

Invesco Global Real Estate Income Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of Sept. 30, 2022



Investment objective

The fund seeks current income and, secondarily, capital appreciation.

Portfolio management

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Fund facts

Nasdaq	A: ASRAX	C: ASRCX
		Y: ASRYX
Total Net Assets	\$578,656,820	
Total Number of Holdings	118	
Annual Turnover (as of 08/31/21)	41%	
Distribution Accrual	Quarterly	
Distribution Frequency	Quarterly	

Top holdings

	% of total net assets
Prologis	4.89
UDR	3.04
VICI Properties	2.39
AvalonBay Communities	2.35
UMH Properties Pfd 'D'	2.33
Prima Capital CRE Securitization 2019-RK1 Ltd (4.45) 15/04/2038	2.07
Life Storage	2.02
Kimco Realty	1.98
Invitation Homes	1.94
Sun Communities	1.89

Top contributors

	% of total net assets
1. Hilton Worldwide	0.66
2. Outfront Media Capital 6.25%	0.00
3. Digital Realty Trust	1.52
4. Mapletree Pan Asia Commercial Trust	0.00
5. Terreno Realty	0.50

Top detractors

	% of total net assets
1. Prologis	4.89
2. Ventas	1.69
3. Welltower	1.63
4. Vonovia	0.80
5. Duke Realty	1.44

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

Market overview

+ The macroeconomic and geopolitical environment deteriorated during the quarter. Global central banks in key economies have raised interest rates as inflation remains elevated. However, easier monetary conditions still prevail in Japan and China. The US Federal Reserve maintains its bias toward tighter monetary policy and US dollar strength is having significant negative repercussions globally. Some post-COVID supply chain challenges have diminished; however, disruptions to global energy markets from Russia's invasion of Ukraine are significant. Yield curves rose during the quarter and yield spreads between

Treasury and non-Treasury sectors widened.

+ Global equities delivered weak returns, as investors anticipated corporate earnings downgrades and applied a higher risk-free rate in evaluating stocks and other assets. Prices of listed real estate underperformed global equities, with declines led by European REITs that had either high leverage or low investment capitalization rates. Global listed real estate ended the quarter trading at a discount to underlying average net asset value that was wider than the long-term average.

Positioning and outlook

+ The fund's ability to invest in both real estate equity and fixed income can be particularly beneficial in today's volatile market environment and can add value throughout the real estate cycle.

+ Fixed income opportunities are becoming more attractive given moderating economic growth and the unprecedented pullback in fixed income security prices.

+ Consensus global economic forecasts expect growth to moderate from current levels. High demand combined with supply chain challenges

has caused inflationary pressures that remain well above average and key central banks have begun a significant tightening process to control inflation. For real estate, it is still unclear how much impact rising risk-free rates and higher financing costs will have on asset valuations. In many countries, REIT stock prices already appear to reflect this change, with significant discounts to underlying net asset value. As such, certain property types with very long-term cashflow security have become more attractive in our view.

Performance highlights

+ Invesco Global Real Estate Income Fund Class A shares at net asset value (NAV) outperformed its all-equity benchmark. (Please see the investment results table on page 2 for fund and index performance.)

Contributors to performance

+ The fund's underweight allocation to equities (relative to the all-equity benchmark) was a key contributor to relative performance as global real estate equities underperformed other parts of the real estate capital structure.

+ The fund's allocation to fixed income securities - preferreds, commercial mortgage-backed securities (CMBS), bonds - and cash added to relative performance. The fund's CMBS holdings led performance, followed by corporate bonds and then preferreds.

+ Within the equity portfolio, there were positive relative contributors across Asia, Europe and North America. On a sector level, underweight exposure to data centers and office properties added to relative return, as did an overweight exposure in the specialty sector (gaming). Additionally, stock selection within residential (single family homes) added to relative performance.

Detractors from performance

+ In Europe, stock selection in Germany and in the UK detracted from relative performance. Inflation and the resulting interest rate uncertainty negatively affected the lowest yielding sectors, including residential, industrials and health care, despite their stronger real estate fundamentals and structural tailwinds.

+ In Asia, underweight exposure to Hong Kong retailers with luxury retail exposure detracted from relative performance.

