



# Invesco Equally-Weighted S&P 500 Portfolio

## Quarterly Performance Commentary

CUSIPS: A:76221W326 C:76221W318 I:76221W276

### Investment objective

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

### Portfolio management

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Management is that of the underlying fund.

### Portfolio information

Total net assets \$109,185,770

Total number of holdings 503

Holdings shown are that of the underlying fund.

### Top equity holdings

	% of total net assets
Moderna Inc	0.23
Vertex Pharmaceuticals Inc	0.23
Duke Realty Corp	0.23
General Mills Inc	0.23
FedEx Corp	0.23
Eli Lilly & Co	0.22
Incyte Corp	0.22
Church & Dwight Co Inc	0.22
Boeing Co/The	0.22
Clorox Co/The	0.22

Holdings are that of the underlying fund, subject to change and are not buy/sell recommendations.

### Top contributors

	% of total net assets
1. Lamb Weston	0.22
2. Monster Beverage	0.22
3. AT&T	0.21
4. Eli Lilly	0.22
5. Merck	0.22

Data shown is that of the underlying fund.

### Top detractors

	% of total net assets
1. Royal Caribbean Cruises	0.16
2. Carnival	0.16
3. Norwegian Cruise Line	0.17
4. Expedia	0.17
5. Bath & Body Works	0.16

Data shown is that of the underlying fund.

Portfolio commentary provided is based on the underlying fund.

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

### Market overview

- Financial markets generally declined in the second quarter amid record inflation, rising interest rates and increasing likelihood of a US recession. Driven by higher food and energy prices, the Consumer Price Index (CPI) rose by 8.6% for the year ending in May, the largest 12-month increase in 40 years. Oil prices (WTI) peaked near \$122 per barrel in early June, then declined in response to a slower growth outlook, finishing the quarter near \$110. Gasoline prices also rose; the national average price reached a record high above \$5.00 per gallon in early June. To tame inflation, the US Federal Reserve raised the benchmark federal funds rate twice during the quarter, by 0.50% in May and by 0.75% in June, which was the largest increase in nearly 30 years. The S&P 500 Index returned -16.10% in the second quarter and -19.96% for the first half, its worst six-month period since 1962.

### Performance highlights

- The portfolio's Class A units at net asset value (NAV) outperformed the S&P 500 Index for the second quarter. (Please see the investment results table on page 2 for portfolio and index performance.)
- All sectors detracted from absolute return in the second quarter. Among the index sectors, consumer staples held up best during the difficult quarter, followed by utilities and energy.
- The majority of the portfolio's outperformance of its benchmark resulted from an underweight and individual stock weightings within the information technology sector and stock selection in the consumer discretionary sector.
- The portfolio's results in the utilities sector were also strong relative to the benchmark.
- The portfolio's allocation to smaller capitalization stocks within the index added to relative return as these stocks outperformed larger and mega capitalization stocks.

### Contributors to performance

- **Lamb Weston**, a consumer staples company, was the largest individual contributor to absolute return. The company reported quarterly earnings that beat analyst estimates and also maintained solid gross margin performance despite rising input costs.
- **Monster Beverage**, a consumer staples company, was another notable contributor as quarterly earnings were below estimates but revenue beat estimates. There was also a favorable reception to upcoming price increases, and company stock repurchases were viewed as a positive signal of management confidence.

### Detractors from performance

- **Royal Caribbean**, a consumer discretionary company, was the largest detractor from portfolio results. The stock underperformed as the company struggles to recover from effects of the COVID-19 pandemic. Looming fears of an economic slowdown and the potential impact on consumers' discretionary spending have continued to weigh on the stock price.
- **Carnival**, a consumer discretionary company, declined as the macroeconomic environment spurred fears about consumer demand. **Carnival** reported quarterly losses that were larger than analyst expectations and occupancy levels remained below the company's estimates. Additionally, Morgan Stanley analysts significantly cut their price target for the stock citing concerns about lower-than-expected occupancy, weak pricing and high company leverage.

