



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

Total net assets \$240,980,077

Total number of securities 1128

Securities are that of the underlying separate account.

Holdings statistics (%)

Effective duration 3.36

Crediting rate (%) 2.54

Data shown is that of the underlying separate account.

Sector breakdown (%)

Corporate 26.61

MBS 25.10

ABS 19.85

Treasury 18.72

CMBS 6.69

Cash & Eq 2.19

Agency 0.82

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

- The bond market posted positive total returns for the quarter, as interest rates fell across the maturity curve. Inflation remained above the US Federal Reserve (Fed)'s target, but inflation expectations declined and economic growth slowed. Investor sentiment appeared to improve in response to the Fed shifting its tone toward easier monetary policy and yields declined during the quarter.
- The federal funds rate finished the quarter and year at the 5.25% - 5.50% range. The Fed set the tone for yields to fall, with rate cuts expected in 2024. In parallel, US Treasury yields fell amid lower inflation expectations and slower economic growth. The 2-year Treasury yield fell from 5.03% to 4.25%, the 5-year from 4.60% to 3.84% and the 10-year from 4.59% to 3.87%. The 30-year Treasury yield finished the quarter at 4.02%, a decline from 4.71%.
- Investment grade corporates outperformed Treasuries for the quarter, what we view as attractive yields supported demand, benefiting valuations. Lower quality investment grade bonds performed well despite slower growth on the horizon. Within the investment grade segment, the financials sector outperformed utilities and industrials.
- Structured securities also outperformed Treasuries for the quarter as declining interest rate volatility and favorable technical conditions (supply/demand) benefited mortgage-backed securities (MBS). The credit-related structured assets, asset-backed securities (ABS) and commercial mortgage-backed securities (CMBS), also performed well in this environment of higher investor risk appetites.
- The lower quality investment grade and high-yield sectors remained top performers, especially as fear of a deep recession appeared to recede. Bond markets finished the year positioned for the Fed to begin interest rate cuts by mid-year, with yield spreads between Treasuries and non-Treasury sectors trading at tighter levels, especially within the industrial 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 currently yield less than money markets as the yield curve remains inverted.
- Portfolio yield decreased during the quarter as interest rates declined across the yield curve. 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 relatively neutral compared to its benchmark, which could help mitigate the effect of volatile interest rates.
- An overweight in high quality non-Treasury assets, such as securitized sectors and corporate bonds, offers, in our view, a potential yield advantage over the benchmark in the long term.

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

Investment results						
Average annual total returns (%) as of Dec. 31, 2023						
	Class A units		Class C units		Class I units	Style-Specific Index
	Inception: 07/08/16 Max Load 3.00%	NAV	Inception: 07/08/16 Max CDSC 1.00%	NAV	Inception: 07/08/16 NAV	Bloomberg 3- Month Treasury Bellwether Index
Period						
Inception	0.92	1.48	0.94	0.94	1.73	-
5 Years	0.73	1.56	0.80	0.80	1.82	1.92
3 Years	0.09	1.48	0.77	0.77	1.73	2.21
1 Year	-2.19	1.92	0.25	1.25	2.16	5.15
Quarter	-3.54	0.45	-0.71	0.29	0.53	1.39

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 (%)		Wrap providers (%)	
Invesco	66.13	RGA	16.30
Jennison	14.99	American General Life Ins	16.13
Loomis Sayles	14.76	State Street Bank	16.11
STIF	4.12	Prudential Ins Co	16.06
Data shown is that of the underlying separate account.		Voya Retirement & Annuity	15.83
		Nationwide Life Insurance	15.74
		Data shown is that of the underlying separate account.	

Expense ratios (%)	
Class A units	0.80
Class C units	1.55
Class I units	0.55
Total annual asset-based fee per the current Program Description.	
Credit quality breakdown (% of total)	
AAA	71.91
AA	3.68
A	12.81
BBB	9.37
Less than BBB	0.04
Cash	2.19

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.moody.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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