



# Invesco Continental European Small Cap Equity Fund

## C-AD Shares

31 December 2016

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### Summary of fund objective

The objective of this Fund is to achieve long-term capital growth by investing in small companies throughout Europe, but excluding the United Kingdom. For the full objectives and investment policy please consult the current prospectus.

### Key facts



**Erik Esselink**  
Atlanta  
Managed fund since  
July 2008



**Oliver Collin**  
Henley -on- Thames  
Managed fund since  
December 2015

#### Share class launch

13 January 1993

#### Original fund launch <sup>1</sup>

01 October 1984

#### Legal status

Mutual Fund - Irish Unit Trust authorised as UCITS

#### Share class currency

USD

#### Share class type

Income

#### Fund size

EUR 381.81 mn

#### Reference index

Euromoney Smaller Europe ex UK Index-PR

#### Bloomberg code

INVEUSB ID

#### ISIN code

IE0003708223

#### Settlement date

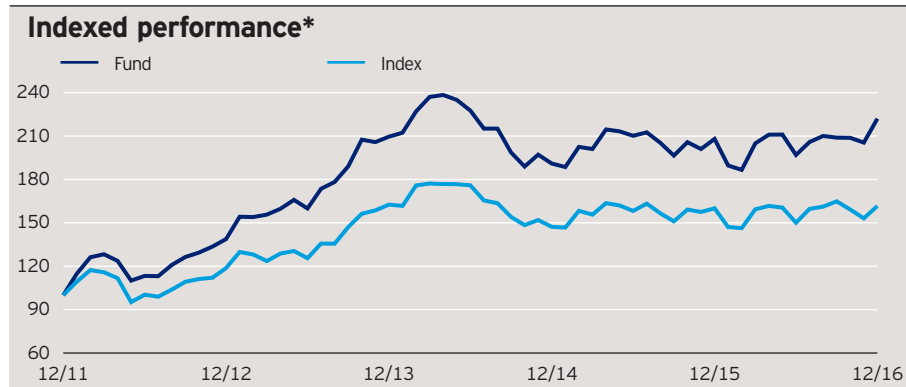
Trade Date + 3 Days

#### Morningstar Rating™

★★★★

### Quarterly fund commentary

European small and mid-cap equity markets advanced in Q4. The market surge was particularly noticeable post-Italian referendum in December. Following the vote, investors regained confidence amid increased talks of fiscal stimulus globally. Cyclical sectors (more sensitive to economic cycles) continued to perform strongly, reversing the trend observed in the early months of 2016 where deflationary fears dominated investment decisions. On the macroeconomic front, the European Central Bank (ECB) decided to extend its quantitative easing (QE) programme by 9-months, to the end of 2017 or beyond if necessary, and to reduce the amount of monthly purchases starting from April 2017 onwards, from €80b to €60b. The move was seen as simultaneously dovish (QE extension) and hawkish (QE pace reduction), allowing the ECB to initiate a taper but without the tantrum that accompanied a similar action by the US Federal Reserve back in 2013, and to continue providing favourable financial conditions for economic growth in Europe. We invest in companies which we believe have sound fundamentals and able to generate a good return on capital over the longer-term. In Q4, we gradually moved the fund towards some cyclical and value areas to take advantage of the reflationary trend and the large valuation dispersions within the market. At quarter-end, financials stood as the largest overweight sector relative to the benchmark and real estate the biggest underweight sector.



### Cumulative performance\*

in %	YTD	1 month	1 year	3 years	5 years
Fund	6.74	8.06	6.74	5.95	122.04
Index	1.01	5.57	1.01	-0.58	61.65

### Calendar year performance\*

in %	2012	2013	2014	2015	2016
Fund	38.79	51.00	-8.86	8.91	6.74
Index	18.77	36.91	-9.44	8.69	1.01

### Standardised rolling 12 month performance\*\*

in %	31.12.11	31.12.12	31.12.13	31.12.14	31.12.15
	31.12.12	31.12.13	31.12.14	31.12.15	31.12.16
Fund	38.79	51.00	-8.86	8.91	6.74

The standardised past performance information is updated on a quarterly basis. Should you require up-to-date past performance information this is available on our website [www.invescoeurope.com](http://www.invescoeurope.com) or by contacting us.

**Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.**

\*Source: © 2016 Morningstar. Mid to mid, gross income re-invested to 31 December 2016 unless otherwise stated. The figures do not reflect the entry charge payable by individual investors. \*\*Mid to mid, gross income re-invested to 31 December 2016. All performance data on this factsheet is in the currency of the share class. Reference Index Source: Factset.

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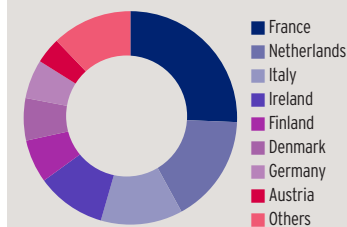
31 December 2016

### Top 10 holdings\*

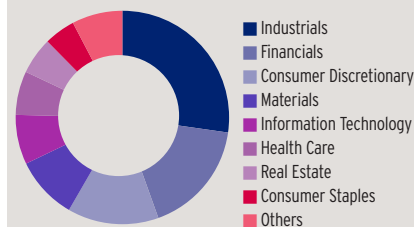
(total holdings: 58)

Holding	Sector	%
Eurazeo	Financials	3.6
Outokumpu	Materials	3.2
Hibernia REIT	Real Estate	3.0
Banca Mediolanum	Financials	2.9
Europcar	Industrials	2.9
Van Lanschot	Financials	2.9
Philips Lighting	Industrials	2.8
Scout24	Information Technology	2.8
Hapag-Lloyd	Industrials	2.7
LSI	Industrials	2.7

### Geographical weightings of the fund in %\*



### Sector weightings of the fund in %\*



### Geographical weightings\*

	in %
France	25.7
Netherlands	16.4
Italy	12.4
Ireland	10.6
Finland	6.6
Denmark	6.4
Germany	5.9
Austria	3.9
Others	12.2
Cash	-0.1

### Sector weightings\*

	in %
Industrials	27.3
Financials	17.3
Consumer Discretionary	13.8
Materials	9.6
Information Technology	7.5
Health Care	6.6
Real Estate	5.6
Consumer Staples	4.7
Others	7.7
Cash	-0.1

### Financial characteristics\*

Average weighted market capitalisation	USD 2.76 bn
Median market capitalisation	USD 1.98 bn

### 3 year characteristics\*\*

Alpha	0.24
Beta	0.98
Correlation	0.91
Information ratio	0.01
Sharpe ratio	0.73
Tracking error in %	5.72
Volatility in %	15.69

For detailed information about the 3 year characteristics please see <http://www.invescoeurope.com/CE/Glossary.pdf>.

### NAV and fees

#### Current NAV

USD 238.36

#### 12 month price high

USD 238.36 (30/12/2016)

#### 12 month price low

USD 191.24 (11/02/2016)

#### Minimum investment <sup>2</sup>

USD 1,000,000

#### Entry charge

Up to 5.00%

#### Annual management fee

1.5%

#### Ongoing charges

1.85% (30/11/2015)

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### Risk Warnings

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. This is a smaller companies fund, you should be prepared to accept a higher degree of risk than a fund that invests in larger companies. The risks described herein are the fund specific material risks. For more information please consult the current fund and share class specific Key Investor Information Document (KIID) and for a complete set of risks the current prospectus.

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### Important Information

<sup>1</sup>The Original Fund Launch date shown herein is different from the fund launch date shown in the KIID, as it indicates the launch date of a previous fund that was merged into the fund shown and therefore the track record starts with this previous fund. Further information can be found on our website: [www.invescoeuropa.com](http://www.invescoeuropa.com).

<sup>2</sup>The minimum investment amounts are: USD 1,000,000 / EUR 800,000 / GBP 600,000 / CHF 1,000,000 / SEK 7,000,000. Please contact us or refer to the most up to date Prospectus for details of minimum investment amounts in other currencies.

**This share class may not be registered in all countries and dissemination is subject to prior verification of registration status.**

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