### Positioning and outlook

- The portfolio invests in a diversified portfolio of common stocks represented in the S&P 500 Index. The portfolio generally invests in each stock included in the S&P 500 in approximately equal proportions. Buy and sell decisions are not made by the management team. The S&P 500 Equal Weight Index dictates buy and sell decisions.
- The portfolio achieved its objective by maintaining an equal weight in the constituents of the S&P 500 Equal Weight Index.
- The index is typically rebalanced quarterly. As always, we caution investors against making investment decisions based on short-term performance and recommend that you consult a financial advisor to discuss your individual financial program.

## Investment results

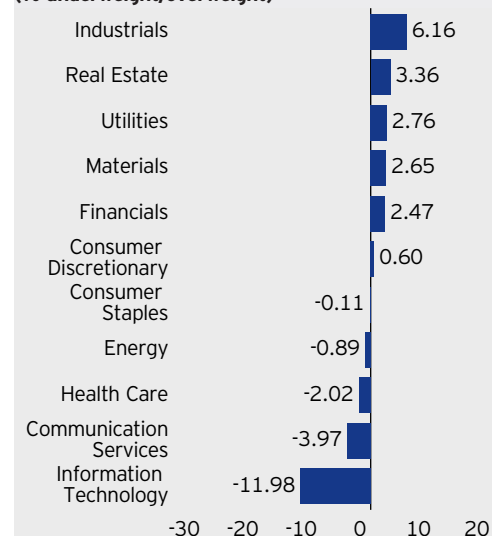
Average annual total returns (%) as of June 30, 2022

Period	Class A units		Class C units		Class I units	Style-Specific Index
	Inception: 07/08/16 Max Load 3.50%	NAV	Inception: 07/08/16 Max CDSC 1.00%	NAV	Inception: 07/08/16 NAV	S&P 500 Index
Inception	9.33	10.08	9.38	9.38	10.36	-
5 Years	8.36	9.25	8.43	8.43	9.53	11.31
3 Years	7.64	9.12	8.29	8.29	9.37	10.60
1 Year	-13.54	-9.94	-11.52	-10.63	-9.71	-10.62
Quarter	-18.01	-14.57	-15.57	-14.72	-14.47	-16.10

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](http://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: FactSet Research Systems Inc.

## The portfolio's positioning versus the S&P 500 Index (% underweight/overweight)



Data shown is that of the underlying fund.

### Asset mix (%)

Dom Common Stock	97.90
Intl Common Stock	0.75
Cash	1.35

Data shown is that of the underlying fund.

### Expense ratios (%)

Class A units	0.57
Class C units	1.32
Class I units	0.32

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

## For more information you can visit us at [collegebound529.com](http://collegebound529.com)

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

The underlying 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 S&P 500® Index is an unmanaged index considered representative of the US stock market. An investment cannot be made directly in an index.

The S&P 500 Equal Weight Index is the equally weighted version of the S&P 500® Index. An investment cannot be made directly in an index.

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## About risk

### Risks of the Underlying Holding

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.

Because the underlying fund operates as a passively managed index fund, adverse performance of a particular stock ordinarily will not result in its elimination from the underlying fund's portfolio.

Ordinarily, the Adviser will not sell the underlying fund's portfolio securities except to reflect changes in the stocks that comprise the Index, or as may be necessary to raise cash to pay underlying fund shareholders who sell underlying fund shares.

The Fund's value may be affected by changes in the stock markets. Stock markets may experience significant short-term volatility and may fall or rise sharply at times. Adverse events in any part of the equity or fixed-income markets may have unexpected

negative effects on other market segments. Different stock markets may behave differently from each other and U.S. stock markets may move in the opposite direction from one or more foreign stock markets.

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.

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***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](http://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.***

Note: Not all products available at all firms. Advisors, please contact your home office.

All data provided by Invesco unless otherwise noted.