

# Invesco Small Cap Value Fund

# Invesco Value Opportunities Fund

November 2025, Fund Highlights

## Investment Team

**Jonathan Edwards, CFA**

Lead Portfolio Manager

**Jonathan Mueller, CFA**

Senior Portfolio Manager

**Ricardo Sutton, CFA**

Portfolio Manager

**Jacob Doyle, CFA**

Sr. Analyst

**David Wang, CFA**

Sr. Analyst

## Fund Assets

Invesco Small Cap Value Fund:

\$7.88 billion

Invesco Value Opportunities Fund:

\$6.01 billion

## Investment philosophy

We seek to provide investors exposure to small-cap and mid-cap companies whose stock price has become disconnected from the intrinsic value of the business. Maintaining a longer-term investment horizon allows this traditional approach to value investing to play out across cycles.

## Fund objectives:

Invesco Small Cap Value Fund:

Long-term growth of capital.

Invesco Value Opportunities Fund:

Total return through growth of capital and current income.

For additional information,

please visit our website at

[invesco.com/us](https://www.invesco.com/us)

## Market overview

U.S. equity markets experienced renewed volatility in November as enthusiasm for artificial intelligence (AI) cooled amid concerns about sector valuations and the sustainability of AI-related spending. Investor sentiment was further dampened by the longest government shutdown in U.S. history, which delayed key economic data releases, and by signs of a moderating labor market. Major indexes fell more than 5% in the early weeks of the month.<sup>1</sup>

The September jobs report, released in November due to the shutdown, showed nonfarm payrolls rising by 119,000, exceeding expectations.<sup>2</sup> However, the unemployment rate climbed to 4.4%, its highest level since 2021.<sup>2</sup> This labor market moderation strengthened the case for a Federal Reserve rate cut in December, even as inflation remained a concern, particularly with tariff-related cost pressures filtering through the economy.

Despite early weakness, strong corporate earnings and growing confidence in Fed policy support fueled a late-month rally. Nvidia's exceptional earnings results helped spark a rebound in the technology sector and broader markets.<sup>3</sup>

For the month, the S&P 500 Index gained 0.25%.<sup>4</sup> Market breadth improved, with eight of eleven sectors posting gains. Health care and communication services led performance, while information technology and consumer discretionary lagged. Value stocks outperformed growth, as the Russell 1000 Value Index rose 2.66% compared to a 1.81% decline for the Russell 1000 Growth Index.

## Performance drivers

**Invesco Small Cap Value Fund (Class A shares at NAV)** returned 4.21% in November, outperforming the Russell 2000 Value Index, which returned 2.81%. Stock selection in the information technology sector was the largest contributor to relative returns, while selection and an underweight in financials detracted. The largest individual contributor to absolute performance was **Coherent**, a leading laser and photonics company that designs and manufactures optoelectronic components for communications, electronics, and industrial applications. Its optical transceivers are critical for artificial intelligence (AI) server networking, which we believe positions the company to benefit from the rapid growth of AI. The company reported strong earnings that exceeded expectations, and a double digit increase in revenues over the prior year.

Industrial firm **AECOM** was the largest absolute detractor. AECOM is a global infrastructure consulting and engineering firm that provides planning, design, construction, and management for transportation, water, environmental, energy, and building projects worldwide. The company reported better-than-expected earnings, but revenues disappointed, driving the stock sharply lower.

**Invesco Value Opportunities Fund (Class A shares at NAV)** returned 3.88% in November, outperforming the Russell Midcap Value Index, which returned 2.39%. Stock selection in the information technology sector was the largest contributor to relative returns, while selection in industrials detracted. Like Small Cap Value, on an absolute basis, the largest individual contributor to performance was Coherent, while AECOM was the largest absolute detractor.

Our team seeks to take advantage of short-term investor fear using our intrinsic value investment process. Recent market volatility has provided an opportunity to purchase new holdings into the Funds, and it has also allowed us to add to many existing Fund positions at attractive prices.

