

### Key takeaways

- 1** Global markets in Q4 2025 saw equities edge higher amid easing rate expectations, resilient growth, and ongoing geopolitical uncertainty.
- 2** All seven of the Invesco Strategic ETF Tax-Aware Portfolios produced positive returns, although all underperformed their custom benchmarks for the year on a net of fees basis.
- 3** Equities were a positive contributor to holistic portfolio performance, driven in part by foreign large core securities, whereas fixed income lagged, hindered by weaker performance in ultra-short term municipal bonds.

#### What this model does

The Invesco Strategic ETF Tax-Aware Portfolios utilize strategic long-term asset class allocations to produce diversified, low-cost, and tax-sensitive portfolios that aim to outperform the benchmark throughout a full market cycle. With multiple risk levels in the suite, there are a range of potential solutions to suit an investor's risk profile and return objective.

#### Market Overview

Both equity and bond markets registered positive gains, driven by easing inflation, Fed rate cuts in October and December, and resilient corporate earnings, even as delayed economic data and persistent geopolitical and trade uncertainties posed risks. Non-US equities once again outperformed the broad US equity market. The Fed lowered rates by 50 basis points and signaled a cautious stance going forward. The US dollar held firm on strong growth and safe-haven demand, while commodities advanced broadly, with precious metals benefiting from shifting monetary expectations. Key themes included optimism around AI-driven growth, volatility from fiscal gridlock, and investor positioning for a changing interest rate environment.

#### US Equity

Domestic markets were marked by volatility, a brief late November dip, and a market environment focused on quality and earnings strength during the fourth quarter. Despite the longest government shutdown on record, the S&P 500 advanced, helping the market achieve another year of double-digit returns. Health care and communication services led performance, driven by steady demand, innovation, and strong digital platform growth alongside improving consumer sentiment. Real estate and utilities lagged as falling interest rates and monetary easing reduced the appeal of traditionally defensive, rate-sensitive sectors. Collectively, value stocks outpaced growth, and large-caps led the market, followed by small-caps.

#### International Equity

International equities maintained their strong performance and outpaced US markets for a fourth consecutive quarter. Emerging markets outperformed, driven by attractive valuations and strong earnings momentum, with India and South Korea among the best performers thanks to robust technology and export sectors. China lagged due to regulatory pressures and slower economic recovery, while Mexico underperformed amid trade-related headwinds. Geopolitical tensions and trade uncertainties persisted, encouraging investors to favor diversified, high-quality exposure while remaining cautious on regions sensitive to policy risk. Overall, sentiment improved as monetary easing and stabilizing fundamentals boosted confidence across global markets.

#### Fixed Income

Bond markets ended Q4 on a positive note as global monetary easing gained momentum. US Treasuries posted modest gains as front-end yields declined following multiple Fed rate cuts, while longer maturities held firm, resulting in a steeper curve. Credit markets strengthened, with investment-grade and high yield spreads tightening on solid corporate fundamentals. Inflation-linked bonds underperformed as price pressures continued to ease. European government bonds rallied on dovish central bank signals and stabilizing growth. Emerging market debt saw robust inflows, supported by a weaker dollar and improving risk sentiment. Investors focused on duration and credit opportunities as rate normalization accelerated worldwide.

Past performance is not indicative of future results. As with any investment vehicle, there is always the potential for gains as well as the possibility of losses. An investment cannot be made directly in an index. See the last page for additional important information.



## Portfolio performance for the year

- Using the Invesco Strategic ETF Tax-Aware 60/40 Portfolio as a proxy for performance across the suite, the portfolio returned 12.30% (9.01% net-of-fees) for the year and underperformed its custom benchmark which returned 14.43%. The custom benchmark composition is provided on the final page.
- From a macro asset class standpoint, performance for the year was driven by positive returns in both equities and fixed income, with equities providing the more robust performance.
- Within equities, the Vanguard FTSE Developed Markets ETF generated the highest overall return. Conversely, the iShares Core S&P Small-Cap ETF generated the lowest overall return, despite its positive performance.
- Within fixed income, the best performing fund was the Invesco Senior Loan ETF. Conversely, the worst performing fund was the Invesco National AMT-Free Municipal Bond ETF despite its positive return.

