Invesco V.I. Conservative Balanced Fund

Q3 2023
as of September 30, 2023

Series I: 00900X306  |  Series II: 00900X405

Why invest in this fund

1 **Focus on diversification.**
   We seek to provide a balanced portfolio across equity and fixed income holdings using a multi-asset approach.

2 **All-cap approach.**
   We leverage broad equity research to invest in companies that have competitive advantages across the market-capitalization spectrum.

3 **Rigorous search for inefficiencies.**
   We combine top-down macro analysis with bottom-up credit research to capitalize on investment opportunities.

What this fund does

The fund seeks total return by investing in a diversified portfolio of equity and debt securities.

Fund overview  (as of 09/30/23)

- **Fund objective**: The fund seeks total return.
- **Total net assets**: $170.81 million
- **Distribution frequency**: Yearly
- **Morningstar category**: Moderately Conservative Allocation
- **Portfolio managers**: Magnus Krantz, Michael Hyman
- **Annual turnover (as of 12/31/22)**: 297%

Sector breakdown (% of total net assets)

- Information Technology: 24.7%
- Health Care: 13.1%
- Financials: 12.6%
- Communication Services: 11.0%
- Consumer Discretionary: 10.8%
- Industrials: 9.9%
- Consumer Staples: 6.7%
- Energy: 4.8%
- Materials: 3.2%
- Utilities: 2.3%
- Real Estate: 1.8%

Top industries (% of total net assets)

- Interactive Media & Services: 8.0%
- Systems Software: 7.8%
- Technology Hardware, Storage & Peripherals: 5.3%
- Broadline Retail: 5.0%
- Semiconductors & Equipment: 4.9%
- Pharmaceuticals & Biotechnology: 4.6%
- Health Care Equipment: 3.2%
- Diversified Banks: 3.0%
- Integrated Oil & Gas: 2.7%
- Investment Banking & Brokerage: 2.6%

Top issuers (% of total net assets)

- Microsoft Corp: 2.65%
- Apple Inc: 1.82%
- Amazon.com Inc: 1.71%
- Alphabet Inc: 1.62%
- NVIDIA Corp: 1.34%
- Meta Platforms Inc: 1.11%
- JPMorgan Chase & Co: 1.03%
- Exxon Mobil Corp: 0.93%
- Eli Lilly & Co: 0.66%
- Prologis Inc: 0.61%

Holdings are subject to change and are not buy/sell recommendations.

Portfolio characteristics

- Total number of holdings: 860
- Weighted avg mkt cap: $484,027 million

Asset mix

- Dom Common Stock: 32.88%
- Dom Corporate Bond: 15.83%
- CMO - Non Agency: 7.19%
- Intl Corporate Bond: 5.72%
- Dom Government Bond: 5.48%
- Asset Backed: 3.65%
- Intl Common Stock: 1.12%
- CMO - Agency: 0.31%
- Other: 14.08%
- Cash: 13.54%

Not a Deposit  Not FDIC Insured  Not Guaranteed by the Bank  May Lose Value  Not Insured by any Federal Government Agency

For more information, including prospectus and commentary, please visit Invesco.com/OPCVBNS
**Performance of a $10,000 investment ($)**

Series I shares at NAV (September 30, 2013 – September 30, 2023)

- *Invesco V.I. Conservative Balanced Fund Series I at NAV: $15,928*

![Graph showing the performance of a $10,000 investment.]

**Overall Morningstar rating**

Series I shares as of September 30, 2023

- ★★★★

Ratings are based on a risk-adjusted return measure that accounts for variation in a fund’s monthly performance, placing more emphasis on downward variations and rewarding consistent performance.

**Expense ratios**

<table>
<thead>
<tr>
<th></th>
<th>% net</th>
<th>% total</th>
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</thead>
<tbody>
<tr>
<td>Series I</td>
<td>0.67</td>
<td>0.94</td>
</tr>
<tr>
<td>Series II</td>
<td>0.92</td>
<td>1.19</td>
</tr>
</tbody>
</table>

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 Apr 30, 2024.

**Fund statistics**

<table>
<thead>
<tr>
<th>Fund vs. index</th>
<th>3 years</th>
<th>5 years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alpha (%)</td>
<td>0.36</td>
<td>-0.09</td>
</tr>
<tr>
<td>Beta</td>
<td>1.05</td>
<td>1.09</td>
</tr>
<tr>
<td>R-squared</td>
<td>0.97</td>
<td>0.97</td>
</tr>
<tr>
<td>Sharpe ratio</td>
<td>-0.16</td>
<td>0.21</td>
</tr>
<tr>
<td>Tracking error</td>
<td>1.67</td>
<td>1.85</td>
</tr>
<tr>
<td>Up capture (%)</td>
<td>107.08</td>
<td>110.44</td>
</tr>
<tr>
<td>Down capture (%)</td>
<td>103.23</td>
<td>106.92</td>
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</tbody>
</table>

**3-Year standard deviation**

- Fund: 10.02
- Index: 9.43

**Standardized performance (%)**

as of September 30, 2023

<table>
<thead>
<tr>
<th>Series I shares inception: 02/09/87</th>
<th>YTD</th>
<th>3 month</th>
<th>1 Year</th>
<th>3 Year</th>
<th>5 Year</th>
<th>10 Year</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>NAV</td>
<td>3.95</td>
<td>-3.73</td>
<td>8.13</td>
<td>0.28</td>
<td>3.85</td>
<td>4.77</td>
<td>6.51</td>
</tr>
<tr>
<td>Series II shares inception: 05/01/02</td>
<td>3.73</td>
<td>-3.79</td>
<td>7.81</td>
<td>0.03</td>
<td>3.58</td>
<td>4.50</td>
<td>3.67</td>
</tr>
<tr>
<td>Custom Invesco VI Conservative Balanced Index Linked</td>
<td>3.56</td>
<td>-3.21</td>
<td>7.54</td>
<td>0.05</td>
<td>3.80</td>
<td>4.99</td>
<td>-</td>
</tr>
<tr>
<td>Total return ranking vs. Morningstar</td>
<td>Moderate Conservative Allocation category</td>
<td>NAV</td>
<td>41%</td>
<td>61%</td>
<td>7%</td>
<td>8%</td>
<td>-</td>
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<tr>
<td>(Series I shares at NAV)</td>
<td>(65 of 163)</td>
<td>(93 of 156)</td>
<td>(10 of 147)</td>
<td>(8 of 120)</td>
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**Calendar year total returns (%)**

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</thead>
<tbody>
<tr>
<td>Series I shares at NAV</td>
<td>13.17</td>
<td>8.20</td>
<td>0.83</td>
<td>5.26</td>
<td>9.25</td>
<td>-5.32</td>
<td>17.51</td>
<td>14.86</td>
<td>10.63</td>
<td>-16.86</td>
</tr>
<tr>
<td>Custom Invesco VI Conservative Balanced Index Linked</td>
<td>12.04</td>
<td>8.43</td>
<td>0.85</td>
<td>6.34</td>
<td>9.48</td>
<td>-1.51</td>
<td>16.33</td>
<td>13.69</td>
<td>7.49</td>
<td>-14.68</td>
</tr>
</tbody>
</table>

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invesco.com/us for the most recent month-end performance. Performance figures represent the fund and are not intended to reflect actual annuity values. They do not reflect sales charges, expenses and fees at the separate account level. These sales charges, expenses and fees, which are determined by the product issuers, will vary and will lower the total return. Fund performance figures are historical, and they reflect fund expenses, the reinvestment of distributions and changes in net asset value (NAV). Investment return and principal value will vary so that you may have a gain or a loss when you sell shares. Returns less than one year are cumulative; all other performance figures are annualized. The Series I and Series II shares invest in the same portfolio of securities and will have substantially similar performance, except to the extent that expenses borne by each class differ. 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 source: RIMES Technologies Corp. Had fees not been waived and/or expenses reimbursed in the past, returns would have been lower. Performance shown at NAV does not include the applicable front-end sales charge, which would have reduced the performance.

- Effective April 30, 2021, "Oppenheimer" will be removed from the fund name. Please see the prospectus for additional information.

Total net assets are at the portfolio level and include both Series I and II shares.

The Custom Invesco Oppenheimer VI Conservative Balanced Index is composed of 65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index. The Bloomberg Barclays U.S. Aggregate Bond Index is considered representative of the US investment-grade, fixed-rate bond market. The Russell 3000 is considered representative of the US stock market. The Russell 3000 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.
About Risk

In general, stock and other equity securities values fluctuate, sometimes widely, in response to activities specific to the company as well as general market, economic and political conditions. An issuer may be unable to meet interest and/or principal payments, thereby causing its instruments to decrease in value and lowering the issuer’s credit rating. 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, including emerging markets, can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues. Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa. Junk bonds have greater risk of default or price changes due to changes in the issuer’s credit quality. Junk bond values fluctuate more than high quality bonds and can decline significantly over a short time.

The Fund invests in financial instruments that use the London Interbank Offered Rate (“LIBOR”) as a reference or benchmark rate for variable interest rate calculations. LIBOR will be phased out by the end of 2021, and it’s anticipated that Libor will cease to be published after that date. After the transition, US dollar LIBOR rates will continue to be published until June 2023. There is uncertainty on the effects of the LIBOR transition process, therefore any impact of the LIBOR transition on the Fund or its investments cannot yet be determined. There is no assurance an alternative rate will be similar to, produce the same value or economic equivalence or instruments using the rate will have the same volume or liquidity as LIBOR. Any effects of LIBOR transition and the adoption of alternative rates could result in losses to the Fund.

The portfolio managers use quantitative models as part of the security selection process. Quantitative models use portfolio construction and risk management tools to systematically evaluate individual securities based on certain factors. Such models can be adversely affected by errors or imperfections in the factors or the data on which evaluations are based, or by technical issues with construction or implementation of the model, which in any case may result in a failure of the portfolio to perform as expected or a failure to identify securities that will perform well in the future.

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

If the US Treasury Department were to exercise its authority to issue regulations that exclude from the definition of “qualifying income” foreign currency gains not directly related to the fund’s business of investing in securities, the fund may be unable to qualify as a regulated investment company for one or more years. In this event, the fund’s Board of Trustees (Board) may authorize a significant change in investment strategy or fund liquidation.

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.

The Invesco variable insurance funds are used solely as investment vehicles by insurance company separate accounts to fund variable annuity contracts and variable life insurance policies. Shares of the funds cannot be purchased directly. Expenses and fees are determined by the offering insurance company and will vary. Invesco Distributors, Inc. does not offer any variable products.

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 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.

Alpha (cash adjusted) is a measure of performance on a risk-adjusted basis. Beta (cash adjusted) is a measure of relative risk and the slope of regression. R-squared is the percentage of a fund or security’s movements that can be explained by movements in a benchmark index. Sharpe Ratio is a risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk. A higher Sharpe ratio indicates better risk-adjusted performance.

Standard deviation measures a fund’s range of total returns and identifies the spread of a fund’s short-term fluctuations. Tracking Error is defined as the expected standard deviation of a portfolio’s excess return over the benchmark index return. The up and down capture measures how well a manager was able to replicate or improve on periods of positive benchmark returns and how severely the manager was affected by periods of negative benchmark returns.

Morningstar

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Past performance is no guarantee of future results. Open-end mutual funds and exchange-traded funds are considered a single population for comparison purposes. For factsheets that display Morningstar Star Ratings, Ratings are calculated for funds with at least a three year history. The overall rating is derived from a weighted average of three-, five- and 10- year rating metrics, as applicable, excluding sales charges and including fees and expenses.Had fees not been waived and/or expenses reimbursed currently or in the past, the Morningstar rating would have been lower. Ratings are as of the most recent quarter end and are subject to change every month. The top 10% of fund in a category receive five stars, the next 22.5% four stars, the next 35% three stars, the next 22.5% two stars and the bottom 10% one star. Ratings for other share classes may differ due to different performance characteristics.
Important Information about Variable Products

This content is provided for informational and/or educational purposes only and does not constitute a recommendation of the suitability of any investment strategy for a particular investor. Investors should consult a financial and/or tax professional before making any investment decisions if they are uncertain whether an investment is suitable for them.

Invesco Variable Insurance Funds are available solely as underlying investment options for variable life insurance and variable annuity products issued or administered by life insurance companies. This information is provided to help investors consider the objectives, risks, charges, and expenses associated with these underlying investment option(s). Investors should contact their investment or insurance professional for important information about the variable life insurance and variable annuity products that hold these investment options. Invesco Distributors, Inc. does not offer any variable products.

Shares of Invesco Variable Insurance Funds have no sales charge and are offered at net asset value ("NAV"). These Funds are available solely as an underlying investment option for variable life insurance and variable annuity products issued or administered by life insurance companies. The insurance company actually owns the Shares of the Funds. Investors do not buy, sell or exchange Shares of the Funds directly, but choose investment options through a variable annuity contract or variable life insurance policy. The insurance company then invests in, sells or exchanges the Shares of the Fund according to the investment options chosen by the investor. Fund returns do not reflect fees and expenses of any variable annuity contract or variable life insurance policy and would be lower if they did. Those expenses and fees are determined by the offering insurance company and will vary. Please refer to specific performance reporting from the issuing insurance company for returns that reflect such charges.

Withdrawals of taxable amounts from variable annuity contracts prior to age 59½ may be subject to an additional 10% federal tax penalty as well as income tax. Amounts withdrawn from a variable insurance contract will reduce the death benefit and withdrawals of earnings will be subject to income tax.

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 the current prospectus for more information.

The returns for the Series shown do not reflect the deduction of fees and expenses associated with variable products, such as mortality and expense risk charges, separate account charges, and sales charges imposed by insurance company separate accounts. Such fees and expenses would reduce the overall returns shown and vary by insurance companies. Please refer to the variable product's annual report for performance that reflects the deduction of the fees, expenses and other charges imposed by insurance company separate accounts.

No representation is made, and no assurance can be given, that any investment's results will be comparable to the investment results of any other product with similar investment objectives and policies, including products with the same investment professional or manager. Differences in portfolio size, investments held, contract and portfolio expenses, and other factors, can be expected to affect performance.

About Variable Products

Issued by insurance companies, variable annuity and variable life insurance contracts allow investors to accumulate money on a tax deferred basis for long-term financial goals. Mortality and expense risk charges (which compensate the insurance company for insurance risks it assumes under the contract), surrender charges (typically levied if a contract holder cancels the contract within a certain period following initial purchase), and an annual maintenance charge are among the fees and expenses typically associated with these types of variable products.

Please keep in mind that any income guarantees are subject to the claims-paying ability of the issuing insurance company, and that contract owners have options when a contract's payout phase begins. Generally, investors may take their money in a lump sum, make discretionary or systematic distributions, or they can annuitize.

Before investing, investors should carefully read their variable annuity or life insurance contract and the associated variable product prospectus, as well as the underlying fund prospectus(es), and carefully consider the investment objectives, risks, charges, and expenses. For this and more complete information about the underlying funds, investors should ask the offering insurance company.

Before investing, consider the Fund's investment objectives, risks, charges and expenses. Visit invesco.com/fundprospectus for a prospectus/summary prospectus containing this information. Read it carefully before investing.