

# Invesco Growth and Income Fund

## Quarterly Performance Commentary

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



### Investment objective

The fund seeks income and long-term growth of capital.

### Portfolio management

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### Fund facts

Nasdaq	A: ACGIX	C: ACGKX
		Y: ACGMX
Total Net Assets	\$6,872,000,930	
Total Number of Holdings	63	

### Top holdings

	% of total net assets
AIG	3.39
Johnson & Johnson	3.13
Bank of America	2.88
Philip Morris	2.87
Citi	2.76
General Motors	2.70
Oracle	2.50
Mondelez	2.49
Morgan Stanley	2.46
PNC Financial Services	2.38

### Top contributors

	% of total net assets
1. CVS Health	1.59
2. Zimmer Biomet	1.42
3. US Foods	1.62
4. Apple	1.48
5. AIG	3.39

### Top detractors

	% of total net assets
1. Devon Energy	1.45
2. Citi	2.76
3. Royal Dutch Shell	2.16
4. Johnson & Johnson	3.13
5. Marathon Oil	1.19

### 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, the team took profits in financials and trimmed exposure to energy, thereby reducing the fund's overweights in these sectors. The team added to the consumer staples, utilities and communication services sectors.
- + At quarter end the fund's largest relative overweights were in information technology and health care, and 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 regarding US trade policy. As always, we seek to invest in companies with attractive valuations and strong fundamentals, qualities that we believe will ultimately be reflected in those companies' stock prices.

### Performance highlights

- + The fund's Class A shares at net asset value (NAV) underperformed the Russell 1000 Value Index during the quarter. (Please see the investment results table on page 2 for fund and index performance.) Within the Russell 1000 Value Index, utilities and real estate had the strongest performance for the quarter, while energy, health care, materials and industrials posted declines.

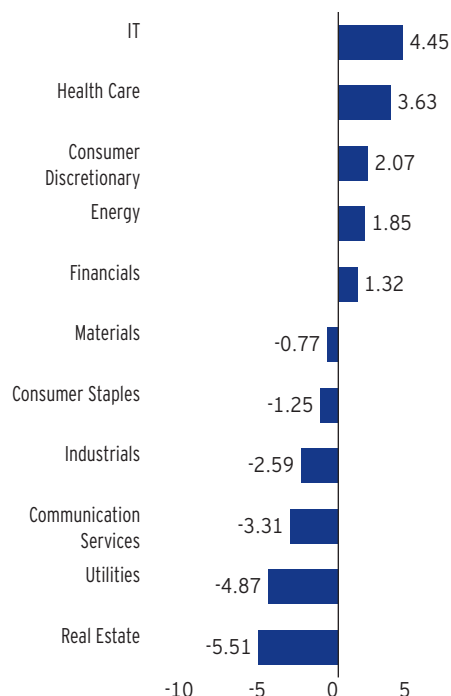
### Contributors to performance

- + Stock selection in the health care sector was the largest contributor to the fund's relative return, particularly due to **CVS Health** and **Zimmer Biomet**. The fund also benefited from underexposure to a number of pharmaceuticals stocks that underperformed. **CVS** continues to take market share in the retail pharmacy segment, with an opportunity to reduce medical costs and provide a higher service level to customers following its acquisition of Aetna. **Zimmer's** shares performed well as the company's turnaround efforts have begun to drive sales growth.
- + Stock selection and an underweight in industrials also helped relative performance during the quarter.

### Detractors from performance

- + Consumer discretionary was the largest detractor from both relative and absolute performance, due primarily to weakness in retail and apparel holdings.
- + An overweight in energy also detracted from relative return with **Devon Energy**, **Royal Dutch Shell** and **Marathon Oil** among the largest detractors. Energy companies remain under pressure as concerns about an oversupply of oil weigh on many companies in the industry.
- + Though health care contributed to relative return, **Johnson & Johnson** was a key individual detractor. The company faced headwinds due to litigation headlines and rhetoric ahead of the 2020 Presidential election.
- + The fund's underweights in real estate and utilities also detracted from relative performance. As interest rates fell during the quarter, these sectors performed well on an absolute and relative basis.

**The fund's positioning versus the Russell 1000 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	Russell 1000 Value Index
	Inception: 08/01/46	NAV	Inception: 08/02/93	NAV	Inception: 10/19/04		
Inception	9.33	9.41	9.15	9.15	8.00	-	-
10 Years	9.27	9.89	9.09	9.09	10.17	11.46	11.46
5 Years	5.22	6.42	5.65	5.65	6.69	7.79	7.79
3 Years	6.41	8.44	7.66	7.66	8.71	9.43	9.43
1 Year	-7.49	-2.09	-3.62	-2.76	-1.85	4.00	4.00
Quarter	-5.48	0.04	-1.08	-0.09	0.14	1.36	1.36

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: FactSet Research Systems Inc.

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	0.80	0.80	Dom Common Stock	82.43
Class C Shares	1.53	1.53	Intl Common Stock	12.62
Class Y Shares	0.55	0.55	Cash	4.84
Per the current prospectus			Other	0.11

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 Russell 1000® Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 1000 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.

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**About risk**

Convertible securities may be affected by market interest rates, the risk of issuer default, the value of the underlying stock or the issuer's right to buy back the convertible securities.

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.

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.