

Invesco Diversified Dividend Fund

Quarterly Performance Commentary

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



Investment objective

The fund seeks long-term growth of capital and, secondarily, current income.

Portfolio management

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Fund facts

Nasdaq A: LCEAX C: LCEVX
Investor: LCEIX Y:
LCEYX

Total Net Assets \$10,799,633,299
Total Number of Holdings 73

Top holdings % of total net assets

Chevron	3.89
Johnson & Johnson	3.86
ConocoPhillips	2.88
Raytheon Technologies	2.60
CVS Health	2.60
Merck	2.56
Walmart	2.36
Exxon Mobil	2.22
UnitedHealth	2.21
Microsoft	2.05

Top contributors % of total net assets

1. ConocoPhillips	2.88
2. Charles Schwab	2.02
3. M&T Bank	1.63
4. Walmart	2.36
5. Wells Fargo	1.74

Top detractors % of total net assets

1. Verizon Communications	1.94
2. Raytheon Technologies	2.60
3. Comcast 'A'	0.78
4. Johnson & Johnson	3.86
5. AT&T	0.48

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

Market overview

+ Despite a brief summer rally, stocks traded sharply lower in the third quarter, particularly following comments from US Federal Reserve Chair Jerome Powell in August that indicated further monetary policy tightening. Though energy prices fell during the quarter, the Consumer Price Index (CPI) remained at a multi-decade high, rising by 8.3% for the 12 months ending in August, far above the Fed's annual inflation target. Complicating matters, a tight labor market boosted wage and job growth, with the 3.7% US unemployment rate still near record

lows. The Fed acknowledged that its continued aggressive action to curb inflation could "bring pain to households and businesses." In July and again in September, the Fed raised the benchmark federal funds rate by 0.75%. This forceful action deflated investors' hopes for a pause in rate hikes during the second half and increased the likelihood of a US recession. In this environment, equities and fixed income instruments broadly declined, with the S&P 500 Index returning -4.88%.

Positioning and outlook

+ During the quarter, we took advantage of market volatility to initiate a few new positions in various sectors. We exited one position as well. Though sector exposure compared to the Russell 1000 Value Index remains generally balanced, the largest overweights at quarter end were in health care and energy. The largest underweights were in the communication services, materials and real estate sectors.

+ Though we recognize the market is at crossroads due to macroeconomic events such as rising interest rates, inflation, oil price spikes and added

geopolitical risk, the driving principles of our investment process remain rooted in a total return approach that seeks to deliver appreciation, income and preservation over a full market cycle. No matter the backdrop, we focus on companies generating attractive free cash flow and we analyze their drivers and ability to support future dividend growth, as well as their balance sheet strength and flexibility. We continue to emphasize the growth and sustainability of a company's dividend because we believe companies with these characteristics have historically outperformed over a full market cycle.

Performance highlights

+ In a challenging quarter for equity markets, the fund's class A shares at net asset value (NAV) had a negative return but held up better than the Russell 1000 Value Index. Outperformance of the index primarily resulted from good stock selection in financials. The fund also benefited from an overweight and good stock selection in energy, which was the index's best performing sector. Stock selection in consumer discretionary and health care also added to relative return. Stock selection in utilities and communication services detracted the most from performance relative to the Russell 1000 Value Index. Stock selection in the industrials sector also detracted from relative return.

Contributors to performance

+ Shares of oil & gas exploration & production company **ConocoPhillips** rose along with the energy sector in general during the quarter. The company reported record financial results for the second quarter, beating profit expectations by a wide margin.

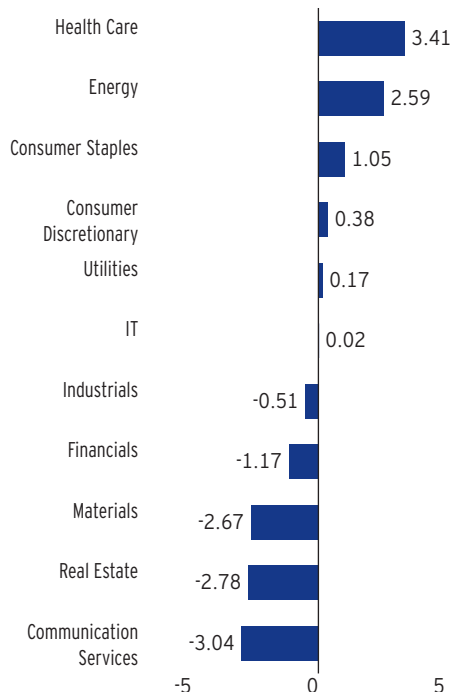
+ Leading financial services provider **Charles Schwab** reported record revenue and earnings in its fiscal second quarter. Interest rate related revenue is one of the largest drivers of company earnings, so **Charles Schwab** continued to benefit from the Fed's aggressive efforts to rein in inflation by raising interest rates.

Detractors from performance

+ Shares of telecommunications services company **Verizon** fell following a disappointing second quarter earnings report in which management reported a decline in post-paid mobile subscribers. We added to the fund's position on share price weakness.

+ Shares of aerospace & defense holding **Raytheon Technologies** suffered as the company's execution in the second quarter was affected by supply chain shortages, notably an inability to secure semiconductors.

The fund's positioning versus the Russell 1000 Value Index (% underweight/overweight)



Investment results

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

	Class A Shares	Class C Shares	Investor Class Shares	Class Y Shares	Style-Specific Index
	Inception: 12/31/01	Inception: 12/31/01	Inception: 07/15/05	Inception: 10/03/08	
	Max Load 5.50%	Max CDSC 1.00%			Russell 1000 Value Index
Period	NAV	NAV	NAV	NAV	
Inception	6.78	6.79	7.02	8.55	-
10 Years	7.79	7.75	8.46	8.67	9.17
5 Years	3.26	3.66	4.52	4.69	5.29
3 Years	1.31	2.45	3.32	3.49	4.36
1 Year	-11.58	-7.95	-6.38	-6.22	-11.36
Quarter	-9.81	-5.67	-4.54	-4.50	-5.62

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit 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. The Investor Class shares have no sales charge; therefore, performance is at NAV. Class Y shares have no sales charge; therefore, performance is at NAV. 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 source: FactSet Research Systems Inc.

Expense ratios	% net	% total	Asset mix (%)
Class A Shares	0.81	0.81	Dom Common Stock 93.10
Class C Shares	1.56	1.56	Intl Common Stock 4.35
Investor Class Shares	0.70	0.70	Cash 2.54
Class Y Shares	0.56	0.56	Other 0.01

Per the current prospectus

For more information you can visit us at www.invesco.com/us

Class Y shares and Investor Class 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 Russell 1000® Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 1000 Value Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. An investment cannot be made directly in an index.

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.

About risk

The risks of investing in securities of foreign issuers can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues.

A value style of investing is subject to the risk that the valuations never improve or that the returns will trail other styles of investing or the overall stock markets.

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.