

Invesco American Value Fund

Quarterly Performance Commentary

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



Investment objective

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

Portfolio management

Jeffrey Vancavage

Fund facts

Nasdaq	A: MSAVX	C: MSVCX
		Y: MSAIX
Total Net Assets	\$1,050,505,460	
Total Number of Holdings	48	

Top holdings

	% of total net assets
Arthur J. Gallagher	3.08
Willis Towers Watson	3.07
Keysight Technologies	2.79
Encompass Health	2.74
KLA-Tencor	2.72
Liberty Property Trust	2.72
Knight-Swift Transportation	2.68
Johnson Controls	2.67
Textron	2.60
Ciena	2.59

Top contributors

	% of total net assets
1. KLA-Tencor	2.72
2. Kroger	2.57
3. FirstEnergy	2.05
4. LKQ	2.12
5. Knight-Swift Transportation	2.68

Top detractors

	% of total net assets
1. DXC Technology	1.04
2. Centene	2.54
3. Tapestry	2.00
4. Kennametal	1.71
5. Freeport-McMoRan	1.47

Market overview

+ Macro 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. A drone attack on Saudi Arabia's oil fields caused oil prices to spike in September, but prices retreated after the US announced it would tap the national oil reserves to boost supply. Despite increased volatility, US equity markets delivered generally positive results, with the S&P 500 Index returning 1.67%.

Positioning and outlook

+ During the quarter, we reduced the fund's exposure to the financials and energy sectors. At quarter end, the fund's largest relative overweights were in information technology, financials and consumer discretionary, while the largest underweights were in real estate and utilities. We expect market volatility to continue for the

foreseeable future given potential for a slowing global economy, geopolitical tensions and uncertainty about US trade policy.

+ Regardless of the market environment, we are committed to the fund's bottom-up discipline by which we build a risk-adjusted portfolio, one stock at a time.

Performance highlights

+ The fund's Class A shares at net asset value (NAV) underperformed the Russell Midcap Value Index for the quarter. (Please see the investment results table on page 2 for fund and index performance.) Within the Russell Midcap Value Index, just five sectors had positive returns during the quarter. Real estate and utilities had the highest returns, while energy and communication services had the largest declines.

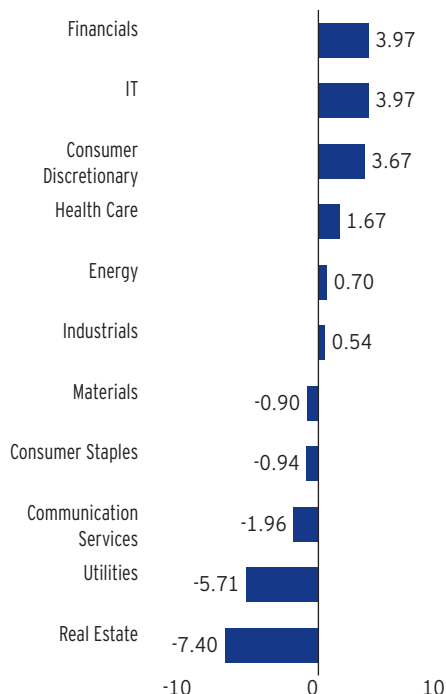
Contributors to performance

- + Stock selection in the communication services and consumer staples sectors benefited the fund's relative return. Within consumer staples, **Kroger** was a key contributor. After weighing on the stock in prior quarters, the grocer's ongoing improvements - including new product lines, remodeled stores and investments in pricing, technology and e-commerce - resulted in increased sales.
- + Security selection in the energy sector also helped relative performance as the fund avoided some of the weaker stocks within the sector.
- + Stock selection in health care and industrials also added to relative performance. Within industrials, **Knight-Swift Transportation** has continued to show strong results due to improvements in the acquired Swift fleet. We trimmed the fund's position given the stock's price strength.

Detractors from performance

- + The primary driver of underperformance was security selection in the financials sector. Specifically, the fund's allocation to regional banks hurt relative performance due to the flattening yield curve and lower interest rate environment.
- + The fund's underweight in real estate was another key detractor. As interest rates fell during the quarter, real estate performed well and was the best performing index sector during the quarter.
- + Materials and consumer discretionary also detracted from relative return. Within materials, shares of **Freeport McMoRan** declined as the trade war weighed heavily on commodities and mining companies.
- + In the discretionary sector, **Tapestry** was the largest individual detractor. Though **Tapestry's** core Coach brand has performed well, disappointing results from its recently acquired Kate Spade brand have weighed on the stock.

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



Investment results

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

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 10/18/93	NAV	Inception: 10/18/93	NAV	Inception: 02/07/06	
	Max Load 5.50%		Max CDSC 1.00%			Russell Midcap Value Index
Inception	8.65	8.89	8.59	8.59	7.29	-
10 Years	9.14	9.76	8.96	8.96	10.03	12.29
5 Years	2.88	4.05	3.30	3.30	4.31	7.55
3 Years	3.61	5.58	4.83	4.83	5.85	7.82
1 Year	-11.73	-6.59	-8.04	-7.24	-6.35	1.60
Quarter	-6.15	-0.69	-1.86	-0.87	-0.63	1.22

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. 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	1.19	1.19	Dom Common Stock	96.16
Class C Shares	1.91	1.91	Intl Common Stock	1.52
Class Y Shares	0.94	0.94	Cash	2.29
Per the current prospectus			Other	0.03

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Class Y shares are available only to certain investors. See the prospectus for more information.

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 Midcap® Value Index is an unmanaged index considered representative of mid-cap value stocks. The Russell Midcap 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

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.

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

Investments in real estate related instruments may be affected by economic, legal, or environmental factors that affect property values, rents or occupancies of real estate. Real estate companies, including REITs or similar structures, tend to be small- and mid-cap companies, and their shares may be more volatile and less liquid.

Stocks of small and mid-sized companies tend to be more vulnerable to adverse developments, may be more volatile, and may be illiquid or restricted as to resale.

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.