+ In North America, stock selection within self-storage and health care REITs detracted from relative performance.

Top countries	% of total net assets
United States	73.05
Japan	7.21
Hong Kong	3.61
Australia	2.49
Canada	2.20
Cayman Islands	2.07
United Kingdom	1.68
Germany	1.48
France	0.70
Mexico	0.41

REIT sector breakdown	% of total net assets
Industrial	19.32
Residential	18.76
Diversified	15.93
Health Care	8.73
Retail	8.38
Office	6.65
Self Storage	6.41
Specialty	5.29
Data Centers	4.49
Infrastructure	3.41
Lodging/Resorts	2.36
Ind/Off/Mixed	0.25

Investment results

Average annual total returns (%) as of Sept. 30, 2022

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 05/31/02	NAV	Inception: 03/09/07	NAV	Inception: 10/03/08	
	Max Load 5.50%		Max CDSC 1.00%			Custom Invesco Global Real Estate Income Index
Inception	6.10	6.40	2.13	2.13	5.07	-
10 Years	2.09	2.66	2.05	2.05	2.92	2.87
5 Years	-1.00	0.13	-0.63	-0.63	0.38	-0.85
3 Years	-5.88	-4.08	-4.82	-4.82	-3.85	-6.47
1 Year	-22.66	-18.12	-19.56	-18.76	-17.89	-22.77
Quarter	-13.97	-8.99	-10.08	-9.17	-8.97	-11.58

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. 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. Class Y shares have no sales charge; therefore, performance is at NAV. On March 12, 2007, the fund reorganized from a closed-end fund to an open-end fund. Class A share returns prior to that date are those of the closed-end fund's Common shares and include the fees applicable to Common shares. Class Y shares have no sales charge; therefore, performance is at NAV. Performance shown prior to the inception date of Class Y shares is that of Class A shares and includes the 12b-1 fees applicable to Class A shares. Fund performance was positively affected by a temporary 2% fee on redemptions that was in effect from March 12, 2007, to March 12, 2008. Without income from this temporary fee, returns would have been lower. 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 sources: Invesco, FactSet Research Systems Inc.

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	1.19	1.19	Dom Common Stock	44.04
Class C Shares	1.95	1.95	Intl Common Stock	19.91
Class Y Shares	0.95	0.95	Dom Corp Bonds	5.07
Per the current prospectus			Dom Convert Prfd	0.84
			Dom Preferred Stock	12.31
			CMO - Non Agency	14.59
			Cash	2.25
			Other	0.99

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Class Y 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 Custom Invesco Global Real Estate Income Index is comprised of the FTSE NAREIT All Equity REIT Index through Aug. 31, 2011, and the FTSE EPRA/NAREIT Developed Index thereafter. An investment cannot be made directly in an index.

About risk

There is a risk that the Federal Reserve Board (FRB) and central banks may raise the federal funds and equivalent foreign rates. This risk is heightened due to the potential “tapering” of the FRB’s quantitative easing program and other similar foreign central bank actions, which may expose fixed income investments to heightened volatility and reduced liquidity, particularly those with longer maturities. As a result, the value of the fund’s investments and share price may decline.

Convertible securities may be affected by market interest rates, the risk of issuer default, the value of the underlying stock or the issuer’s right to buy back the convertible securities.

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 performance of an investment concentrated in issuers of a certain region or country is expected to be closely tied to conditions within that region and to be more volatile than more geographically diversified funds.

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.

Mortgage- and asset-backed securities are subject to prepayment or call risk, which is the risk that the borrower’s payments may be received earlier or later than expected due to changes in prepayment rates on underlying loans. Securities may be prepaid at a price less than the original purchase value.

Preferred securities may include provisions that permit the issuer to defer or omit distributions for a certain period of time, and reporting the distribution for tax purposes may be required, even though the income may not have been received. Further, preferred securities may lose substantial value due to the omission or deferral of dividend payments.

Investments in real estate related instruments may be affected by economic, legal, or environmental factors that affect property values, rents or occupancies of real estate. Real estate companies, including REITs or similar structures, tend to be small- and mid-cap companies, and their shares may be more volatile and less liquid.

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.