

# Invesco Emerging Markets Local Debt Fund

A: OEMAX | R6: OEMIX | Y: OEMYX

## Why invest in this fund

### 1 Pure-play EM local bond solution.

The fund seeks to complement investors' developed market fixed income portfolios while focusing on downside risk mitigation and ESG.

### 2 Disciplined approach.

We combine top-down macroeconomic analysis and bottom-up country analysis to allocate risk across interest rates and foreign currencies.

### 3 Experienced team.

A history of investing in international fixed income since the mid-1990s enables the team to interpret market events across a multi-decade context.

## What this fund does

The fund seeks to generate total return by identifying the best opportunities across emerging markets (EM) local bonds and currencies, integrating Environmental, Social, and Governance (ESG) factors. EM assets may add attractive income, return, and diversification potential to a developed markets fixed income portfolio.

## Fund overview (as of 06/30/24)

Fund objective	The fund seeks total return.
Total net assets	\$88.35 million
Distribution frequency	Monthly
Morningstar category	Emerging-Markets Local-Currency Bond
30-day SEC unsubsidized yield (Class A shares)	6.1%
30-day SEC yield (Class A shares)	6.5%
Portfolio managers	Hemant Bajjal, Wim Vandenhoeck

## Quality breakdown

	% total
AAA	4.2
AA	4.2
A	20.7
BBB	41.2
BB	20.0
B	1.0
Not rated	1.7
Cash and Cash equivalent	7.4
Derivatives & FX	-0.5

## Investment categories (%)

<b>Emerging Market Debt</b>	<b>85.5</b>
Emerging Market Sovereign Bonds	84.0
Emerging Market Corporate Bonds	1.5
<b>Non-US Debt</b>	<b>2.4</b>
Non-US Sovereign Bonds	2.4
<b>Cash &amp; Cash Equivalent</b>	<b>7.4</b>
<b>Derivatives &amp; FX</b>	<b>-0.5</b>
<b>Other</b>	<b>5.1</b>

## Portfolio characteristics

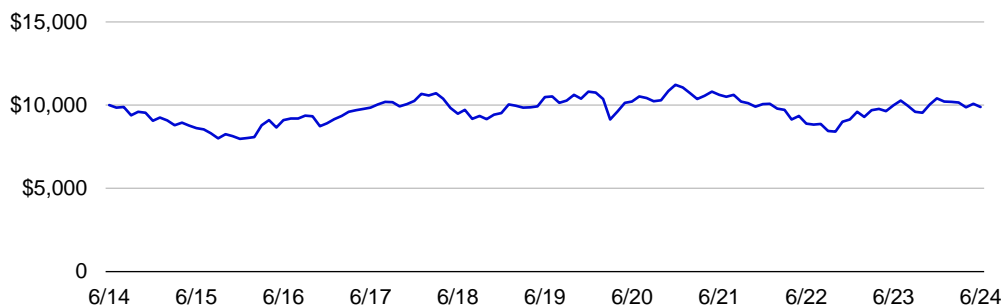
Total Number of Holdings	300
Effective duration (years)	5.10
Weighted avg effective maturity (years)	6.07



## Performance of a \$10,000 investment (\$)

Class A shares at NAV (June 30, 2014 – June 30, 2024)

■ Invesco Emerging Markets Local Debt Fund Class A at NAV: \$9,885



## Overall Morningstar rating

Class A shares as of June 30, 2024



Ratings are based on a risk-adjusted return measure that accounts for variation in a fund's monthly performance, placing more emphasis on downward variations and rewarding consistent performance.

Class A shares received 4 for the overall, 3 for the three years, 3 for the five years and 4 for the 10 years. The fund was rated among 73, 71, 69 and 59 funds within the Emerging-Markets Local-Currency Bond Category for the overall period, three, five and 10 years, respectively.

## Expense ratio

	% net	% total
Class A	1.24	1.50
Class R6	0.99	1.11
Class Y	0.99	1.26

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 28, 2025.

## Standardized performance (%) as of June 30, 2024

		YTD	3 month	1 Year	3 Year	5 Year	10 Year	Since Inception
Class A shares inception: 06/30/10	NAV	-5.02	-2.67	-1.09	-2.36	-1.16	-0.12	1.08
	<b>Max. Load 4.25%</b>	-9.05	-6.79	-5.32	-3.76	-2.01	-0.54	0.77
Class R6 shares inception: 09/28/12	NAV	-4.90	-2.62	-0.84	-2.04	-0.82	0.22	0.09
Class Y shares inception: 06/30/10	NAV	-4.72	-2.43	-0.65	-2.11	-0.89	0.15	1.36
JP Morgan GBI-EM Global Diversified Index		-3.71	-1.63	0.67	-3.27	-1.29	-0.87	-
Total return ranking vs. Morningstar Emerging-Markets Local-Currency Bond category (Class A shares at NAV)		-	-	90% (61 of 73)	46% (38 of 71)	50% (43 of 69)	20% (12 of 59)	-

## Calendar year total returns (%)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Class A shares at NAV	-5.46	-12.04	11.84	14.94	-7.05	13.50	3.77	-10.40	-9.10	13.87
JP Morgan GBI-EM Global Diversified Index	-5.72	-14.92	9.94	15.21	-6.21	13.47	2.69	-8.75	-11.69	12.70

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com](https://www.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. As the result of a reorganization on May 24, 2019, the returns of the fund for periods on or prior to May 24, 2019 reflect performance of the Oppenheimer predecessor fund. Share class returns will differ from the predecessor fund due to a change in expenses and sales charges. 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.

The JP Morgan Government Bond Index—Emerging Markets (GBI-EM) Global Diversified Index is a comprehensive global local emerging markets index comprising liquid, fixed-rate, domestic currency government bonds. An investment cannot be made directly in an index.

## **About Risk**

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

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.

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](http://www.standardandpoors.com) and select 'Understanding Credit Ratings' under Rating Resources 'About Ratings' on the homepage; [www.ratings.moody.com](http://www.ratings.moody.com) and select 'Rating Methodologies' under Research and Ratings on the homepage; [www.fitchratings.com](http://www.fitchratings.com) and select 'Ratings Definitions Criteria' under 'Resources' on the homepage. Then select 'Rating Definitions' under 'Resources' on the 'Contents' menu.

**30-day SEC yield** is based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period. **30-day SEC unsubsidized yield** reflects the 30-day yield if the investment adviser were not waiving all or part of its fee or reimbursing the fund for part of its expenses. Total return would have also been lower in the absence of these temporary reimbursements or waivers. **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. **Weighted average maturity** is a measure, as estimated by the fund's portfolio managers, of the length of time the average security in a bond fund will mature or be redeemed by its issuer. It takes into account mortgage prepayments, puts, adjustable coupons and potential call dates.

## **Morningstar**

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Past performance is no guarantee of future results. Open-end mutual funds and exchange-traded funds are considered a single population for comparison purposes. For factsheets that display Morningstar Star Ratings; Ratings are calculated for funds with at least a three year history. The overall rating is derived from a weighted average of three-, five- and 10- year rating metrics, as applicable, excluding sales charges and including fees and expenses. Had fees not been waived and/or expenses reimbursed currently or in the past, the Morningstar rating would have been lower. Ratings are as of the most recent quarter end and are subject to change every month. The top 10% of fund in a category receive five stars, the next 22.5% four stars, the next 35% three stars, the next 22.5% two stars and the bottom 10% one star. Ratings for other share classes may differ due to different performance characteristics.

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