

# Invesco International Growth Fund

## Quarterly Performance Commentary

Mutual Fund Retail Share Classes  
Data as of June 30, 2020



### Investment objective

The fund seeks long-term growth of capital.

### Portfolio management

Clas G. Olsson, Brent Bates, Matthew Dennis, Mark Jason, Richard Nield

### Fund facts

Nasdaq	A: AIIEX	C: AIECX
	Y: AIYX	
Total Net Assets	\$3,716,473,823	
Total Number of Holdings	67	

Top holdings	% of total net assets
Alibaba	2.76
Broadcom	2.65
FincoBank	2.62
Deutsche Boerse	2.48
Investor AB	2.40
Taiwan Semiconductor	2.36
CGI	2.34
SAP	2.30
Schneider Electric	2.29
Hoya	2.24

Top contributors	% of total net assets
1. FincoBank	2.62
2. Broadcom	2.65
3. Deutsche Bank	2.48
4. Schneider Electric	2.29
5. Wuliangye Yibin	1.22

Top detractors	% of total net assets
1. Exor	0.00
2. Flutter Entertainment	0.46
3. Philip Morris	2.20
4. Vinci	0.00
5. Kao	0.98

### Market overview

- + The global spread of the novel coronavirus continued into the second quarter of 2020. However, during the quarter, many countries achieved some success in controlling the spread and were able to slowly reopen their economies.
- + Global equity markets benefited from government policy response to the crisis, which was swift and encouraging. Many economies received fiscal stimulus and very significant monetary stimulus.
- + The massive monetary policy response created a second quarter environment in which investors embraced risk. Stocks rose globally after a deep rout in the first quarter.
- + Both developed and emerging markets performed well, with developed markets slightly outperforming emerging markets.

### Positioning and outlook

- + We added four new holdings during the quarter: Swedish engineering company **Sandvik**, Japanese multinational conglomerate **Sony**, Japanese electric motors manufacturer **Nidec** and Ireland-based bookmaking company **Flutter Entertainment** (0.85%, 0.81%, 0.97% and 0.46% of total net assets, respectively). We exited five positions: French industrials companies **Bureau Veritas** and **Vinci**, Netherlands-based holdings company **Exor**, Italy-based **Mediobanca** and UK-based communication services company **Informa** (all 0.00% of total net assets).
- + Our team has continued to follow the same long-term, bottom-up Earnings-Quality-Valuation (EQV) investment philosophy/process. Our EQV strategy is long-term oriented; therefore, we believe market corrections can provide attractive opportunities to invest in undervalued businesses.
- + After purchasing several high quality growth companies at attractive valuation levels during the first half of the year, we believe the fund could be well positioned to benefit whether the market sustains its recovery or there is a correction due to a second wave of COVID-19.

### Performance highlights

- + Invesco International Growth Fund Class A shares at net asset value (NAV) underperformed its benchmark index for the quarter. (Please see the investment results table on page 2 for fund and index performance.)

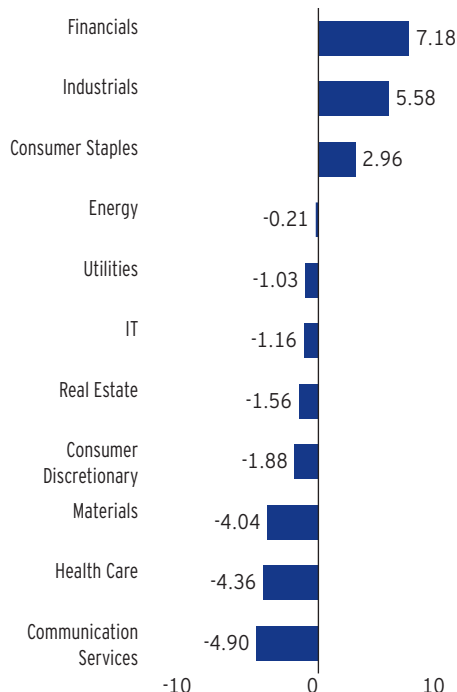
### Contributors to performance

- + The fund's financials holdings outperformed those of the benchmark sector, adding to relative return. Italy-based financial services company **FincoBank** was the fund's leading individual contributor. German exchange operator **Deutsche Boerse** was a notable contributor as well.
- + Stock selection in industrials added to relative performance. Within the sector, French electrical equipment company **Schneider Electric** was a key contributor.
- + Fund holdings in communication services added to relative results. South Korean online search engine operator **Naver** was a notable contributor (1.57% of total net assets). Not owning weak-performing index stocks also benefited the fund's relative return.
- + Geographically, stock selection in Italy and Japan contributed to relative results. An underweight in Japan added to relative return as well.

### Detractors from performance

- + Fund holdings in the materials sector underperformed those of the benchmark sector, detracting from relative return. An underweight in the sector, the quarter's best performing sector, hampered relative results as well.
- + Stock selection in consumer discretionary and information technology (IT) detracted from relative return. Lack of exposure to select index stocks, including **Meitun Dianping**, **Pinduoduo** and **JD.com** within the consumer discretionary sector and **Shopify** within IT, hampered relative results (all 0.00% of total net assets).
- + Within health care, overweights in Swiss pharmaceutical company **Novartis** and Japanese IT/eyecare company **Hoya** detracted from relative return (2.22% and 2.24% of total net assets, respectively).
- + Geographically, stock selection in Canada and Mexico detracted from relative return, as did an underweight in Canada and an overweight in Mexico.
- + Given the rising equity market, the fund's cash position dampened relative results. As a reminder, cash is a by-product of our bottom-up stock selection process.

**The fund's positioning versus the Custom Invesco International Growth Index (% underweight/overweight)**



**Investment results**

Average annual total returns (%) as of June 30, 2020

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 04/07/92	NAV	Inception: 08/04/97	NAV	Inception: 10/03/08	
	<b>Max Load 5.50%</b>		<b>Max CDSC 1.00%</b>			<b>Custom Invesco International Growth Index</b>
Inception	6.76	6.98	4.50	4.50	5.99	-
10 Years	5.69	6.28	5.49	5.49	6.55	7.38
5 Years	1.47	2.63	1.86	1.86	2.89	5.61
3 Years	0.29	2.19	1.43	1.43	2.46	6.07
1 Year	-7.39	-2.00	-3.62	-2.74	-1.72	5.80
Quarter	11.29	17.76	16.52	17.52	17.83	19.11

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. Index source: Invesco

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	1.33	1.33	Dom Common Stock	8.21
Class C Shares	2.08	2.08	Intl Common Stock	88.93
Class Y Shares	1.08	1.08	Cash	2.30
Per the current prospectus			Other	0.56

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.

Asset allocation/diversification does not guarantee a profit or eliminate the risk of loss.

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 Custom Invesco International Growth Index is an index comprised of the MSCI EAFE Growth Index from fund inception to Feb. 28, 2013, and the MSCI AC World ex US Growth Index thereafter. 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.

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.

Growth stocks tend to be more sensitive to changes in their earnings and can be more volatile.

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

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. Financial professionals, 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.