1. Source: NASDAQ Market Intelligence, December 1, 2025

2. Source: Bureau of Labor Statistics, November 20, 2025

3. Source: US News, November 20, 2025.

4. Source: Morningstar Direct, November 30, 2025

As of 11/30/2025, Invesco Small Cap Value Fund held 4.72% of Coherent and 1.23% of AECOM, and Invesco Value Opportunities Fund held 4.73% of Coherent and 1.67% of AECOM.



## Portfolio Positioning

We use an intrinsic value approach to stock selection in the Funds. The portfolios are not constructed based on a short-term macroeconomic view; instead, positioning is driven by bottom-up stock selection based on a company's intrinsic value. We seek to create wealth by maintaining a long-term investment horizon and investing in companies that we believe are significantly undervalued on an absolute basis. Given our long-term investment horizon and focus on intrinsic value, we believe the Funds are currently positioned in more economically sensitive stocks versus the Russell 2000 Value Index and Russell Midcap Value Index. At month end, we believe the difference between the market price and the estimated intrinsic value of the Funds' holdings was very attractive, according to our estimation. Though there is no guarantee that the market value will ever reflect our estimate of the Funds' intrinsic value, we believe the gap between price and estimated intrinsic value may indicate above-average capital appreciation potential. We are constructive on the current portfolios and believe the Funds' investments may be positioned for solid absolute and relative performance.

### Standardized performance (%) as of November 30, 2025

Invesco Small Cap Value Fund	1 Month	3 Months	YTD	1 Year	Annualized		
					3 years	5 Years	10 Years
Class A shares at NAV	4.21	6.15	13.82	7.22	19.02	21.99	13.48
<b>Class A shares w/ max 5.50% load</b>	<b>-1.51</b>	<b>0.30</b>	<b>7.56</b>	<b>1.33</b>	<b>16.80</b>	<b>20.62</b>	<b>12.84</b>
Russell 2000 Value Index	2.81	5.14	12.39	3.02	9.17	10.51	8.66
Morningstar Percentile Rank and Ranking: Small Cap Value Category (Class A shares based on total return)				5% (18/486)	1% (6/464)	1% (4/442)	1% (2/362)

### Performance as of latest quarter end, September 30, 2025

Invesco Small Cap Value Fund	1 Month	3 Months	YTD	1 Year	3 years	5 Years	10 Years
<b>Class A shares w/ max 5.50% load</b>	<b>-2.92</b>	<b>3.93</b>	<b>4.10</b>	<b>8.54</b>	<b>24.07</b>	<b>26.18</b>	<b>13.42</b>
Russell 2000 Value Index	2.01	12.60	9.04	7.88	13.56	14.59	9.23
Morningstar Percentile Rank and Ranking: Small Cap Value Category (Class A shares based on total return)				6% (20/480)	1% (5/462)	1% (3/434)	1% (2/360)

### Standardized performance (%) as of November 30, 2025

Invesco Value Opportunities Fund	1 Month	3 Months	YTD	1 Year	Annualized		
					3 years	5 Years	10 Years
Class A shares at NAV	3.88	8.97	17.30	11.46	19.15	21.12	13.17
<b>Class A shares w/ max 5.50% load</b>	<b>-1.83</b>	<b>2.99</b>	<b>10.84</b>	<b>5.34</b>	<b>16.93</b>	<b>19.76</b>	<b>12.53</b>
Russell Mid Cap Value Index	2.39	2.65	10.98	2.86	10.32	10.81	9.43
Morningstar Percentile Rank and Ranking: Small Cap Value Category (Class A shares based on total return)				4% (20/410)	2% (10/382)	1% (4/361)	1% (3/289)

### Performance as of latest quarter end, September 30, 2025

Invesco Value Opportunities Fund	1 Month	3 Months	YTD	1 Year	3 years	5 Years	10 Years
<b>Class A shares w/ max 5.50% load</b>	<b>-0.41</b>	<b>3.53</b>	<b>7.18</b>	<b>13.84</b>	<b>24.11</b>	<b>23.74</b>	<b>13.03</b>
Russell Mid Cap Value Index	1.27	6.18	9.50	7.58	15.51	13.66	9.96
Morningstar Percentile Rank and Ranking: Small Cap Value Category (Class A shares based on total return)				3% (18/406)	2% (10/378)	1% (4/355)	1% (3/285)

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com/performance](https://www.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 so that you may have a gain or loss when you sell shares. Return figures for periods less than one year are cumulative. Return figures for periods greater than one year are annualized. Index returns do not reflect any fees, expenses or sales charges. Performance shown at NAV does not include applicable front-end sales charges (max. 5.50%), which would have reduced performance. Performance for other share classes will differ due to differing sales charge structures and class expenses. 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.