Past performance is not indicative of future results. As with any investment vehicle, there is always the potential for gains as well as the possibility of losses. An investment cannot be made directly in an index. Model holdings change over time and there is no guarantee securities will remain in the portfolio.

## Holdings and characteristics

### Portfolio holdings (%)

Underlying investment	Ticker	20/80	30/70	40/60	50/50	60/40	70/30	80/20
<b>US Equity</b>		<b>15.5</b>	<b>23.5</b>	<b>31.2</b>	<b>39.0</b>	<b>47.0</b>	<b>54.6</b>	<b>62.3</b>
State Street SPDR Portfolio S&P 500 ETF	SPYM	5.6	8.9	12.0	15.5	18.0	21.6	24.6
Invesco Russell 1000 Dynamic Multifactor ETF	OMFL	4.9	6.5	9.0	11.0	13.2	15.2	17.4
Invesco NASDAQ 100 ETF	QQQM	2.9	2.1	3.2	4.8	5.1	5.8	6.5
State Street SPDR Portfolio S&P 500 Value ETF	SPYV	0.0	2.0	2.9	3.8	4.0	5.0	5.7
iShares Core S&P Small-Cap ETF	IJR	2.1	2.0	2.1	2.0	2.4	2.5	3.1
Invesco Russell 2000 Dynamic Multifactor ETF	OMFS	0.0	2.1	2.0	2.0	2.3	2.5	3.1
iShares Core S&P Mid-Cap ETF	IJH	0.0	0.0	0.0	0.0	2.1	2.1	1.9
<b>International Equity</b>		<b>4.6</b>	<b>6.6</b>	<b>8.7</b>	<b>11.0</b>	<b>13.2</b>	<b>15.5</b>	<b>17.6</b>
Vanguard FTSE Developed Markets ETF	VEA	2.5	3.6	4.7	6.0	7.2	8.5	9.6
Vanguard FTSE Emerging Markets ETF	VWO	2.0	3.1	3.9	4.9	6.0	7.1	8.0
<b>Fixed Income</b>		<b>77.9</b>	<b>68.0</b>	<b>58.0</b>	<b>48.1</b>	<b>37.9</b>	<b>27.9</b>	<b>18.1</b>
Invesco National AMT-Free Municipal Bond ETF	PZA	27.9	24.5	21.0	17.5	14.0	10.5	7.0
Vanguard Tax-Exempt Bond Index ETF	VTEB	28.1	24.6	21.0	17.6	14.0	10.5	7.0
First Trust Municipal High Income ETF	FMHI	10.9	9.2	7.8	6.1	4.8	3.0	2.1
JPMorgan Ultra-Short Municipal Income ETF	JMST	6.5	5.7	4.8	4.0	3.2	2.0	2.0
Invesco Senior Loan ETF	BKLN	4.6	4.0	3.5	2.9	2.0	2.0	0.0
<b>Cash</b>		<b>2.0</b>	<b>1.9</b>	<b>2.1</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>
<b>Total</b>		<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

### Portfolio characteristics

	20/80	30/70	40/60	50/50	60/40	70/30	80/20
% ETFs	98	98	98	98	98	98	98
Weighted average expenses (%)	0.23	0.21	0.20	0.18	0.16	0.15	0.13
Total number of holdings (excluding cash)	11	13	13	13	14	14	13

Source: Invesco, as of December 31, 2025. Holdings are subject to change and are not buy/sell recommendations. Totals may not equal 100% due to rounding. The model portfolio expense ratio is a weighted average net expense ratio of the underlying holdings. The expenses do not include transaction costs. Brokerage commissions may or may not apply. The table above reflects all recommended securities in the strategy and their allocation as of the date of this document. Where cash is shown, it is for the model level. It does not include possible amounts held within each underlying fund.

