Invesco Developed Small and Mid-Cap Equity Fund

30 April 2022

Morningstar Rating™*
★★★

Important Information

- The Fund invest primarily in equities of small and mid-cap companies in developed markets.
- Investors should note the risk of investing in small companies, risk of Eurozone crisis, concentration risk of investing in equity and equity related securities of smaller companies, currency exchange risk, equities risk, volatility risk, and general investment risk.
- Financial derivative instruments (FDI) may be used for efficient portfolio management purposes or to hedge or reduce the overall risk of investments. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of a FDI can result in a loss significantly greater than the amount invested in the FDI by the Fund. Exposure to FDI may lead to a high risk of significant loss by the Fund.
- The value of the Fund can be volatile and could go down substantially.
- Investors should not base their investment decision on this material alone.

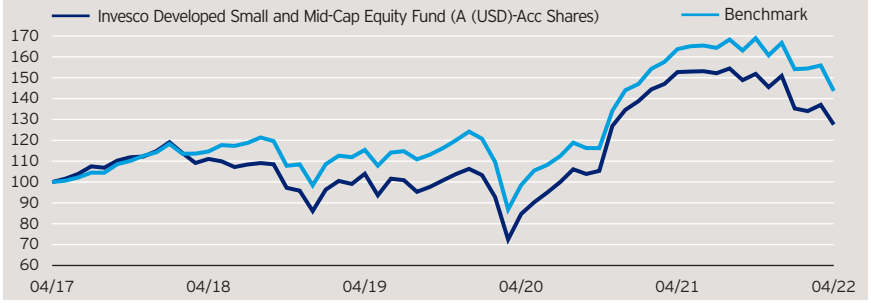
Objectives and investment strategy

The objective of the Fund is to achieve long-term capital growth. The Fund seeks to achieve its objective by investing primarily in equities of small and mid-cap companies in developed markets.

Key facts

Fund manager		Erik Esselink
Share class launch date		
A (USD)-Acc Shares		30/9/11
Legal Status		Luxembourg SICAV with UCITS status
Share class currency		USD
Fund Size	USD	103.73 mn
Initial Charge (up to)		5.00%
Annual Management Fee		1.6%
Reference Benchmark		MSCI World Small Cap Index-NR

Indexed performance (base 100)*



References	IVRS Code	Bloomberg code	ISIN code
A(EUR Hgd)-Acc Shares	523	IGSCAEH LX	LU0794791284
A(USD)-Acc Shares	519	IGSCAAU LX	LU0607512778
A(USD)-SD Shares	520	IGSCADU LX	LU0607512695

3 year characteristics*

	A (USD)-Acc Shares
Volatility	25.77

Volatility is measured by the standard deviation of the fund, based on its annual rates of return over the past 3 years in base currency of the fund.

	Cumulative performance*				Calendar year performance*				
%	YTD	1 year	3 years	5 years	2017	2018	2019	2020	2021
A (EUR Hgd)-Acc Shares	-16.30	-18.02	15.16	13.24	23.90	-27.35	19.72	23.93	10.80
A (USD)-Acc Shares	-15.47	-16.47	22.70	27.55	26.37	-25.02	23.47	26.63	12.10
A (USD)-SD Shares	-15.47	-16.47	22.70	27.55	26.37	-25.03	23.47	26.65	12.08
Benchmark	-13.80	-12.22	24.52	43.71	22.66	-13.86	26.19	15.96	15.75

Distribution information

(Aims to pay dividend on monthly/quarterly/semi-annual/ annual basis. Dividend is not guaranteed.)

	Intended frequency	Record date	Amount/Share	Annualized dividend (%)
A (USD)-SD Shares	Semi-Annual	28/02/22	0.0000	0.00%

Annualized dividend (%) = (Amount/Share X Frequency) ÷ Price on record date. Upon dividend distribution, the Fund's net asset value may fall on the ex-dividend date. For Frequency, Monthly = 12; Quarterly = 4; Semi-Annually = 2; Annually =1. All distributions below USD 50 will be automatically applied in the purchase of further shares of the same class. Positive distribution yield does not imply a positive return.

Holding (total holdings: 154)

Top 10 holdings	%
Coface	1.5
CAE	1.3
Peugeot Invest	1.3
Ariston	1.3
Drax	1.3
Piovan	1.3
SHO-BOND	1.2
Invesco US Dollar Liquidity	1.2
SkiStar	1.2
Travel + Leisure	1.2

Geographical weightings	%
United States	44.7
Japan	8.2
Italy	7.6
France	7.1
Netherlands	5.6
United Kingdom	4.3
Switzerland	3.9
Canada	3.8
Others	13.4
Cash	1.4

Sector weightings	%
Industrials	21.9
Information Technology	15.4
Financials	13.8
Consumer Discretionary	13.7
Health Care	11.5
Materials	7.9
Energy	3.9
Consumer Staples	3.7
Others	6.9
Cash	1.4

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Invesco's Commitment to ESG Investing

At Invesco, we've been implementing ESG strategies for more than 30 years, with an approach that is both investor-led and investor-driven. We integrate ESG risk and opportunity factors directly into our investment decisions across asset classes. We believe that incorporating environmental, social and governance (ESG) practices into our investment activities can positively impact the value we provide clients – and help ensure a sustainable environment for future generations.

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	- Severe violations
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: >=5% of revenue - Thermal Coal Power Generation: >=10% of revenue
Unconventional oil & gas	- >= 5% of revenue on each of the following: Artic oil & gas exploration; Oil sands extraction; Shale energy extraction;
Tobacco	- Tobacco Products production: >=5% of revenue - Tobacco related products and services: >=5% of revenue
Others	- Recreational cannabis: >=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

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.

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.

Shareholder Notice



Prospectus and Financial Reports



KFS of the fund



Important Information

Derivatives and cash equivalent instruments are excluded in the calculation of Top 10 holdings. Investment involves risks. Past performance is not indicative of future performance. Investors should read the relevant prospectus for details, including the risk factors and product features. This material has not been reviewed by the Securities and Futures Commission and is issued by Invesco Hong Kong Limited (景順投資管理有限公司). ©2022 Morningstar, Inc. 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 provided for reference purposes only. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Asset allocation data is derived by Morningstar using full holdings data provided by Invesco. Morningstar Licensed Tools and Content powered by Interactive Data Managed Solutions.
All data is as of the date of this document and sourced from Invesco unless otherwise stated.
Portfolio weightings and allocations are subject to change. The weightings for each breakdown are rounded to the nearest tenth or hundredth of a percent; therefore, the aggregate weights for each breakdown may not equal 100%.
*Source: Data as of the date of this document. Performance of the share class(es) and Morningstar rating are sourced from ©2022 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Index performance is sourced from Invesco. Morningstar rating (if applicable) is given to the share class as shown in the Indexed performance chart. Performance of the share class(es) is calculated based on NAV to NAV, gross income re-invested in share class currency.