

Invesco Diversified Dividend Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of Sept. 30, 2019



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	\$19,278,665,108	
Total Number of Holdings	70	

Top holdings

	% of total net assets
Entergy	3.41
Hartford Financial Services	3.40
General Mills	3.25
Procter & Gamble	3.07
Coca-Cola	2.85
AT&T	2.73
Dominion Resources	2.43
Exelon	2.36
PPL	2.29
Kimberly-Clark	2.22

Top contributors

	% of total net assets
1. Entergy	3.41
2. Procter & Gamble	3.07
3. AT&T	2.73
4. Campbell Soup	2.07
5. Target	1.39

Top detractors

	% of total net assets
1. Flowserve	1.85
2. M&T Bank	2.02
3. Total	1.87
4. Siemens	1.06
5. ConocoPhillips	1.29

Market overview

+ Key issues that concerned investors in the second quarter carried over into the third quarter. US-China trade conflict worried investors and stifled business investment even as the Federal Reserve cut interest rates by 0.25% in July and September. This environment, combined with evidence of slowing global economic growth, fueled volatility in August. The US Treasury yield curve inverted several times, raising fears of a US recession. As a result, August saw increased risk aversion, with investors crowding into asset classes perceived as safe havens, such as US

Treasuries and gold. However, the Fed's accommodative tone provided some support for risk assets. Despite increased volatility, US equity markets delivered generally positive results, with the S&P 500 Index returning 1.70%. Within the S&P 500, sector performance was mixed. Utilities, real estate and consumer staples led the way, while energy, health care and materials declined. Though we are cognizant of the macroeconomic environment, the economic cycle is distinct from the bottom-up profit cycle, so we do not apply macroeconomic forecasts to our stock selection.

Positioning and outlook

+ At quarter end, the fund's largest overweight positions compared to the Russell 1000 Value Index were in the consumer staples and utilities sectors, while the primary underweights were financials, health care and information technology.

+ The goal of our strategy has always been to provide capital appreciation with better downside preservation. This full-cycle mindset has been

embedded in our investment process since the strategy's inception.

+ More recently, we have placed particular emphasis on managing downside risk through sensitivity analysis of our modeled assumptions, given our belief that the profit cycle appears to be waning, valuations are extended, and narrow market conditions warrant attention.

Performance highlights

+ The fund's Class A shares at net asset value (NAV) posted a gain for the quarter and outperformed the Russell 1000 Value Index. (Please see the investment results table on page 2 for fund and index performance.)

+ The fund's holdings in the utilities and consumer staples sectors added the most to absolute return. The energy, industrials and materials sectors were modest detractors from absolute return. Overweights in consumer staples and utilities added significantly to relative return, as did stock selection and an underweight in health care. Stock selection and an underweight in financials detracted from relative return mainly because the fund didn't own mega-cap banks that performed well.

Contributors to performance

+ **Entergy** was the largest individual contributor to absolute return. The company has focused on becoming a fully regulated utility as it exits the merchant power business. The stock's price-to-earnings multiple has risen as its wholesale business winds down. Regulatory improvements in several states have also favorably affected **Entergy**.

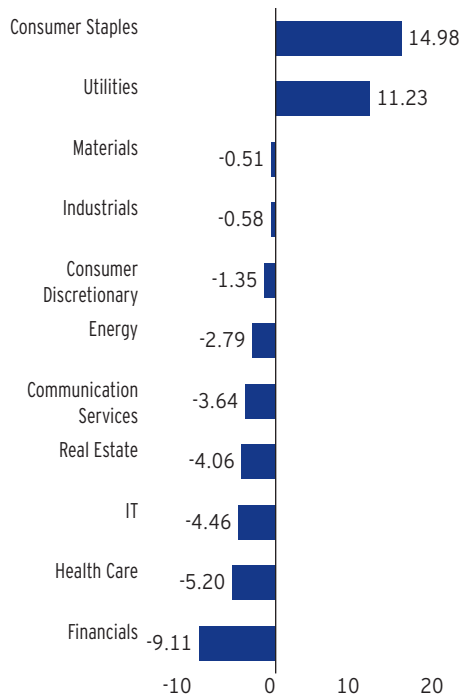
+ Household and personal products company **Procter & Gamble** also made a significant contribution to absolute return. The company has worked to improve shareholder returns by driving more focus at the business unit level, strengthening and accelerating productivity, investing in innovation and streamlining execution. The stock has outperformed due to improving organic sales growth and the company's ability to raise prices.

Detractors from performance

+ **Flowserve**, which manufactures flow control systems such as industrial pumps and valves, was the largest individual detractor from absolute performance. Though the company beat earnings expectations for the second quarter of 2019, the stock suffered from concerns about weakness in the oil and gas markets.

+ **M&T Bank** was also among the largest detractors from absolute return. Shares declined modestly due to lower expectations for net interest margins as interest rates have declined.

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



Investment results

Average annual total returns (%) as of Sept. 30, 2019

	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	Max CDSC			Russell 1000 Value Index
Period	5.50%	NAV	1.00%	NAV	NAV
Inception	7.39	7.73	7.31	7.31	7.81
10 Years	10.28	10.91	10.08	10.08	10.96
5 Years	6.62	7.82	7.03	7.03	7.88
3 Years	5.60	7.60	6.80	6.80	7.67
1 Year	2.25	8.18	6.40	7.40	8.24
Quarter	-2.44	3.25	2.10	3.10	3.27
					9.98
					11.18
					8.10
					7.87
					8.45
					3.31
					-
					11.46
					7.79
					9.43
					4.00
					1.36

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	0.82	Dom Common Stock 76.45
Class C Shares	1.56	1.57	Intl Common Stock 18.07
Investor Class Shares	0.76	0.77	Cash 5.30
Class Y Shares	0.56	0.57	Other 0.18

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 June 30, 2020. See current prospectus for more information.

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.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

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 advisors 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. Advisors, 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.