## Composite performance

### Performance (%) as of December 31, 2025

Period		20/30	30/70	40/60	50/50	60/40	70/30	80/20
3-month	"Pure" Gross Return*	1.70	1.81	1.93	2.05	2.15	2.27	2.37
	Net Return	0.94	1.05	1.17	1.30	1.39	1.51	1.61
	Benchmark Return	1.79	1.95	2.12	2.28	2.44	2.60	2.76
1-year	"Pure" Gross Return*	6.20	7.58	9.29	11.00	12.30	13.96	15.42
	Net Return	3.08	4.42	6.08	7.74	9.01	10.62	12.04
	Benchmark Return	7.48	9.22	10.96	12.70	14.43	16.16	17.88
3-year	"Pure" Gross Return*	6.56	7.71	9.01	10.55	11.73	13.09	14.33
	Net Return	3.43	4.55	5.80	7.30	8.46	9.78	10.99
	Benchmark Return	7.05	8.69	10.33	11.98	13.64	15.30	16.97
5-year	"Pure" Gross Return*	2.77	3.66	4.63	5.69	6.56	7.59	8.49
	Net Return	-0.27	0.60	1.54	2.58	3.42	4.43	5.30
	Benchmark Return	2.89	3.94	4.98	6.02	7.04	8.05	9.05
Since inception (9/30/17)	"Pure" Gross Return*	4.00	4.81	5.66	6.60	7.37	8.23	8.96
	Net Return	0.93	1.72	2.55	3.46	4.21	5.04	5.76
	Benchmark Return	4.13	5.06	5.97	6.87	7.74	8.60	9.44

Past performance is not indicative of future results. As with any investment vehicle there is always the potential for gains as well as the possibility of losses. Returns for greater than one year are annualized.

\*"Pure" gross of fees returns reflect the deduction of trading costs but do not reflect any other expenses, outside of the operational expenses, and are supplemental to net returns. See note 4 on the following page.

