Invesco

Invesco Stable Value Portfolio

Quarterly Performance Commentary

CUSIPS: A:76222X471 C:76222X455 I:76222X422

Investment objective

The portfolio invests 100% of its assets in the Invesco Stable Value separate account. The Invesco Stable Value separate account invests in investment contracts (also referred to as "wrap contracts") and seeks to produce a stable return while avoiding negative returns. In most market environments, it should provide investors with a higher return than a money market fund while striving to maintain liquidity for Account Owner initiated transactions and safety of principal.

Portfolio management

Jennifer L. Gilmore, Jeff Deetsch

Management is that of the underlying separate account.

Portfolio information

Tickers	A:INDWX C:INEBX I:INEDX
Total net assets	$207,272,531
Total number of securities	1089

Securities are that of the underlying separate account.

Holdings statistics (%)

Effective duration	3.37
Crediting rate (%)	3.02

Data shown is that of the underlying separate account.

Sector breakdown (%)

Corporate	24.79
MBS	24.76
ABS	21.16
US Treasury & Cash	18.80
CMBS	7.29
Agency	0.77
Municipal	0.04
Non - US Govt/Agency	0.02

Data shown is that of the underlying separate account. May not equal 100% due to rounding.

Portfolio commentary provided is based on the underlying separate account.

Market overview

- Bond returns were negative for the fourth quarter as interest rates rose across the maturity curve, except for maturities shorter than one year. Stronger-than-expected economic growth and inflation expectations above the Federal Reserve's (Fed) target drove market sentiment during the quarter. The Bloomberg US Aggregate Index returned -3.06%. During the quarter, the Fed cut the federal funds rate twice, by 0.25% in November and December. With inflation still a risk factor and recession fears waning, markets lowered expectations for 2025 interest rate cuts to one or two.
- The 2-year Treasury yield increased from 3.66% to 4.25%, the 5-year from 3.58% to 4.38% and the 10-year from 3.81 to 4.58%. The 30-year Treasury yield increased from 4.14% to 4.78%.
- Risk assets outperformed comparable-duration Treasury bonds, and supply waned going into year end. The lower quality investment grade rating category outperformed as persistent demand for yield led to a narrowing of yield spreads versus Treasuries. The high-yield sector remained the top performer within the corporate credit segment.
- Corporate issuance fell during the seasonally slow period. Investment grade supply in the fourth quarter was $238 billion compared to last quarter's $456 billion of new issuance. High-yield supply was $48.6 billion, a decline from the third quarter's $72 billion of new issuance.
- Credit-related structured assets, asset-backed securities (ABS) and commercial mortgage-backed securities (CMBS) outperformed comparable maturity Treasuries for the quarter. Collateral quality remained favorable as consumer spending stayed strong, supported by low unemployment levels and rising wages. However, the Agency mortgage-backed securities (MBS) sector lagged comparable duration Treasuries as interest rate volatility curtailed performance in the sector.

Performance highlights

- For the fourth quarter, the portfolio's Class A units at net asset value (NAV) delivered a positive absolute book value return but underperformed its benchmark. The portfolio's short, intermediate and core duration fixed income assets have been yielding more than money markets as the yield curve steepened during the quarter and has had a positive slope, which means securities with longer maturities generally yield more than those with shorter maturities.
- Portfolio yield increased during the quarter as interest rates rose across the yield curve for maturities one year and longer. The crediting rate will, by design, follow the yield on the underlying portfolio with a lag. (December crediting rates were based on end of October portfolio data.)
- Invesco continues to manage the stable value portfolio using a diversified allocation of wrap issuers, investment strategies and underlying fund managers.

Positioning and outlook

- At quarter end, the portfolio's primary overweight relative to the index was in the ABS sector. The portfolio was overweight in the corporate and Agency mortgage sectors, while remaining underweight in CMBS and Treasuries.
- The portfolio's duration was longer than its benchmark, which could benefit the portfolio if rates decline. We believe the portfolio's overweight in high quality non-Treasury assets, such as securitized sectors and corporate bonds, offers a potential yield advantage over the benchmark in the long term.

Investment results

Average annual total returns (%) as of Dec. 31, 2024

Period	Class A units Inception: 07/08/16 Max Load 3.00%	Class A units NAV	Class C units Inception: 07/08/16 Max CDSC 1.00%	Class C units NAV	Class I units Inception: 07/08/16 NAV	Style-Specific Index Bloomberg 3-Month Treasury Bellwether Index
Inception	1.08	1.57	1.09	1.09	1.82	-
5 Years	0.81	1.64	0.86	0.86	1.89	2.51
3 Years	0.50	1.88	1.08	1.08	2.12	3.97
1 Year	-1.89	2.24	0.33	1.33	2.46	5.29
Quarter	-3.39	0.62	-0.62	0.38	0.60	1.18

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.

Index source: Invesco

Manager diversification (%)

Invesco	67.40
Jennison	15.25
Loomis Sayles	14.98
STIF	2.37

Data shown is that of the underlying separate account.

Wrap providers (%)

RGA	16.65
American General Life Ins	16.38
State Street Bank	16.36
Prudential Ins Co	16.33
Voya Retirement & Annuity	16.08
Nationwide Life Insurance	15.98

Data shown is that of the underlying separate account.

Expense ratios (%)

Class A units	0.81
Class C units	1.56
Class I units	0.56

Total annual asset-based fee per the current Program Description.

Credit quality breakdown (% of total)

AAA & Cash	73.11
AA	3.08
A	11.84
BBB	9.55
Less than BBB	0.04
NR	0.01

Data shown is that of the underlying separate account.

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. If securities are rated differently by the rating agencies, the higher rating is applied. 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 the rating methodology, please visit www.standardandpoors.com and select 'Understanding Ratings' under Rating Resources on the homepage; www.moodys.com and select 'Rating Methodologies' under Research and Ratings on the homepage; www.fitchratings.com and select 'Ratings Definitions' on the homepage.

For more information you can visit us at collegebound529.com

Class I units are available only to certain investors. See the Program Description for more information.

Diversification does not guarantee a profit or eliminate the risk of loss.

The Bloomberg 3-Month Treasury Bellwether Index measures the performance of treasury bills with maturities of less than three months. An investment cannot be made directly in an index.

The **Crediting rate** is the interest rate earned on the contract value (principal plus accrued income) expressed as an effective annual yield. The crediting rate also acts as a stabilizing mechanism by amortizing investment gains and losses so that participants are protected from short-term changes in market value. The crediting rate is reset monthly and is presented gross of Invesco's management fee, revenue sharing applicable to the various share classes, wrap fees, sub-advisor expenses and administrative expenses. **Effective duration** is a modified duration calculation which incorporates the expected duration-shortening effect of an issuer's embedded call provision.

About risk

Risks of the Underlying Holding

Fixed-income investments are subject to credit risk of the issuer and the effects of changing interest rates. Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa. 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.

Wrap contract crediting rates may be affected, positively or negatively, if a large number of participants request redemptions from the portfolio or add new contributions to the portfolio. The portfolios credited rate will generally lag market interest rates.

There are risks that a wrap contract issuer may default which could result in loss of principal. Cost incurred to buy wrap contracts reduces Portfolio performance. New wrap contracts may have less favorable terms or higher costs. Poor market value performance may lead to constrained Portfolio investments and reduce performance. Termination of a wrap contract could result in loss of book value coverage.

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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