

Invesco Global Infrastructure Fund

Quarterly Performance Commentary

Mutual Fund Retirement Share Classes
Data as of March 31, 2023



Investment objective

The fund seeks total return through growth of capital and current income.

Portfolio management

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Fund facts

Nasdaq	A: GIZAX R: GIZRX	Y: GIZYX R6: GIZSX R5: GIZFX
Total Net Assets	\$113,296,176	
Total Number of Holdings	39	
Annual Turnover (as of 10/31/22)	127%	
Distribution Accrual	Quarterly	
Distribution Frequency	Quarterly	

Top holdings

	% of total net assets
American Tower	9.64
Vinci SA	7.06
Eversource Energy	5.53
Cheniere Energy	5.27
Transurban	4.49
Crown Castle	4.30
PPL	3.57
ONEOK	3.35
Italgas	3.26
CenterPoint Energy	3.13

Top contributors

	% of total net assets
1. Vinci SA	7.06
2. Grupo Aeroportuario del Sureste	1.99
3. Infrastrutture Wireless Italiane	1.60
4. Italgas	3.26
5. Cheniere Energy	5.27

Top detractors

	% of total net assets
1. ONEOK	3.35
2. American Tower	9.64
3. Eversource Energy	5.53
4. DT Midstream	0.00
5. Gibson Energy	2.88

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

Market overview

- + Most major asset classes reported positive returns for the first quarter of 2023. Equities advanced despite central banks' ongoing battles against inflation and a banking crisis involving multiple US regional banks and one of the world's oldest banks Credit Suisse, which required government intervention. This quarter's returns can be attributed to markets' perception that central bank appetites for continued monetary tightening were waning.
- + Global listed infrastructure performance was positive on an absolute basis but underperformed the broader equity markets. Sector results were generally positive, led by ports, including airports and marine ports, gas distribution and electric utilities. Midstream services declined for the quarter.

Positioning and outlook

- + The fund is overweight in sectors such as gas distribution, toll roads and renewables in an effort to balance attractive relative valuations against our expectations for moderating economic growth. We maintain the fund's underweight in midstream services where valuations appear relatively unattractive and should underperform if economic growth slows.
- + Not surprisingly, the outlook for 2023 largely depends on the path of monetary policy, which in turn relies heavily on the path of inflation. Chances of a near-term US recession are rising. Our expectation is that inflation will moderate, alongside economic growth and corporate earnings. Within equity markets, we expect companies with defensive exposures to have better relative performance.
- + We are focused on balancing the fund's existing exposures to structural demand tailwinds and adding to positions where defensive attributes could add to overall long-term performance.

Performance highlights

- + Invesco Global Infrastructure Fund Class A shares at net asset value (NAV) had a positive total return but underperformed its benchmark, the Dow Jones Brookfield Global Infrastructure Index, during the quarter. (Please see the investment results table on page 2 for fund and index performance.)

Contributors to performance

- + Security selection in the tower and electric utilities sectors were key contributors to relative return.
- + **Infrastrutture Wireless Italiane** was a leading individual contributor. The cell tower company continues to benefit from the high inflation environment as its contracts are fully linked to the Consumer Price Index, unlike peers in the tower sector. Additionally, reports have surfaced that private equity firm Ardian, which is already a 30% owner in **Infrastrutture Wireless Italiane**, is considering a bid for the company.
- + **SSE**, an overweight position in the fund (3.02% of total net assets), was a top contributor to both absolute and relative returns. The UK-based diversified utility company's outperformance stemmed from a solid balance sheet and strong inflation-linked sales growth in the UK.

Detractors from performance

- + Despite the fund being underweight in midstream services, the sector was the largest detractor from absolute return during the quarter. Security selection in the gas distribution sector detracted from relative return.
- + **ONEOK**, a midstream position, underperformed as investors reacted negatively to its lack of a firm commitment to shareholder return via share buybacks, in contrast to the industry and peers. **ONEOK** is also more sensitive to economic growth and was affected by the market placing greater probability on an economic slowdown.
- + **PPL**, an overweight position in the gas distribution sector (3.60% of total net assets), was another detractor from relative return. As markets priced in slowing economic growth, **PPL's** lower leverage and cheaper valuation made it less sensitive to the favorable effect of a decline in interest rates.