---

## Invesco Worldwide claims compliance with the Global Investment Performance Standards (GIPS®)

1. Invesco Worldwide claims compliance with the Global Investment Performance Standards (GIPS®). Invesco Worldwide has been independently verified for the periods 1st January 2003 through 31st December 2024. The verification reports are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.
2. For purposes of compliance with Global Investment Performance Standards (GIPS®), "Invesco Worldwide" refers collectively to all direct or indirect subsidiaries of Invesco Ltd. that provide discretionary investment advice with the exception of the following entities: Invesco Investment Management Ltd., Invesco Investment Advisers LLC, Invesco Asset Management Australia (Holdings) Ltd., Invesco Global Real Estate Asia Pacific, Inc., IRE (Cayman) Ltd., Invesco Senior Secured Management, Inc., Invesco Private Capital, Inc., and Invesco Capital Management LLC. Invesco Great Wall Fund Management Company Limited is compliant with GIPS but is not part of Invesco Worldwide.
3. Composite information for Invesco Strategic ETF Tax Aware Portfolio Wrap Composites is representative of Invesco Strategic ETF Tax Aware 20/80 Portfolio Wrap Composite, Invesco Strategic ETF Tax Aware 30/70 Portfolio Wrap Composite, Invesco Strategic ETF Tax Aware 40/60 Portfolio Wrap Composite, Invesco Strategic ETF Tax Aware 50/50 Portfolio Wrap Composite, Invesco Strategic ETF Tax Aware 60/40 Portfolio Wrap Composite, Invesco Strategic ETF Tax Aware 70/30 Portfolio Wrap Composite, and Invesco Strategic ETF Tax Aware 80/20 Portfolio Wrap Composite. The Invesco Strategic ETF Tax Aware Portfolio Wrap Composites include all discretionary accounts styled after the corresponding Invesco Strategic ETF Tax Aware Model Portfolio. The portfolios seek to achieve higher risk-adjusted returns within predefined levels of risk, over a full market cycle, by accessing strategic asset class allocations through cost-effective exchange-traded funds, which targets a percentage of Equity and Fixed Income. The portfolios offer broad diversification across asset and sub-asset classes, and investment factors. They are also designed to deliver increased investment flexibility and customization to achieve specific investor outcomes and provide exposure to tax-exempt income with high credit quality. For periods beginning June 1, 2024, the composite is composed of 100% non-fee paying discretionary wrap accounts. Prior to June 1, 2024, the composite was composed of 100% non-fee paying discretionary institutional accounts. The historical performance results are for the seven allocations in the Invesco Strategic ETF Tax Aware Portfolio Institutional Composites. The composites are managed in comparison to, not duplication of the respective benchmarks. The composites were created in October 2017.
4. "Pure" gross of fees returns reflect the deduction of trading costs but do not reflect any other expenses, outside of the operational expenses, and are supplemental to net returns. Performance results are presented both net and gross of total wrap fees. For periods beginning March 1, 2024, the net returns reflect the deduction of the maximum total wrap fee, which is currently 3.00% per annum or 0.250% monthly, from the "pure" gross return. For periods from March 1, 2021 through February 29, 2024, the net returns reflect the deduction of the maximum total wrap fee of 1.50% per annum or 0.125% monthly, from the "pure" gross return. Prior to March 1, 2021, the net returns reflect the deduction of the maximum total wrap fee of 2.00% per annum or 0.1667% monthly, from the "pure" gross return. Effective March 1, 2024, the model fee has been retroactively changed for all periods since inception to 3.00%. A model fee is the highest wrap fee a client could pay (3.00% annually as charged by the program sponsor). The total wrap fee includes all charges for trading costs, portfolio management, custody and other administrative fees. The standard wrap fee schedule currently in effect is as follows: 3.00% on total assets. Actual fees may vary depending on, among other things, the applicable fee schedule and portfolio size. All returns are expressed in U.S. dollars and are gross of nonreclaimable withholding tax, if applicable.
5. The Invesco HCB Multi Asset Tax-Aware Linked Indexes are comprised of MSCI ACWI All Cap Net Return Index, Russell 3000 Index, Bloomberg Municipal 1 Year Bond Index, Bloomberg Municipal Bond Index, Bloomberg Municipal High Yield Bond Index and Morningstar LSTA US Leveraged Loan Index, in percentages consistent with the equity and fixed income allocation of each representative strategy and is rebalanced daily. Prior to February 1, 2025, the custom indexes comprised of the MSCI All Country World Index (ACWI) Net Return (NR) and Bloomberg Municipal Bond Total Return (TR) Index Unhedged, in percentages consistent with the equity and fixed income allocation of each representative strategy. The benchmark is used for comparative purposes only and generally reflects the risk or investment style of the product. For comparison purposes the index is fully invested, which includes the reinvestment of income. The returns for the index do not include any transaction costs, management fees or other costs.
6. In September 2023 the composite changed names from the Invesco Pinnacle Series: Total Beta Tax Aware SMA Wrap Composite to the Invesco Strategic ETF Tax Aware Portfolio Wrap Composite.
7. The following are available on request:
  - \* Policies for valuing investments, calculating performance, and preparing GIPS reports
  - \* List of composite descriptions
  - \* List of limited distribution pooled fund descriptions
  - \* List of broad distribution pooled funds.
8. To receive a composite report that adheres to the GIPS standards, and/or to receive a complete list and description of the firm's composites, please write to Invesco Advisers, Inc., PMAR – NA Performance, pmarperformancenaretail@invesco.com, 11 Greenway Plaza, Suite 1000, Houston, Texas 77046.
9. Past performance is not indicative of future results. As with any investment vehicle there is always the potential for gains as well as the possibility of losses.

