

Invesco Euro Bond Fund

B-Acc Shares

31 March 2023

This marketing communication is directed at retail clients in the UK. Investors should read the legal documents prior to investing.

Summary of fund objective

The Fund is actively managed. The Fund aims to provide long-term capital growth, together with income. The Fund seeks to achieve its objective by investing primarily in a diversified portfolio of debt securities denominated in Euro, issued worldwide by corporations, and governments, supranational bodies, local authorities and national public bodies. For the full objectives and investment policy please consult the current prospectus.

Key facts



Lyndon Man
London
Managed fund since
September 2013



Luke Greenwood
London
Managed fund since
April 2016



Gareth Isaac
London
Managed fund since
April 2020



Thomas Sartain
London
Managed fund since
April 2020

Share class launch
14 September 1998

Original fund launch
01 April 1996

Legal status
Luxembourg SICAV with UCITS status

Share class currency
EUR

Share class type
Accumulation

Fund size
EUR 381.02 mn

Reference Benchmark
Bloomberg Euro Aggregate Total Return Index (EUR)

Bloomberg code
INVPEBB LX

ISIN code
LU0130707333

Settlement date
Trade Date + 3 Days

Morningstar Rating™
★★

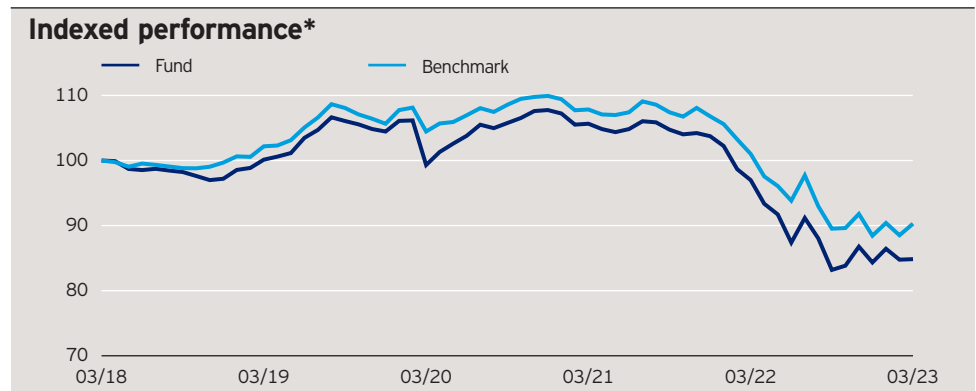
Investment risks

For complete information on risks, refer to the legal documents. The value of investments and any income will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested. Debt instruments are exposed to credit risk which is the ability of the borrower to repay the interest and capital on the redemption date. Changes in interest rates will result in fluctuations in the value of the fund. The fund uses derivatives (complex instruments) for investment purposes, which may result in the fund being significantly leveraged and may result in large fluctuations in the value of the fund. The fund may hold a large amount of Asset Backed Securities (ABS) (complex instruments) as well as other lower quality debt securities which may impact the liquidity of the fund under certain circumstances. The fund may invest in distressed securities which carry a significant risk of capital loss. The fund may invest in contingent convertible bonds which may result in significant risk of capital loss based on certain trigger events. Investments in debt instruments which are of lower credit quality may result in large fluctuations in the value of the fund.

Fund Strategy

The fund is primarily invested in Euro denominated, investment grade government and corporate bonds. It also has the flexibility to invest in non-Euro denominated and high yield bonds. Non-Euro denominated bonds are currency hedged to Euro. Investments in the fund are highly diversified and seek to help in the fund's aim of providing long-term capital growth and income. High yield bonds are typically invested in the subordinated bonds, those repaid after other debts following company liquidation, of high-quality companies and rising star opportunities. Rising stars are bonds which were considered speculative when issued, but have since improved their investment rating.

Past performance does not predict future returns. Data points are as at month end.



Cumulative performance*

in %	YTD	1 month	1 year	3 years	5 years
Fund	0.60	0.10	-12.52	-14.56	-15.16
Benchmark	2.09	2.00	-10.61	-13.56	-9.71

Calendar year performance*

in %	2018	2019	2020	2021	2022
Fund	-2.90	7.46	3.16	-3.73	-18.70
Benchmark	0.41	5.98	4.05	-2.85	-17.17

Standardised rolling 12 month performance*

in %	03.13	03.14	03.15	03.16	03.17	03.18	03.19	03.20	03.21	03.22	03.23
Fund	5.03	16.23	-3.09	0.63	1.73	0.13	-0.82	6.39	-8.20	-12.52	
Benchmark	4.88	11.19	0.68	-0.56	2.37	2.18	2.23	3.24	-6.33	-10.61	

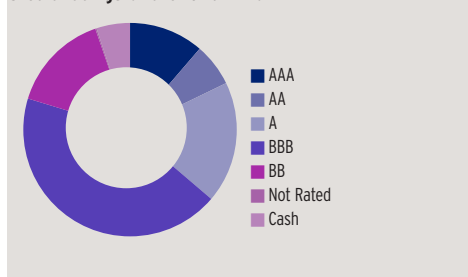
The performance data shown does not take account of the commissions and costs incurred on the issue and redemption of units. Returns may increase or decrease as a result of currency fluctuations. The investment concerns the acquisition of units in a fund and not in a given underlying asset.

