

Invesco Charter 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

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Fund facts

Nasdaq	A: CHTRX	C: CHTCX
	Y: CHTYX	S: CHR SX
Total Net Assets	\$2,907,987,501	
Total Number of Holdings	64	

Top holdings	% of total net assets
Microsoft	9.89
Amazon	7.03
UnitedHealth	4.64
Procter & Gamble	3.68
Facebook 'A'	3.29
Lockheed Martin	3.18
Prologis	3.05
Merck	2.69
AstraZeneca	2.64
Berkshire Hathaway 'B'	2.47

Top contributors	% of total net assets
1. Amazon	7.03
2. Microsoft	9.89
3. Applied Materials	2.36
4. Qualcomm	2.11
5. Equitable	1.67

Top detractors	% of total net assets
1. Merck	2.69
2. Berkshire Hathaway 'B'	2.47
3. Lockheed Martin	3.18
4. Procter & Gamble	3.68
5. Motorola Solutions	1.23

Market overview

- + The US equity market rebounded sharply in the second quarter of 2020 after experiencing one of the sharpest selloffs in history from mid-February through the end of March.
- + The rebound was supported by unprecedented stimulus, both fiscal and monetary, which particularly helped some of the most beaten down

market segments such as energy and retail. The information technology (IT) sector also extended its impressive run of strong gains as investors apparently expect the sector to benefit from workers and the general population staying at home, which has accelerated trends already in place before the pandemic.

Positioning and outlook

- + We are going through a period of great economic uncertainty. There is a tug of war affecting the economy. On one side, is a large amount of stimulus and states reopening their economies. On the other side, COVID-19 continues to spread in many areas of the country. Markets currently seem to think the stimulus/reopening will win the tug of war. We remain vigilant in watching for either scenario.
- + The economy's early rebound from April's dramatic lows has been quite swift and large. That said, we do not think a trend toward simple resumption of previous economic activity levels is in the cards.

We don't see a full economic recovery happening until there is a widely available vaccine or herd immunity in the population.

- + Though there is no shortage of things to be concerned about, we remain optimists for the long haul. Equities represent ownership interests in productive assets and, in our opinion, are still the best places to invest over the long term.
- + We maintain our valuation discipline and our focus on companies with competitive advantages and skilled management teams that are executing better than their peers.

Performance highlights

- + The fund's Class A shares at net asset value (NAV) returned 18.58% for the quarter, underperforming the Russell 1000 Index's 21.82% return. (Please see the investment results table on page 2 for fund and index performance.)
- + The fund's underperformance was mainly driven by stock selection and an underweight in the IT sector, both primarily due to the fund not owning **Apple** (0.00% of total net assets). Cash, although less than 2% of the portfolio, was also a drag given the sharply rising market. These detractors were partially offset by strong stock selection in the consumer discretionary, utilities and consumer staples sectors.

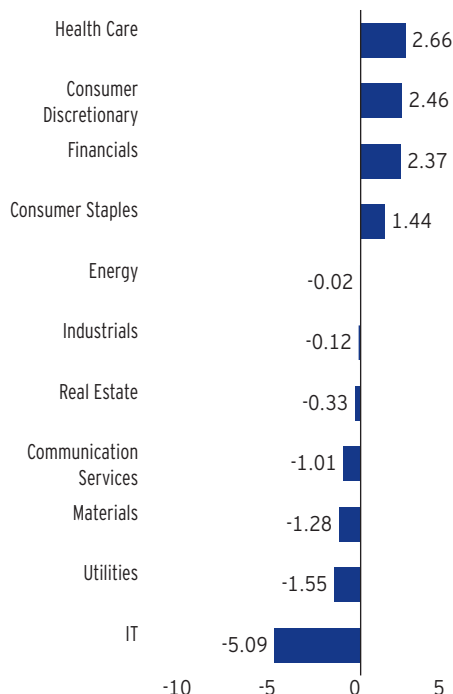
Contributors to performance

- + **Amazon** and **Microsoft** have continued to benefit from pre-existing trends that have now been accelerated by the pandemic-driven need to stay at home and work from home.
- + **Applied Materials**, a semiconductor equipment manufacturer, rebounded from its sharp decline in late February through late March. Customer demand for the company's equipment remains strong, supported by the secular drivers behind digital transformation. Robust demand for semiconductors, particularly for data centers and 5G infrastructure, is driving **Applied Materials'** customers to expand manufacturing capacity.

Detractors from performance

- + Shares of **Merck** rose during the second quarter but lagged the broader equity market's sharp rally along with large-cap pharmaceutical and other health care stocks in general. Given that **Merck** is one of the portfolio's larger holdings, this detracted from relative performance.
- + **Berkshire Hathaway** lagged during the aggressive rally after holding up relatively well during the sharp selloff in March.
- + After outperforming during last quarter's market downturn, **Lockheed Martin** also lagged during this quarter as investors moved to higher risk cyclical stocks. Additionally, investors may be increasingly cautious given uncertainty related to the upcoming November elections and potential impacts on future federal and defense spending.

The fund's positioning versus the Russell 1000 Index
(% underweight/overweight)



Investment results

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

	Class A Shares	Class C Shares	Class Y Shares	Class S Shares	Style-Specific Index		
	Inception: 11/26/68	Inception: 08/04/97	Inception: 10/03/08	Inception: 09/25/09			
	Max Load	Max CDSC			Russell 1000 Index		
Period	5.50%	1.00%					
Inception	10.18	10.30	5.04	5.04	7.94	8.14	-
10 Years	8.32	8.94	8.12	8.12	9.20	9.04	13.97
5 Years	3.91	5.10	4.30	4.30	5.36	5.20	10.47
3 Years	2.83	4.79	3.98	3.98	5.03	4.88	10.64
1 Year	-2.74	2.94	1.26	2.12	3.19	3.04	7.48
Quarter	12.02	18.58	17.26	18.26	18.66	18.58	21.82

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. Performance includes litigation proceeds. Had these proceeds not been received, total return would have been lower. Returns less than one year are cumulative; all others are annualized. Class S shares have no sales charge; therefore, performance is at NAV. 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	1.07	1.07	Dom Common Stock	93.84
Class C Shares	1.82	1.82	Intl Common Stock	5.91
Class Y Shares	0.82	0.82	Cash	0.41
Class S Shares	0.97	0.97	Other	-0.16

Per the current prospectus

A negative in Cash or Other, as of the date shown, is normally due to fund activity that has accrued or is pending settlement.

For more information you can visit us at www.invesco.com/us

Class Y shares and Class S 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® Index is an unmanaged index considered representative of large-cap stocks. The Russell 1000 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

Holding cash or cash equivalents may negatively affect performance.

Debt securities are affected by changing interest rates and changes in their effective maturities and credit quality.

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.

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.

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.