*Invesco Small Cap Value Fund has limited public sales of its shares to certain investors. For more information on who may continue to invest in the fund, please see the prospectus.*

Source: Invesco, FactSet Research Systems, Inc., RIMES Technologies, StyleADVISOR and Morningstar Inc.

Total annual expense ratios: Invesco Small Cap Value Fund : Class A Shares, 1.10%, Invesco Value Opportunities Fund Class A Shares, 1.02%.

Inception dates: Invesco Small Cap Value Fund Class A is 6/21/1999, Invesco Value Opportunities Fund Class A is 6/25/2001.

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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.

The Russell 1000® Growth Index is an unmanaged index considered representative of large-cap growth stocks. The Russell 1000® Growth Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co.

The Russell 2000® Value Index is an unmanaged index considered representative of small-cap value stocks.

The Russell Midcap Value Index is an unmanaged index considered representative of mid-cap value stocks. An investment cannot be made into an index. Past performance is not a guarantee of future results.

**Morningstar rankings are based on total return, excluding sales charges and including fees and expenses versus all funds in the Morningstar category.** Open-end mutual funds and exchange-traded funds are considered a single population for comparison purposes. Had fees not been waived and/or expenses reimbursed currently or in the past, the ranking would have been lower.

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**Intrinsic Value:** Intrinsic value is the perceived or “true value” of an investment, which may or may not equal the current market price due to over- or under-valuation by the market. Intrinsic value is commonly used in fundamental analysis but does not have a universal methodology for calculation. One firm's Intrinsic Value calculation of an investment may be different from another.

**Artificial Intelligence:** AI technology companies are sensitive to specific risks such as small markets, business cycle changes, economic growth, technological progress, obsolescence, and regulation. These companies may have limited products, markets, resources, or personnel, making their securities more volatile, especially for smaller start-ups. Rapid technological changes can adversely affect their results. AI companies often rely on patents, copyrights, trademarks, and trade secrets to protect their technology, but there is no guarantee these protections will be sufficient. Significant R&D spending does not ensure product or service success.

**Important disclosures:**

All data as of 11/30/2025, unless otherwise stated. All data provided by Invesco unless otherwise noted.

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

Note: Not all products, materials or services available at all firms. Financial professionals, please contact your home office.

Forward-looking statements are not guarantees of future results. They involve risks, uncertainties and assumptions, there can be no assurance that actual results will not differ materially from expectations.

The opinions expressed are those of the Portfolio Managers of the Invesco Small Cap Value and Invesco Value Opportunities Funds and are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals.

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.

**About risk: Invesco Small Cap Value Fund and Invesco Value Opportunities Fund** – 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 market 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.

Investments in real estate related instruments may be affected by economic, legal, or environmental factors that affect property values, rents or occupancies of real estate. Real estate companies, including REITs or similar structures, tend to be small and mid-cap companies and their shares may be more volatile and less liquid.

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.

**Invesco Value Opportunities Fund** - In general, stock values fluctuate, sometimes widely, in response to activities specific to the company as well as general market, economic and political conditions.

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

Preferred securities may include provisions that permit the issuer to defer or omit distributions for a certain period of time, and reporting the distribution for tax purposes may be required, even though the income may not have been received. Further, preferred securities may lose substantial value due to the omission or deferment of dividend payments.

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 Funds listed are subject to certain other risks. Please see the current prospectus for more information regarding the risks associated with an investment in the Fund.

***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 financial professional for a prospectus/summary prospectus or visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus).***

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