Investments have varying degrees of risk. Some of the risks involved with equities include the possibility that the value of the stocks may fluctuate in response to events specific to the companies or markets, as well as economic, political, or social events in the US or abroad. Bonds are subject to interest rate, inflation, and credit risks. Investments in high yield bonds may be subject to greater market fluctuations and risk of loss of income and principal than securities in higher rated categories. Investments in foreign securities involve special risks, including foreign currency risk and the possibility of substantial volatility due to adverse political, economic, or other developments. These risks are magnified for investments made in emerging markets. Investments in a certain industry or sector may pose additional risk due to lack of diversification and sector concentration. Alternative strategies may include investments in private equity, private credit, real estate, and infrastructure, which may involve additional risks such as lack of liquidity and concentrated ownership. Investors considering alternatives should be aware of their unique characteristics and additional risks from the strategies they use. Managed futures investments are speculative and involve a high degree of risk. ETFs are subject to certain risks that may affect the price, yield, total return, and ability to meet its investment objectives. ETF shares may trade at a premium or discount to NAV. ETFs may be subject to management fees, transaction costs or expenses. Mutual funds are subject to investment risks, including possible loss of the principal amount invested. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Separately Managed Accounts (SMAs) differ from pooled vehicles like ETFs and mutual funds in that each portfolio can be customized to match objectives, needs and risks.

The custom indexes for the Invesco Strategic ETF Tax-Aware Portfolios are composed of a combination of indices listed below consistent with the equity and fixed income allocation of each representative portfolio. An investment cannot be made directly in an index.

## Benchmark composition (%)

Index name	20/80	30/70	40/60	50/50	60/40	70/30	80/20
Bloomberg Municipal 1 Year Bond Index-TR	3.8	3.3	2.9	2.4	1.9	1.4	0.9
Bloomberg Municipal Bond Index-TR	60.8	53.2	45.6	38.0	30.4	22.8	15.2
Bloomberg Municipal High Yield Bond Index-TR	11.4	10.0	8.6	7.1	5.7	4.3	2.9
Morningstar LSTA US Leveraged Loan Index-TR (USD)	4.0	3.5	3.0	2.5	2.0	1.5	1.0
MSCI ACWI All Cap Index-NR (USD)	16.0	24.0	32.0	40.0	48.0	56.0	64.0
Russell 3000 Index-GR (USD)	4.0	6.0	8.0	10.0	12.0	14.0	16.0

Source: Invesco, Bloomberg L.P. and FactSet as of December 31, 2025.

### Important information

All material presented is compiled from sources believed to be reliable and current, but accuracy cannot be guaranteed. This is being provided for informational purposes only, is not to be construed as an offer to buy or sell any financial instruments and should not be relied upon as the sole factor in any investment making decision. This does not constitute a recommendation of any investment strategy for a particular investor. Investors should consult a financial professional before making any investment decisions if they are uncertain whether an investment is suitable for them. There can be no assurance that any investment process or strategy will achieve its investment objective. Asset allocation and diversification do not guarantee a profit or eliminate the risk of loss. Invesco does not provide tax advice.

Please read all financial material carefully before investing. For additional information about these strategies, contact your financial professional.

The opinions expressed herein are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals.

**Invesco Advisers, Inc. is the investment adviser for the separately managed accounts; it provides investment advisory services to individual and institutional clients and does not sell securities. It is an indirect, wholly owned subsidiary of Invesco Ltd.**

The Investment Advisers Act of 1940 requires investment advisory firms, such as Invesco Advisers, Inc., to file and keep current with the Securities and Exchange Commission a registration statement of Form ADV. Part II of Form ADV contains information about the background and business practices of Invesco Advisers, Inc. Under the Commission's rules, we are required to offer to make available annually Part II of Form ADV to our clients along with our privacy policy. Accordingly, if you would like to receive a copy of this material, please write to Invesco Advisers, Inc., Managed Accounts Operations Department, 11 Greenway Plaza, Suite 1000, Houston, Texas 77046. For more complete information about our separately managed portfolio, please contact your financial professional.

### FOR PUBLIC USE

**NOT A DEPOSIT | NOT FDIC INSURED | NO BANK GUARANTEE | MAY LOSE VALUE | NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY**