

Invesco Euro Short Term Bond Fund E-Acc Shares

31 December 2017

This marketing document is exclusively for use by Qualified Investors in Switzerland and Professional Clients in Continental European countries as defined in the important information section. This document is not for consumer use, please do not redistribute.

Summary of fund objective

The objective of the Fund is to provide capital growth by investing primarily in short term investment grade debt securities (including Money Market Instruments and money market funds) denominated in Euro. For the avoidance of doubt, the Fund will not invest greater than 10% of its NAV in money market funds. For the full objectives and investment policy please consult the current prospectus.

Key facts



Luke Greenwood
London
Managed fund since
August 2013



Lyndon Man
London
Managed fund since
August 2013

Share class launch

04 May 2011

Original fund launch

04 May 2011

Legal status

Luxembourg SICAV with UCITS status

Share class currency

EUR

Share class type

Accumulation

Fund size

EUR 687.43 mn

Reference index

Bloomberg Barclays Euro Aggregate 1-3
Year Index

Bloomberg code

IESTEAE LX

ISIN code

LU0607519609

Settlement date

Trade Date + 3 Days

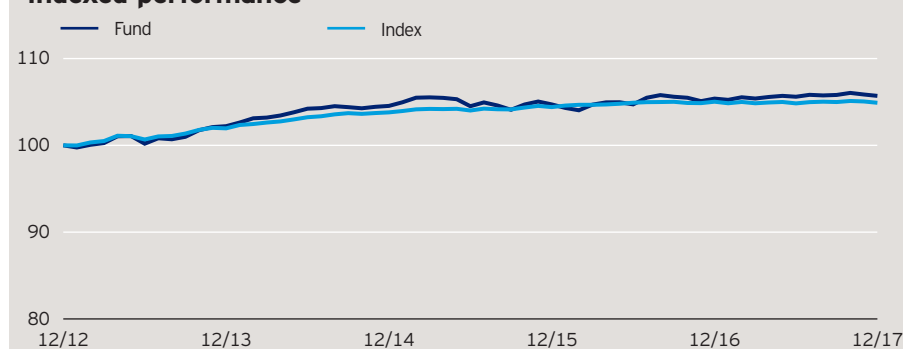
Morningstar Rating™

★★★

Quarterly fund commentary

Short dated Euro government and corporate bonds delivered positive returns during the period despite a late sell-off in government bonds towards the end of the quarter. A number of political and central bank announcements during the quarter raised market uncertainty and the level of volatility in the market. The European Central Bank president Mario Draghi announced it will wind down its €2tn quantitative easing programme from January, halving the amount of asset purchases from €60bn to €30bn. Economic data continues to suggest a recovery in the euro area in both growth and inflation. However, inflation remains subdued with further pressure coming from the euro currency strength. Positioning has been more defensive as monetary policy error has the potential to disrupt markets. Corporate bonds are a core component of the fund's strategy and we remain constructive on European investment grade corporate bonds with a preference for BBB rated bonds. In addition, the fund has an allocation to UK and US corporate bonds with currency exposure hedged to euro. Overall, the fund has a short duration bias (lower sensitivity to interest rate risk) relative to its benchmark, given the backdrop of stronger growth and mixed valuations. We remain active in euro peripheral sovereign bonds but see little value at this juncture.

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 | 0.30 | -0.15 | 0.30 | 1.10 | 5.70 |
| Index | -0.12 | -0.14 | -0.12 | 1.07 | 4.90 |

Calendar year performance*

| in % | 2013 | 2014 | 2015 | 2016 | 2017 |
|-------|------|------|------|------|-------|
| Fund | 2.21 | 2.28 | 0.17 | 0.64 | 0.30 |
| Index | 1.96 | 1.80 | 0.59 | 0.59 | -0.12 |

Standardised rolling 12 month performance**

| in % | 31.12.12 | 31.12.13 | 31.12.14 | 31.12.15 | 31.12.16 |
|------|----------|----------|----------|----------|----------|
| Fund | 2.21 | 2.28 | 0.17 | 0.64 | 0.30 |

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 or by contacting us.

