Invesco Emerging Local Currencies Debt Fund

A (EUR)-AD Shares

30 April 2018

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Summary of fund objective

The objective of the Fund is to achieve long-term capital growth and high income. The Fund will invest at least two thirds of its total assets in a flexible allocation of cash, debt securities (including corporate bonds, and bonds issued by supranational organisations) and financial derivative instruments which are denominated in the currency of emerging market countries. For the full objectives and investment policy please consult the current prospectus.

Key facts



Michael Hyman
Atlanta
Managed fund since
October 2016



Rashique Rahman
Atlanta
Managed fund since
March 2015



Avi Hooper
Atlanta
Managed fund since
August 2015

Share class launch
27 June 2012

Original fund launch
14 December 2006

Legal status
Luxembourg SICAV with UCITS status

Share class currency
EUR

Share class type
Income

Fund size
USD 440.95 mn

Reference index
JP Morgan GBI-EM Global Diversified Composite

Bloomberg code
INEAADE LX

ISIN code
LU0794790559

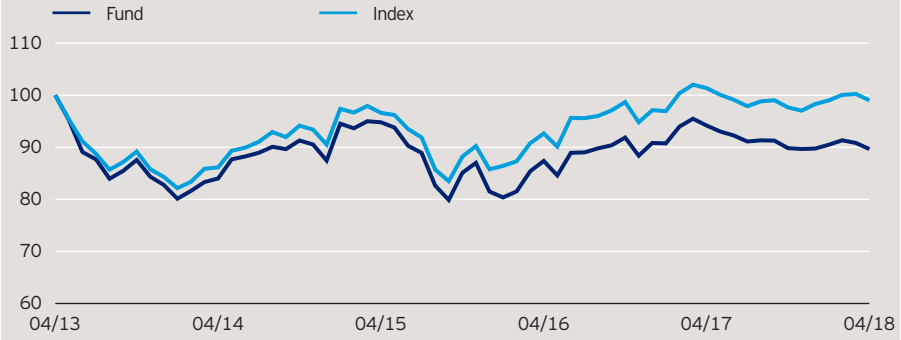
Settlement date
Trade Date + 3 Days

Morningstar Rating™
★

Quarterly fund commentary

Emerging market (EM) local currency bonds returned 4.42% for the quarter, as measured by the J.P. Morgan GBI-EM Global Diversified Index. The nominal index yield ended the period at 6.01%. Returns in local currency terms were positive for the quarter while Emerging markets currencies appreciated versus USD and depreciated versus EUR. We believe the global backdrop of solid global growth, benign inflation and favourable financial conditions remains supportive for Emerging Markets assets. Furthermore, Emerging Markets macroeconomic fundamentals continue to see improved growth, which we see persisting over the next 3-6 months. Our view of positive EM growth favours EM currencies particularly in the context of our view of US dollar stability. We tend to favour the currencies of commodity-producing countries given valuations and the yield advantage. EM local interest rates should also be a positive contributor as they continue to offer attractive risk premia on what we see as still-low inflation. The most pertinent risk to our outlook would be resurgence in US inflation that asserts upward pressure on yields and the dollar.

Indexed performance*



The performance period shown here starts on the last day of the first indicated month and ends on the last day of the last indicated month.

Cumulative performance*

in %	YTD	1 month	1 year	3 years	5 years
Fund	-0.10	-1.29	-4.80	-5.42	-10.34
Index	0.73	-1.22	-2.32	2.49	-0.98

Calendar year performance*

in %	2013	2014	2015	2016	2017
Fund	-14.07	5.65	-6.80	11.44	-1.19
Index	-12.91	7.37	-5.23	13.23	1.20

Standardised rolling 12 month performance*

in %	30.04.13 30.04.14	30.04.14 30.04.15	30.04.15 30.04.16	30.04.16 30.04.17	30.04.17 30.04.18
Fund	-15.99	12.85	-7.83	7.78	-4.80
Index	-13.87	12.17	-4.10	9.42	-2.32

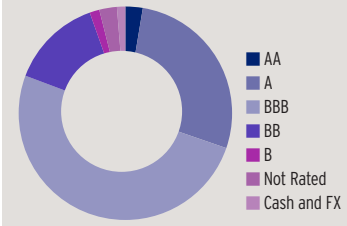
Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

*Source: © 2018 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Gross income re-invested to 30 April 2018 unless otherwise stated. The figures do not reflect the entry charge payable by individual investors. All performance data on this factsheet is in the currency of the share class. Reference Index Source: Factset.

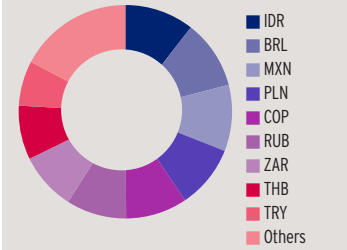
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Credit ratings of the fund in %*



Currency exposure of the fund in %*



NAV and fees

Current NAV
EUR 7.39

12 month price high
EUR 8.24 (03/05/2017)

12 month price low
EUR 7.32 (26/04/2018)

Minimum investment [1]
EUR 1,000

Entry charge
Up to 5.00%

Annual management fee
1.5%

Ongoing charges
1.89% (31/08/2017)

Credit ratings*

(average rating: BBB)

in %	Fund	Index
AA	2.6	6.7
A	27.7	35.1
BBB	50.4	46.0
BB	13.9	10.1
B	1.5	0.8
Not Rated	2.7	1.3
Cash and FX	1.3	0.0

Duration distribution*

(average duration: 6.1)

in %	Fund	Index
Under 3 years	5.5	27.8
3-4 years	14.4	15.8
4-5 years	16.0	12.0
5-6 years	8.6	7.4
6+ years	55.5	37.1

Sector weightings*

in %	Fund	Index
Local Debt	98.7	100.0
Others	0.1	0.0
Cash and FX	1.3	0.0

Yield %*

Gross Current Yield	6.65
Gross Redemption Yield	6.02

Currency exposure*

in %	Fund	Index
IDR	10.5	9.2
BRL	10.4	10.0
MXN	10.1	10.0
PLN	9.6	8.8
COP	9.3	7.6
RUB	9.1	7.1
ZAR	8.7	8.6
THB	8.2	7.9
TRY	6.8	6.6
Others	17.3	24.1

Maturity distribution*

in %	Fund	Index
0-3 years	3.9	23.4
3-7 years	33.9	34.5
7-10 years	19.0	19.7
10-15 years	27.1	11.8
15+ years	14.9	10.7
Others	1.3	0.0

Geographical weightings*

in %	Fund	Index
Brazil	13.2	10.0
Mexico	12.2	10.0
South Africa	11.4	8.6
Colombia	10.4	7.6
Indonesia	10.3	9.2
Russia	9.6	7.1
Poland	6.4	8.8
Turkey	5.2	6.6
Others	20.1	32.0
Cash and FX	1.3	0.0

3 year characteristics**

Alpha	-2.68
Beta	1.06
Correlation	0.98
Information ratio	-1.22
Sharpe ratio	0.00
Tracking error in %	2.16
Volatility in %	9.92

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

Source: *Invesco. 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%. **Morningstar.

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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. 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 invest in distressed securities which carry a significant risk of capital loss. As a large portion of the fund is invested in less developed countries, you should be prepared to accept significantly large fluctuations of the value of the fund. Investments in debt instruments which are of lower credit quality may result in large fluctuations in the value of the Fund.

Important Information

[1]The 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.

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