

# Invesco Oppenheimer Gold & Special Minerals Fund

## Quarterly Performance Commentary

Mutual Fund Retail Share Classes  
Data as of Dec. 31, 2019



### Investment objective

The fund seeks capital appreciation.

### Portfolio management

Shanquan Li

### Fund facts

Nasdaq	A: OPGSX	C: OGMCX Y: OGMXX
Total Net Assets	\$1,392,839,072	
Total Number of Holdings	89	
Annual Turnover (as of 06/30/19)	35%	
Distribution Frequency	Annually	

### Top holdings

	% of total net assets
Northern Star Resources	6.44
Newmont Mining	5.34
Barrick Gold	5.28
Evolution Mining	4.49
Ivanhoe Mines	4.47
Kirkland Lake Gold	3.85
Gold Fields ADR	3.35
Agnico-Eagle Mines	3.31
Anglogold Ashanti	3.29
B2Gold	3.14

### Top contributors

	% of total net assets
1. Wesdome Gold Mines	2.89
2. Sibanye-Stillwater	1.99
3. Gold Fields	3.35
4. Newmont Mining	5.34
5. Alacer Gold	2.56

### Top detractors

	% of total net assets
1. Evolution Mining	4.49
2. SEMAFO	0.71
3. OceanaGold	0.78
4. Kirkland Lake Gold	3.85
5. Westgold Resources	1.63

### Market overview

- + Gold and precious metals mining equities (as represented by the Philadelphia Gold & Silver Index) returned 21.21% for the fourth quarter and an impressive 52.57% for 2019.
- + During the quarter, the price of gold moved

sideways in an \$80-wide trading range before settling at \$1,517 for an increase of 3.04%. The yellow metal climbed 18.31% in 2019.

- + The S&P 500 Index lagged gold mining equities, rising 9.07% in the quarter and 31.48% for 2019.

### Positioning and outlook

- + In terms of portfolio positioning, we added to existing positions in Northern Star Resources and Teranga Gold during the quarter because we have a positive view of transactions announced by each company (6.44% and 0.73% of total net assets, respectively).
- + Regarding the outlook for gold and precious metals, we believe economic crosswinds, differences in monetary policies around the world, geopolitical risks and looming trade wars continue to affect this sector. More than two dozen central banks around the world cut interest rates during 2019, with many reducing rates multiple times. We believe certain macro-economic factors that have affected gold over the last several years remain in place, including profligate monetary and fiscal policies around the world, competitive currency devaluations, extremely low and even negative interest rates, disappointing economic growth and geopolitical turmoil. On the other hand, several

factors could put downward pressure on gold, including a strengthening US dollar, rising real interest rates, faster economic growth, rising equity markets, low inflation and a US shift toward tighter monetary policy.

- + We believe investors need patience to capture the total return potential of this volatile asset class. They also need appropriately sized positions so they can maintain their exposure during the sector's inevitable setbacks and downdrafts. More broadly, in this era of experimental monetary and fiscal policy, we believe gold could eventually trade higher from current levels, but we do not believe the path will be smooth. We also believe that if gold trades higher, mining equities could perform well from here. Accordingly, we favor an appropriately sized, longer term strategic allocation to the fund that allows investors to look beyond the high day-to-day volatility of the physical metal and gold mining equities.

### Performance highlights

- + Invesco Oppenheimer Gold & Special Minerals Fund Class A shares at net asset value (NAV) had a total return of 14.25% for the fourth quarter, but underperformed its benchmark index, which returned 21.21%. For 2019, the fund had a strong total return of 46.37%. (Please see the investment results table on page 2 for fund and index performance.)

### Contributors to performance

- + The portfolio's holdings in gold producers **Wesdome Gold Mines** and **Sibanye-Stillwater** added to relative performance during the quarter, as both stocks exhibited good results. **Wesdome Gold Mines** is not represented in the benchmark.

### Detractors from performance

- + Security selection among gold equities detracted from performance relative to the fund's benchmark.
- + The fund underperformed its benchmark mainly due to holdings of Australian gold miners, including **Evolution Mining** and **Kirkland Lake Gold**, which lagged during the quarter and are not represented in the benchmark.

Top industries	% of total net assets
Gold	83.29
Diversified Metals & Mining	7.79
Copper	3.52
Silver	2.50
Precious Metals & Minerals	1.45
Steel	0.14

## Investment results

Average annual total returns (%) as of Dec. 31, 2019

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index	Custom Invesco Oppenheimer Gold & Special Minerals Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV		
Inception	5.86	6.03	5.67	5.67	-4.80	-	-
10 Years	-2.95	-2.40	-3.13	-3.13	-	-3.47	-3.47
5 Years	9.99	11.24	10.38	10.38	11.50	10.08	10.08
3 Years	12.09	14.21	13.34	13.34	14.46	11.57	11.57
1 Year	38.36	46.37	44.25	45.25	46.67	52.57	52.57
Quarter	7.95	14.25	13.03	14.03	14.27	21.21	21.21

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com/performance](http://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. 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. 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 sources: Invesco, RIMES Technologies Corp.

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	1.17	1.27	Dom Common Stock	10.58
Class C Shares	1.92	2.02	Intl Common Stock	88.12
Class Y Shares	0.92	1.02	Cash	1.33
			Other	-0.03

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 May 28, 2021. See current prospectus for more information.

A negative in Cash or Other, as of the date shown, is normally due to fund activity that has accrued or is pending settlement.

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

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.

**Please keep in mind that high, double-digit returns are highly unusual and cannot be sustained.**

The Custom Invesco Oppenheimer Gold & Special Minerals Index is composed of the NYSE Arca Gold Miners Index through June 30, 2011, and the Philadelphia Gold & Silver Index from July 1, 2011 to present. Index performance includes total returns from when first available. The NYSE Arca Gold Miners Index is composed of publicly traded companies involved primarily in the mining for gold and silver. The Philadelphia Gold & Silver Index is composed of 30 precious metals mining companies that are traded on the Philadelphia Stock Exchange. The indices are unmanaged, include the reinvestment of dividends and cannot be purchased directly by investors. Index performance is shown for illustrative purposes only and does not predict or depict the performance of the Fund. An investment cannot be made directly in an index.

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**About risk**

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.

In general, stock values fluctuate, sometimes widely, in response to activities specific to the company as well as general market, economic and political conditions.

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.

Fluctuations in the price of gold and precious metals may affect the profitability of companies in the gold and precious metals sector.

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

Because the Subsidiary is not registered under the Investment Company Act of 1940, as amended (1940 Act), the Fund, as the sole investor in the Subsidiary, will not have the protections offered to investors in U.S. registered investment companies.

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.