATI	-256.79	1.92
CREDIT SUISSE GROUP AG	1250.03	1.10
SOUTH JERSEY INDUSTRIES INC	-158.40	1.02
JANE STREET GROUP LLC	458.05	0.87

Top detractors (bps)

Issuer	Return	Contrib. to return
COREWEAVE COMPUTE ACQUISITION CO V	-169.11	-2.14
BEIGNET INVESTOR LLC	-801.78	-1.41
SPACE EXPLORATION TECHNOLOGIES COR	-648.54	-1.19
ELECTRICITE DE FRANCE SA	-753.32	-1.19
CENTERPOINT ENERGY INC	-438.52	-0.83

Performance highlights

Invesco Core Plus Bond Fund Class A shares at net asset value (NAV) had a negative return for the quarter and underperformed its benchmark, the Bloomberg US Aggregate Bond Index.

Contributors to performance

Asset-backed securities: An overweight and security selection in asset-backed securities (ABS), particularly within collateralized loan obligations (CLOs) and data centers, positively affected relative performance.

Non-Agency mortgages: Holding non-Agency mortgages, which are not in the benchmark, positively affected relative performance.

Investment grade corporates: Security selection within investment grade corporates, particularly in the financial and utility sub-sectors, positively affected relative performance.

Detractors from performance

Mortgage-backed securities: Security selection in Agency mortgage-backed securities negatively affected relative performance.

Treasuries: An underweight in Treasuries negatively affected relative performance.

Standardized performance (%) as of September 30, 2026

		Quarter	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
Class A shares inception: 06/03/09	NAV	-3.61	-2.79	-1.83	4.89	-0.64	1.67	3.25
	Max. Load 4.25%	-7.71	-6.88	-6.05	3.37	-1.50	1.23	3.00
Class R6 shares inception: 09/24/12	NAV	-3.63	-2.65	-1.51	5.17	-0.35	1.98	2.55
Class Y shares inception: 06/03/09	NAV	-3.65	-2.71	-1.68	5.11	-0.41	1.91	3.51
Bloomberg US Aggregate Bond Index		-3.51	-2.91	-1.84	4.06	-0.64	1.14	-
Total return ranking vs. Morningstar Intermediate Core-Plus Bond category (Class A shares at NAV)		-	-	50% (217 of 544)	22% (99 of 491)	70% (278 of 452)	42% (139 of 354)	-

Expense ratios per the current prospectus: Class A**: Net: 0.79%, Total: 0.82%; Class R6: Net: 0.44%, Total: 0.47%; Class Y**: Net: 0.54%, Total: 0.57%.

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invesco.com 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 so that you may have a gain or a loss when you sell shares. Returns less than one year are cumulative; all others are annualized. Index source: RIMES Technologies Corp. Had fees not been waived and/or expenses reimbursed in the past, returns would have been lower. Performance shown at NAV does not include the applicable front-end sales charge, which would have reduced the performance.

Class Y and R6 shares have no sales charge; therefore performance is at NAV. Class Y shares are available only to certain investors. Class R6 shares are closed to most investors. Please see the prospectus for more details.

Calendar year total returns (%)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Class A shares at NAV	5.02	5.01	-2.71	11.27	9.57	-0.59	-14.68	6.07	3.25	7.11
Class R6 shares at NAV	5.40	5.33	-2.32	11.50	10.01	-0.36	-14.44	6.39	3.54	7.54
Class Y shares at NAV	5.28	5.37	-2.46	11.54	9.84	-0.34	-14.44	6.34	3.51	7.37
Bloomberg US Aggregate Bond Index	2.65	3.54	0.01	8.72	7.51	-1.54	-13.01	5.53	1.25	7.30

** Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least Dec 31, 2026 and contractual management fee waivers in effect through at least Aug 31, 2027.

Unless otherwise specified, all information is as of 09/30/26. Unless stated otherwise, Index refers to Bloomberg US Aggregate Bond Index.

Asset allocation/diversification does not guarantee a profit or eliminate the risk of loss.

The Bloomberg U.S. Aggregate Bond Index is an unmanaged index considered representative of the US investment grade, fixed-rate bond market. An investment cannot be made directly in an index.

About Risk

Active trading results in added expenses and may result in a lower return and increased tax liability.

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.

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.

Environmental, Social and Governance (ESG) considerations may vary across investments and issuers, and not every ESG factor may be identified or evaluated for investment. The Fund will not be solely based on ESG considerations; therefore, issuers may not be considered ESG-focused companies. ESG factors may affect the Fund's exposure to certain companies or industries and may not work as intended. The Fund may underperform other funds that do not assess ESG factors or that use a different methodology to identify and/or incorporate ESG factors. ESG is not a uniformly defined characteristic and as a result, information used by the Fund to evaluate such factors may not be readily available, complete or accurate, and may vary across providers and issuers. There is no guarantee that ESG considerations will enhance Fund performance.

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.

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

Junk bonds have greater risk of default or price changes due to changes in the issuer's credit quality. Junk bond values fluctuate more than high quality bonds and can decline significantly over a short time.

The investment techniques and risk analysis used by the portfolio managers may not produce the desired results.

Mortgage- and asset-backed securities are subject to prepayment or call risk, which is the risk that the borrower's payments may be received earlier or later than expected due to changes in prepayment rates on underlying loans. Securities may be prepaid at a price less than the original purchase value.

Obligations issued by US Government agencies and instrumentalities may receive varying levels of support from the government, which could affect the fund's ability to recover should they default.

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.

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.

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. Financial professionals, please contact your home office.
Ratings source: Standard & Poor's, Moody's or Fitch, as applicable. A credit rating is an assessment provided by a nationally recognized statistical rating organization (NRSRO) of the creditworthiness of an issuer with respect to debt obligations, including specific securities, money market instruments or other debts. Ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest); ratings are subject to change without notice. Not Rated indicates the debtor was not rated and should not be interpreted as indicating low quality. A negative in Cash indicates fund activity that has accrued or is pending settlement. For more information on rating methodologies, please visit the following NRSRO websites: www.standardandpoors.com and select 'Understanding Credit Ratings' under Rating Resources 'About Ratings' on the homepage; https://ratings.moodys.io/ratings and select 'Understanding Ratings' on the homepage; www.fitchratings.com and select 'Ratings Definitions Criteria' under 'Resources' on the homepage. Then select 'Rating Definitions' under 'Resources' on the 'Contents' menu.
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.

* **Effective duration** is the managers' estimate of a bond fund's price sensitivity to changes in interest rates. This measure takes into account mortgage prepayments, puts, adjustable coupons and potential call dates. **Contribution to Return** measures the performance impact from portfolio holdings over a defined time period. It takes into account both weight and performance of the portfolio holdings. Contribution to Return is calculated at security level.

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Before investing, consider the Fund's investment objectives, risks, charges and expenses. Visit invesco.com/fundprospectus for a prospectus/summary prospectus containing this information. Read it carefully before investing.