

# Invesco Oppenheimer International Diversified Fund

## Quarterly Performance Commentary

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



### Investment objective

The fund seeks capital appreciation.

### Portfolio management

George R. Evans

### Fund facts

Nasdaq	A: OIDAX	C: OIDCX Y: OIDYX
Total Net Assets	\$4,655,694,405	

### Top holdings

	% of total net assets
Alibaba Group Holding	2.82
Taiwan Semiconductor Manufacturing	1.72
Tencent Holdings	1.28
SAP SE	1.27
Kering SA	1.25
Novatek PJSC	1.20
Airbus SE	1.19
Nice	1.07
Yum China Holdings	1.06
STMicroelectronics NV	0.94

### Top contributors

	% of total net assets
1. Taiwan Semiconductor Manufacturing	1.72
2. ASM International NV	0.55
3. BANDAI NAMCO Holdings	0.51
4. SolarEdge Technologies	0.50
5. ASML Holding NV	0.73

### Top detractors

	% of total net assets
1. Nektar Therapeutics	0.65
2. SAP SE	1.27
3. Aston Martin Lagonda Global Holdings Plc	0.19
4. Kering SA	1.25
5. Prudential	0.69

### Market overview

- + In the third quarter, international equity markets were down modestly as macro-economic data around the world continued to deteriorate. Though industrial production, manufacturing data and ISM manufacturing surveys have weakened further, equity markets have been supported by the Federal Reserve's pivot to easier monetary policy, as well as additional monetary stimulus from the European Central Bank and the People's Bank of China.
- + The main headwinds to further equity gains have been weaker economic data from China and Europe, as well as elevated tension related to US/China trade negotiations.
- + While corporate profit growth has slowed, support for global equities has come from central banks, which have reiterated the need for more accommodative monetary policy to combat the weaker economic conditions and prevailing low inflation expectations.

### Positioning and outlook

- + International Diversified Fund is designed to offer investors a broad-based exposure to non-US equities through a single portfolio that combines four underlying fund portfolios with slightly varied mandates.
- + Despite their different mandates for region and company size, the underlying portfolios share characteristics that reflect the shared investment philosophy of their managers. All are long-term, fundamental, bottom-up investors in companies that we believe can benefit from structural growth trends in the global economy. We look for businesses that we believe can monetize those trends through sustainable pricing power and we buy shares when we believe they are reasonably priced. We then hold those companies for many years to let returns compound over time.
- + Within the fund, we have strategically re-balanced the weightings of the individual portfolios over the years, but only rarely.
- + We made no material changes to the portfolio's composition during the quarter. Changes in relative weights from the end of last quarter resulted from market action. At the close of the quarter, the underlying portfolio weightings were as follows: International Equity 24.93%, International Growth 24.83%, Developing Markets 24.79% and International Small-Mid Company 24.68%.

### Performance highlights

- + During the third quarter, Invesco Oppenheimer International Diversified Fund Class A shares at net asset value (NAV) gave up a little of the fund's strong gains so far this year, returning -2.95% and underperforming its benchmark, the MSCI All Country World Ex-USA Index, which returned -1.80%. Year-to-date, the fund's Class A shares (NAV) have outperformed the benchmark, returning 12.53% compared to 11.56%. (Please see the investment results table on page 2 for fund and index performance.)

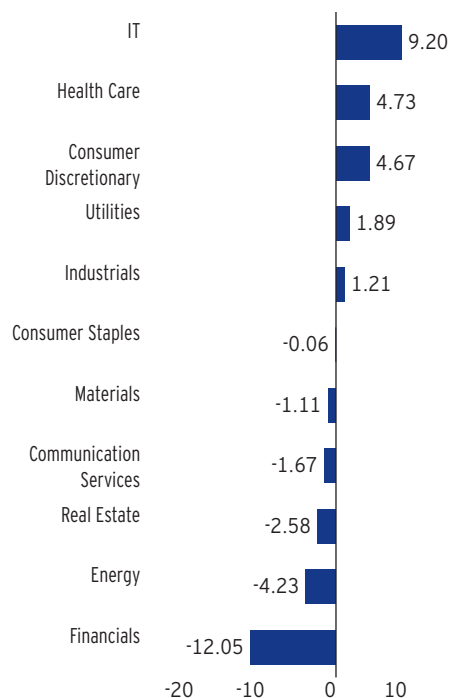
### Contributors to performance

- + The fund outperformed significantly in the materials sector, where its holdings did relatively well, and in the energy sector, given the fund's usual underweight in that sector
- + For the year-to-date period, Invesco Oppenheimer International Small-Mid Company Fund portfolio has been the biggest contributor to the fund's results, rising 15.68% in value, followed by Invesco Oppenheimer International Growth Fund portfolio's 14.82% increase, Invesco Oppenheimer Developing Markets Fund portfolio's 11.31% rise, and the 10.07% increase in Invesco Oppenheimer International Equity Fund's value.

### Detractors from performance

- + The fund underperformed the most in the consumer discretionary, consumer staples and industrials sectors due to stock selection. Most assets in the fund's underlying portfolios are typically invested in these sectors and in the other intellectual property heavy sectors of information technology and health care.
- + During the third quarter pullback, the portfolio that detracted the least from the fund's results was the International Equity portfolio, which returned -2.02% during the quarter. This was followed by the International Growth portfolio, which returned -2.85% and the International Small-Mid Company portfolio, which returned -2.85%. The Developing Markets portfolio detracted the most from performance, returning -3.75%.

**The fund's positioning versus the MSCI ACWI ex USA 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: 09/27/05	NAV	Inception: 09/27/05	NAV	Inception: 09/27/05	
	<b>Max Load 5.50%</b>		<b>Max CDSC 1.00%</b>			<b>MSCI ACWI ex USA Index</b>
Inception	5.61	6.03	5.47	5.47	6.35	-
10 Years	5.88	6.48	5.68	5.68	6.75	4.45
5 Years	3.62	4.80	4.01	4.01	5.08	2.90
3 Years	4.27	6.25	5.45	5.45	6.54	6.33
1 Year	-7.70	-2.31	-4.02	-3.05	-2.03	-1.23
Quarter	-8.27	-2.95	-4.18	-3.22	-2.92	-1.80

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 source: RIMES Technologies Corp.

Expense ratios	% net	% total
Class A Shares	1.27	1.27
Class C Shares	2.02	2.02
Class Y Shares	0.99	1.02

Per the current prospectus

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

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 MSCI All Country (AC) World Ex-U.S. Index is an index considered representative of developed and emerging market stock markets, excluding the US. The index is computed using the net return, which withholds applicable taxes for non-resident investors. An investment cannot be made directly in an index.

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**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.

The fund is subject to the risks of the underlying funds. Market fluctuations may change the target weightings in the underlying funds and certain factors may cause the fund to withdraw its investments therein at a disadvantageous time.

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.