

Invesco International Core Equity Fund

Quarterly Performance Commentary

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



Investment objective

The fund seeks long-term growth of capital.

Portfolio management

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Fund facts

Nasdaq	A: IBVAX	C: IBVCX
	Investor: IIBCX	Y: IBVYX
Total Net Assets	\$65,759,640	
Total Number of Holdings	53	

Top holdings

	% of total net assets
Royal Dutch Shell	3.62
SAP	3.41
Novartis ADR	3.35
Asahi	3.16
KDDI	3.12
Hitachi	2.97
Sanofi	2.84
Orix	2.79
Vivendi	2.75
Nomad Foods	2.73

Top contributors

	% of total net assets
1. James Hardie Industries	2.13
2. Vodafone	2.43
3. Asahi	3.16
4. Umicore	1.74
5. Sanofi	2.84

Top detractors

	% of total net assets
1. SAP	3.41
2. Softbank	2.27
3. AIA	2.89
4. Royal Dutch Shell	3.62
5. ArcelorMittal	1.77

Market overview

+ Weakening global economic data and ongoing US-China trade conflict contributed to higher market volatility in the third quarter. Data releases during the quarter showed slowing manufacturing activity and declining business investment, evidence that trade tensions were stifling economic growth across both developed and emerging markets. Global recession concerns caused a sharp equity selloff in August as investors crowded into asset classes perceived to be safe havens, including US Treasuries and gold.

In September, both the Federal Reserve and European Central Bank cut interest rates, providing a measure of support for risk assets. Growing optimism about a potential trade deal also boosted equities in September. However, except for the US and Japan, most regions declined during the quarter. Uncertainty about the UK's withdrawal from the European Union continued to weigh on UK and European equities, while political and trade issues affected areas of Latin America and Asia.

Positioning and outlook

+ The combination of uncertainty and soft economic data allowed us to find durable companies at attractive entry prices. The investment process remains focused on the three research pillars of Durability, Asymmetry and Differentiated Thesis

that guide our decision making. The team remains disciplined in managing outsized risks and looks for potential asymmetric return opportunities. The portfolio is more exposed to stock-specific risks than specific economic predictions.

Performance highlights

- + The fund's Class A shares at net asset value (NAV) underperformed its index for the third quarter. (Please see the investment results table on page 2 for fund and index performance.)
- + The largest contributors to relative return were holdings in the materials and communication services sectors. Also aiding results were select consumer staples and utility stocks.
- + The information technology (IT), health care and consumer discretionary sectors were the largest detractors from relative return. Stock selection in the industrial sector also detracted, as did selection in Australia, Germany, Switzerland and Japan.

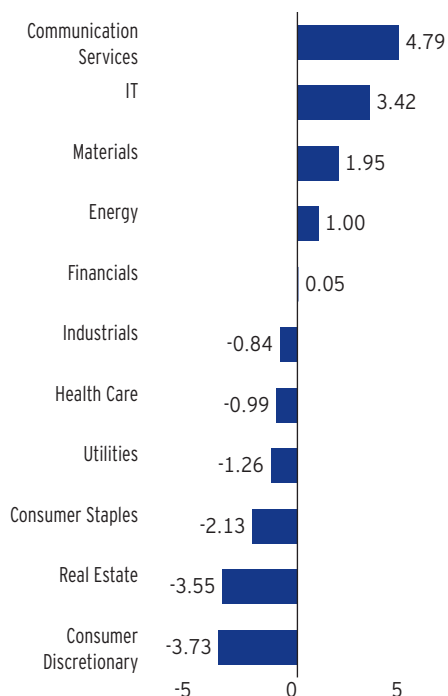
Contributors to performance

- + **James Hardie Industries**, returned 28% for the quarter and was among the fund's top contributors. Investors were encouraged by improving operating momentum in its core North American market due to better sales execution, stabilization of input costs and lean manufacturing cost savings.
- + **Vodafone** added to relative return as the company announced it will find ways to monetize its cellular towers, an asset the market does not seem to appreciate and which should allow **Vodafone** to sustain its shareholder dividends.
- + **Umicore** was a main driver of the fund's positive results in the materials sector as the company signed a joint venture agreement with LG Chemicals in South Korea (not a fund holding), alleviating fear that competition will erode **Umicore's** potential to capture profits from electric vehicle battery cathodes.

Detractors from performance

- + **Softbank** fell 18% in the quarter. While the company's fundamentals remain solid, **Softbank** was hurt by news about the aborted initial public offering of its portfolio company WeWork (not a fund holding) and worries that this will hamper fundraising for **Softbank's** second Vision Fund.
- + Asian life insurer **AIA** fell 12% as political noise related to protests in Hong Kong affected the Asian equity market.
- + **Royal Dutch Shell's** stock price was affected by volatile oil prices as a drone attack on its oil fields reduced Saudi Arabia's oil production.

The fund's positioning versus the MSCI EAFE Index
(% underweight/overweight)



Investment results

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

	Class A Shares	Class C Shares	Investor Class Shares	Class Y Shares	Style-Specific Index		
	Inception: 03/28/02	Inception: 02/14/00	Inception: 10/28/98	Inception: 10/03/08			
	Max Load 5.50%	Max CDSC 1.00%			MSCI EAFE Index		
Period	NAV	NAV	NAV	NAV			
Inception	3.41	3.74	1.88	1.88	3.23	3.15	-
10 Years	2.01	2.59	1.81	1.81	2.59	2.84	4.90
5 Years	0.67	1.82	1.04	1.04	1.81	2.05	3.27
3 Years	0.89	2.81	2.03	2.03	2.83	3.06	6.48
1 Year	-9.35	-4.09	-5.71	-4.83	-4.11	-3.90	-1.34
Quarter	-7.12	-1.72	-2.84	-1.85	-1.69	-1.59	-1.07

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. The Investor Class shares have no sales charge; therefore, performance is at NAV. 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.

Expense ratios	% net	% total	Asset mix (%)
Class A Shares	1.12	1.67	Dom Common Stock 6.63
Class C Shares	1.87	2.42	Intl Common Stock 92.06
Investor Class Shares	1.12	1.67	Cash 0.68
Class Y Shares	0.87	1.42	Other 0.63

Per the current prospectus
Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least Feb. 29, 2020. See current prospectus for more information.

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

Class Y shares and Investor Class 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.

The MSCI EAFE® Index is an unmanaged index considered representative of stocks of Europe, Australasia and the Far East. 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.

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.

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.

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.