Top countries	% of total net assets
United States	49.20
Canada	10.00
France	7.10
China	5.50
Italy	4.80
Australia	4.50
United Kingdom	3.90
Denmark	2.00
Mexico	2.00
Spain	1.90

Infrastructure sector	(% of total net assets)
Gas Distribution	18.50
Midstream Services	18.10
Electric Utilities	16.80
Telecom	15.80
Diversified	7.20
Tolls	6.20
Water	5.10
Airports	3.90
Renewables	2.10
Freight Logistics	1.60
Satellite	1.50
Ports	1.50
Cash	1.60

Valuation statistics	fund	index
12-Month Forward P/E	15.88	16.71
12-Month Trailing P/E	20.30	18.88
Price/Book (Wtd. Har. Avg.)	2.35	2.20
1-Year ROE (Wtd. Avg.)	15.52	12.09
12-Month Fwd. Growth Rate (Wtd. Avg.) (%)	8.36	9.94
3-Year EPS Growth Rate (Wtd. Avg.) (%)	3.06	5.01
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	5.12	4.47
Weighted Average Market Cap (\$MM)	38,275	36,813
Weighted Median Market Cap (\$MM)	28,412	32,142

Source: FactSet Research Systems Inc.

Investment results

Average annual total returns (%) as of March 31, 2023

	Class A Shares	Class Y Shares	Class R Shares	Class R6 Shares	Class R5 Shares	Style-Specific Index
Inception:	05/02/14	05/02/14	05/02/14	05/02/14	05/02/14	
						Dow Jones Brookfield Global Infrastructure Index
Period	NAV	NAV	NAV	NAV	NAV	
Inception	4.27	4.53	4.01	4.53	4.54	-
5 Years	5.54	5.81	5.28	5.82	5.81	5.96
3 Years	8.83	9.10	8.59	9.11	9.13	10.52
1 Year	-8.60	-8.37	-8.78	-8.36	-8.28	-7.26
Quarter	1.97	2.03	1.99	2.03	2.12	2.49

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com/performance](https://www.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. Class A shares at NAV are available only to certain investors and have no sales charge; therefore, performance is at NAV. Class Y shares have no sales charge; therefore, performance is at NAV. Class R shares have no sales charge; therefore, performance is at NAV. Class R6 shares have no sales charge; therefore, performance is at NAV. Class R5 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	1.25	1.47	Dom Common Stock	48.27
Class Y Shares	1.00	1.22	Intl Common Stock	42.33
Class R Shares	1.50	1.72	Other	6.99
Class R6 Shares	1.00	1.06	Cash	2.42
Class R5 Shares	1.00	1.13		

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 February 29, 2024. See current prospectus for more information.

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Class A shares at NAV and Class Y shares are available only to certain investors. Class R shares are generally available only to employee benefit plans. Class R6 shares and Class R5 shares are primarily intended for retirement plans that meet certain standards and for institutional investors. See the prospectus for more information.

The Dow Jones Brookfield Global Infrastructure Index measures the stock performance of companies that exhibit strong infrastructure characteristics. The index intends to measure all sectors of the infrastructure market. 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.

12-month forward and trailing P/E are calculated using weighted harmonic averaging, which helps avoid extreme results that may occur due to small relative numbers in the denominator. It doesn't exclude extreme values; instead, it reduces the effect of outliers on the aggregate calculation. The **price/book ratio** is the market price of a stock divided by the book value per share. **Return on equity (ROE)** is net income divided by net worth. The **median 12-Month Fwd. Growth Rate** is the percent change between the next twelve months' mean EPS estimate and the previous twelve months' actuals. The **three-year EPS growth rate** is a weighted average of each stock's growth rate in earnings per share (EPS). EPS is total earnings divided by the number of shares outstanding. The **five-year dividend growth rate** is the weighted average of each stock's annualized percentage rate of growth in dividend yield over five years. The three-year EPS and five-year dividend growth rates are not forecasts of fund performance.

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.

Investment in infrastructure-related companies may be subject to high interest costs in connection with capital construction programs, costs associated with environmental and other regulations, the effects of economic slowdown and surplus capacity, the effects of energy conservation policies, governmental regulation and other factors.

Although the characteristics of MLPs closely resemble a traditional limited partnership, a major difference is that MLPs may trade on a public exchange or in the over-the-counter market. Although this provides a certain amount of liquidity, MLP interests may be less liquid and subject to more abrupt or erratic price movements than conventional publicly traded securities. The risks of investing in an MLP are similar to those of investing in a partnership and include more flexible governance structures, which could result in less protection for investors than investments in a corporation. MLPs are generally considered interest-rate sensitive investments. During periods of interest rate volatility, these investments may not provide attractive returns.

A change in current tax law, or a change in the underlying business mix of a given MLP, could result in an MLP being treated as a corporation for U.S. federal income tax purposes. This would result in such MLP being required to pay U.S. federal income tax on its taxable income and could result in a reduction of the value of the MLP.

The fund is considered non-diversified and may experience greater volatility than a more diversified investment.

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

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.

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 financial professionals 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. Financial professionals, 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.