Invesco Euro Bond Fund
C-Acc Shares

28 February 2019

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Summary of fund objective

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

Share class launch
09 August 1999

Original fund launch
01 April 1996

Legal status
Luxembourg SICAV with UCITS status

Share class currency
EUR

Share class type
Accumulation

Fund size
EUR 674.56 mn

Reference index
Bloomberg Barclays Euro-Aggregate Index

Bloomberg code
INVPEBC LX

ISIN code
LU0100597805

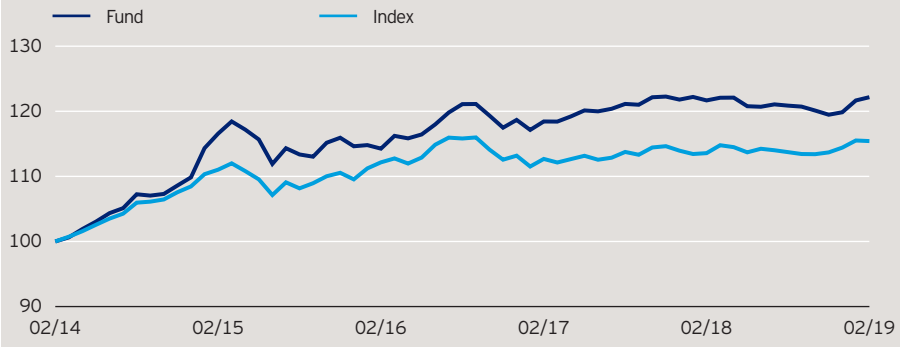
Settlement date
Trade Date + 3 Days

Morningstar Rating™
★★★★★

Quarterly fund commentary

The fourth quarter saw further spells of financial market volatility led by continued trade tensions between the US and China, fears of recession, and Brexit concerns. The increased levels of volatility in the market raised demand for the perceived safety of core government bond markets. The European Central Bank (ECB) reiterated its positive outlook for the Eurozone. However, Mario Draghi, president of the ECB stated that slower growth lies ahead for the eurozone, reflecting persistently weak data for the region in recent months. The ECB also announced the end of its €2.3tn quantitative easing (QE) programme, and that the ECB's policy interest rates would remain at their current levels until at least the summer of 2019. Against this macro-economic backdrop, European government bonds outperformed European corporate bonds during the period. In corporate bonds, European investment grade bonds outperformed European high yield. Performance was negative across all European corporate bonds sectors. The fund is primarily invested in a diversified portfolio of euro sovereign and investment grade corporate bonds. Within peripheral euro sovereign bonds (non-core) we remained in line with the reference benchmark over the quarter. In our corporate bond allocation, we continued to prefer BBB rated bonds and financials with a focus on bonds issued by countries from well capitalised non-peripheral European countries. Currency opportunities remain limited in our opinion.

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	1.93	0.42	0.41	6.92	22.17
Index	0.88	-0.08	1.63	2.91	15.42

Calendar year performance*

in %	2014	2015	2016	2017	2018
Fund	13.33	4.35	3.53	2.63	-1.60
Index	11.10	1.00	3.32	0.68	0.41

Standardised rolling 12 month performance*

in %	28.02.14 28.02.15	28.02.15 28.02.16	28.02.16 28.02.17	28.02.17 28.02.18	28.02.18 28.02.19
Fund	16.57	-1.98	3.65	2.73	0.41
Index	11.03	1.02	0.47	0.79	1.63

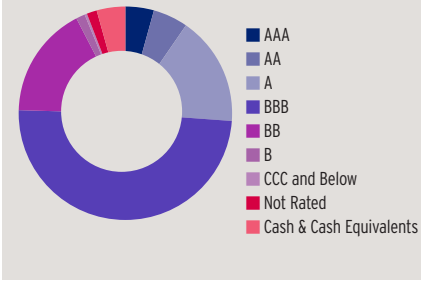
Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

*Source: © 2019 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Gross income re-invested to 28 February 2019 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.

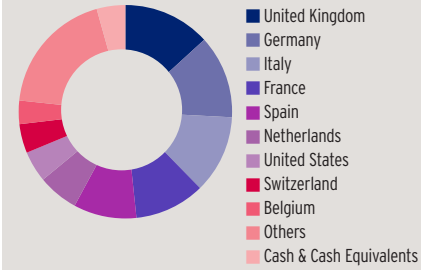
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Credit ratings of the fund in %*



Geographical weightings of the fund in %*



NAV and fees

Current NAV
EUR 7.91

12 month price high
EUR 7.94 (18/04/2018)

12 month price low
EUR 7.71 (21/11/2018)

Minimum investment [1]
EUR 800,000

Entry charge
Up to 5.00%

Annual management fee
0.5%

Ongoing charges [2]
0.67%

Credit ratings*

(average rating: BBB)

	in %
AAA	4.3
AA	5.3
A	16.6
BBB	49.5
BB	17.0
B	1.4
CCC and Below	0.4
Not Rated	1.5
Currency Forwards	-0.4
Cash & Cash Equivalents	4.4

Duration distribution*

(average duration: 5.9)

in %	
0-1 year	12.7
1-3 years	28.7
3-5 years	18.9
5-10 years	24.1
10-20 years	12.9
20+ years	2.7

Sector weightings*

	in %
Government Bonds	28.4
Government Related	6.0
Corporate Bonds	60.2
Financial	31.0
Industrial	25.2
Utility	4.0
Securitised	0.9
Other Derivatives	-0.9
Collective Investment Scheme	1.5
Currency Forwards	-0.4
Cash & Cash Equivalents	4.4

Yield %*

Gross Current Yield	3.21
Gross Redemption Yield	2.91

Geographical weightings*

	in %
United Kingdom	13.3
Germany	12.7
Italy	11.9
France	10.7
Spain	9.6
Netherlands	6.2
United States	4.7
Switzerland	4.4
Belgium	3.6
Others	19.0
Currency Forwards	-0.4
Cash & Cash Equivalents	4.4

Maturity distribution*

in %	
0-1 year	11.9
1-3 years	25.8
3-5 years	17.8
5-10 years	26.8
10-20 years	9.7
20+ years	8.0

Currency exposure*

	in %
EUR	100.8
CAD	0.3
JPY	0.1
DKK	0.1
GBP	-0.1
AUD	-0.2
USD	-0.9

3 year characteristics**

Alpha	1.72
Beta	0.75
Correlation	0.73
Information ratio	0.75
Sharpe ratio	0.91
Tracking error in %	2.05
Volatility in %	2.83

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

Important Information

[1]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.
[2]The ongoing charges figure is based on annualised expenses for the period ending August 2018. This figure may vary from year to year. It excludes portfolio transaction costs except in the case of an entry or exit charge paid by the Fund when buying or selling shares/units in another fund.

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