Invesco Euro Bond Fund

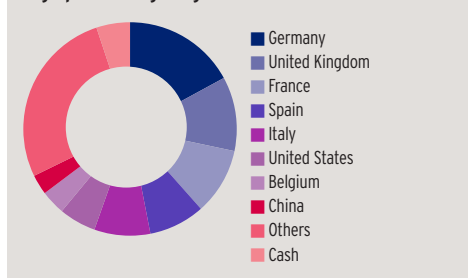
B-Acc Shares

31 March 2023

Credit ratings of the fund in %*



Geographical weightings of the fund in %*



NAV and fees

Current NAV

EUR 5.26

12 month price high

EUR 6.03 (04/04/2022)

12 month price low

EUR 5.05 (21/10/2022)

Minimum investment ¹

EUR 1,000

Entry charge ²

0.00%

Annual management fee

0.75%

Ongoing charges ³

2.02%

Credit ratings*

(average rating: A-)

	in %
AAA	11.3
AA	6.5
A	18.5
BBB	43.5
BB	15.0
Not Rated	0.2
Derivative	-0.1
Cash	5.1

Duration distribution*

(average duration: 6.2)

	in %
0-1 year	3.4
1-3 years	23.0
3-5 years	32.9
5-7 years	10.5
7-10 years	11.4
10-20 years	17.6
20+ years	1.3

Sector weightings*

	in %
Corporate	57.9
Financials	35.3
Industrial	18.8
Utility	3.8
Derivatives	-0.1
Fund	0.2
Non-US Govt/Agency	37.0
Cash	5.1

Yield %*

Gross Current Yield	3.12
Gross Redemption Yield	4.58

Geographical weightings*

	in %
Germany	17.1
United Kingdom	11.2
France	10.1
Spain	8.5
Italy	8.5
United States	5.6
Belgium	3.7
China	3.0
Others	27.1
Cash	5.1

Maturity distribution*

	in %
0-3 years	13.3
3-7 years	23.9
7-10 years	16.5
10-15 years	11.5
15+ years	34.8

Currency exposure*

	in %
Euro	100.6
Norwegian Krone	0.1
Danish Krone	0.1
British Pound Sterling	-0.3
US Dollar	-0.5

3 year characteristics**

Alpha	-0.17
Beta	1.03
Correlation	0.92
Information ratio	-0.14
Sharpe ratio	-0.69
Tracking error in %	2.87
Volatility in %	7.42

For detailed information about the 3 year characteristics please see <http://assets.invescohub.com/invesco-eu/glossary.pdf>.

Invesco Euro Bond Fund

B-Acc Shares

31 March 2023

Important Information

¹The minimum investment amounts are: USD 1,500 / EUR 1,000 / GBP 1,000 / CHF 1,500 / SEK 10,000. Please contact us or refer to the most up to date Prospectus for details of minimum investment amounts in other currencies.

²B shares have no entry charge but a contingent deferred sales charge in case they are redeemed within 4 years from the day of purchase at the rates set forth in Section 4 of the Prospectus. If you switch funds, you will pay a maximum switching charge of 1% on your new fund, except if you switch into another share class of the Fund after the 4 year period ends.

³The Ongoing Charges figure includes the annual management fee and other administrative or operating costs. It is a percentage of the value of your investment per year. This is an estimate based on actual costs over the last year.

This marketing communication is directed at retail clients in the UK. Investors should read the legal documents prior to investing.

Where individuals or the business have expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice. This marketing communication is not an invitation to subscribe for shares in the fund and is by way of information only, it should not be considered financial advice. Persons interested in acquiring the fund should inform themselves as to (i) the legal requirements in the countries of their nationality, residence, ordinary residence or domicile; (ii) any foreign exchange controls and (iii) any relevant tax consequences. This does not constitute an offer or solicitation by anyone in any jurisdiction in which such an offer is not authorised or to any person to whom it is unlawful to make such an offer or solicitation. As with all investments, there are associated risks. This document is by way of information only. Asset management services are provided by Invesco in accordance with appropriate local legislation and regulations. The fund is available only in jurisdictions where its promotion and sale is permitted. Not all share classes of this fund may be available for public sale in all jurisdictions and not all share classes are the same nor do they necessarily suit every investor. Fee structure and minimum investment levels may vary dependent on share class chosen. Please check the most recent version of the fund prospectus in relation to the criteria for the individual share classes and contact your local Invesco office for full details of the fund registration status in your jurisdiction. This is marketing material and not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication. The yields shown are expressed as a % per annum of the current NAV of the fund. They are an estimate for the next 12 months, assuming that the fund's portfolio remains unchanged and there are no defaults or deferrals of coupon payments or capital repayments. Cash income is estimated coupons from bonds. The gross current yield is an indication of the expected cash income over the next 12 months. The estimated gross redemption yield is a longer-term picture indicating expected annual total return. This means that in addition to expected cash income, it includes the amortised annual value of unrealised capital gains or losses of bond holdings currently held by the fund, calculated with reference to their current market price and expected redemption value made upon maturity of the bonds. Neither of the yields is guaranteed. Nor do they reflect the fund charges or the entry charge of the fund. Investors may be subject to tax on distributions. For more information on our funds and the relevant risks, please refer to the share class-specific Key Investor Information Documents, the Annual or Interim Reports, the Prospectus, and constituent documents, available from www.invesco.eu. A summary of investor rights is available in English from www.invescomanagementcompany.lu. The management company may terminate marketing arrangements. Please be advised that the information provided in this document is referring to the B-Acc Shares exclusively. The Invesco Euro Bond Fund is domiciled in Luxembourg.

© 2023 Morningstar. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Additional information for the UK: Issued by Invesco Management S.A., President Building, 37A Avenue JF Kennedy, L-1855 Luxembourg, regulated by the Commission de Surveillance du Secteur Financier, Luxembourg.

Invesco Euro Bond Fund

B-Acc Shares

31 March 2023

SFDR (Sustainable Finance Disclosure Regulation)

The Fund complies with Article 8 with respect to the EU's Sustainable Finance Disclosure Regulation*. As such, the fund promotes, among other characteristics, environmental or social characteristics or a combination of those characteristics. In addition, the companies in which the fund invests follow good governance practices. *Regulation (EU) 2019/2088 on sustainability - related disclosures in the financial services sector.

Exclusion Framework

The Fund embeds an exclusionary framework to specific activities based on UN Global Compact, severe governmental sanctions, revenue thresholds for certain activities linked to environmental and/or social criteria, as well as ensuring that companies follow good governance practices. The list of activities and their thresholds are listed below:

UN Global Compact	- Non-Compliant
Country sanctions	- Sanctioned investments are prohibited*
Controversial weapons	- 0% of revenue including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT)
Coal	- Thermal Coal extraction: $\geq 5\%$ of revenue - Thermal Coal Power Generation: $\geq 10\%$ of revenue
Unconventional oil & gas	- $\geq 5\%$ of revenue on each of the following: Arctic oil & gas exploration; Oil sands extraction; Shale energy extraction;
Tobacco	- Tobacco Products production: $\geq 5\%$ of revenue - Tobacco related products and services: $\geq 5\%$ of revenue
Others	- Recreational cannabis: $\geq 5\%$ of revenue
Good governance	- Ensure that companies follow good governance practices in the areas of sound management structures, employee relations, remuneration and tax compliance
Military Contracting	- Military Contracting Overall $\geq 10\%$ - Small Arms Overall $\geq 0\%$

*At Invesco we continuously monitor any applicable sanctions, including those imposed by the UN/US/EU and UK. These sanctions may preclude investments in the securities of various governments/regimes/entities and as such will be included in our compliance guidelines and workflows (designed to ensure compliance with such sanctions). The wording of international sanctions is something that we pay particular attention to as there are occasions where sanctions can exist in limited form, for example allowing investments in the secondary market. In addition to sanctions targeting entire countries, there are other thematic regimes, which may focus for example on human rights, cyber attacks, terrorist financing and corruption, which may apply to both individuals and/or entities/corporations.

Any investment decision should take into account all the characteristics of the fund as described in the legal documents. For sustainability related aspects, please refer to: <https://www.invescomanagementcompany.lu/lux-manco/literature>.

At Invesco we have looked to put in place minimum safeguards across multiple sub-funds of Invesco Funds (as listed above) to allow them to meet Article 8 requirements of the SFDR Regulation as of 2 November 2021. To be classified as a so-called Article 8 product, the sub-funds need to promote, among other things, environmental and/or social characteristics while also ensuring that investee companies follow good governance practices. In order to meet such requirements, it was determined that we would look to exclude certain activities based on certain thresholds, which may be updated from time to time. For further details please refer to the website of the management company at <https://www.invescomanagementcompany.lu>.

As noted above this is a proprietary framework developed by Invesco in line with Article 8 requirements of the Regulation (EU) 2019/2088 on sustainability. The framework is developed, maintained and monitored by Invesco. In order to assess companies against the noted criteria, Invesco uses a combination of Sustainalytics and ISS (Institutional Shareholder Services) to assess compliance, however, this can be supplemented with other service providers where appropriate. While there is a broad coverage across the various systems, there is no one system that has complete coverage of the entire investment universe. As a result, investment teams will be responsible for conducting an assessment of companies for which data is not available, under the appropriate supervision and oversight of our investment compliance and ESG teams.

Invesco's Commitment to ESG

Invesco has an investment-led ESG approach. We provide a comprehensive range of ESG-focused capabilities that enable clients to express their values through investing. We also integrate financially material ESG considerations across our investment platform, taking into account critical factors that help us deliver strong outcomes to clients.