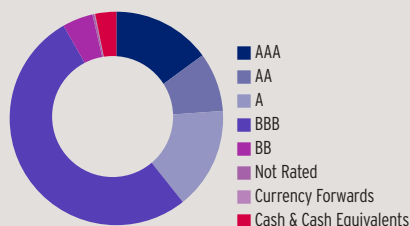
Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

Invesco Euro Short Term Bond Fund

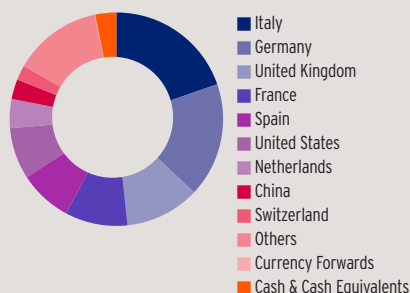
E-Acc Shares

31 December 2017

Credit ratings of the fund in %*



Geographical weightings of the fund in %*



NAV and fees

| |
|--|
| Current NAV |
| EUR 11.08 |
| 12 month price high |
| EUR 11.12 (07/11/2017) |
| 12 month price low |
| EUR 11.04 (01/02/2017) |
| Minimum investment ¹ |
| EUR 500 |
| Entry charge |
| Up to 3.00% |
| Annual management fee |
| 0.9% |
| Ongoing charges |
| 1.07% (28/02/2017) |

Credit ratings*

(average rating: A-)

| | in % |
|-------------------------|------|
| AAA | 14.9 |
| AA | 9.0 |
| A | 15.4 |
| BBB | 52.5 |
| BB | 4.6 |
| Not Rated | 0.3 |
| Currency Forwards | 0.1 |
| Cash & Cash Equivalents | 3.2 |

Duration distribution*

(average duration: 1.5)

| | in % |
|-------------|------|
| 0-1 year | 20.1 |
| 1-3 years | 51.7 |
| 3-5 years | 22.3 |
| 5-10 years | 5.4 |
| 10-20 years | 0.6 |
| 20+ years | 0.0 |

Sector weightings*

| | in % |
|-------------------------------------|------|
| Government Bonds | 46.9 |
| Government Related | 3.8 |
| Corporate Bonds | 45.1 |
| Financial | 23.0 |
| Industrial | 19.9 |
| Utility | 2.2 |
| Securitised | 0.6 |
| Collective Investment Scheme | 0.3 |
| Currency Forwards | 0.1 |
| Cash & Cash Equivalents | 3.2 |

Yield %*

| | |
|------------------------|------|
| Gross Current Yield | 2.04 |
| Gross Redemption Yield | 0.75 |

Geographical weightings*

| | in % |
|-------------------------|------|
| Italy | 19.7 |
| Germany | 17.3 |
| United Kingdom | 11.3 |
| France | 9.5 |
| Spain | 8.0 |
| United States | 7.8 |
| Netherlands | 4.4 |
| China | 3.0 |
| Switzerland | 2.3 |
| Others | 13.4 |
| Currency Forwards | 0.1 |
| Cash & Cash Equivalents | 3.2 |

Maturity distribution*

| | in % |
|-------------|------|
| 0-1 year | 18.2 |
| 1-3 years | 51.7 |
| 3-5 years | 21.0 |
| 5-10 years | 7.8 |
| 10-20 years | 0.8 |
| 20+ years | 0.6 |

Currency exposure*

| | in % |
|-----|------|
| EUR | 99.9 |
| USD | 0.1 |

Invesco Euro Short Term Bond Fund

E-Acc Shares

31 December 2017

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 will invest in derivatives (complex instruments) which will result in the fund being leveraged and may result in large fluctuations in the value of the fund.

Important Information

¹The minimum investment amounts are: EUR 500 / USD 650 / GBP 400 / CHF 650 / SEK 4,500. Please contact us or refer to the most up to date Prospectus for details of minimum investment amounts in other currencies.

This marketing document is exclusively for use by Professional Clients and Financial Advisers in Continental Europe and Qualified Investors in Switzerland. This document is not for consumer use, please do not redistribute. For the purpose of the distribution of this document Continental Europe is defined as Switzerland, Spain, France, Greece, Italy, Luxembourg, Netherlands, Norway, Portugal, Sweden. Data as at 31 December 2017, unless otherwise stated. This document is marketing material and is not intended as a recommendation to invest in 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 information provided is for illustrative purposes only, it should not be relied upon as recommendations to buy or sell securities. By accepting this document, you consent to communicate with us in English, unless you inform us otherwise.

Past performance is not a guide to future returns. 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 and are not to be construed as investment advice. This marketing document 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. 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. 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. 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. Forecasts are not reliable indicators of future performance. The ongoing charges figure is based on annualised expenses for the period ending 28/02/2017. 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. For more information on our funds, please refer to the most up to date relevant fund and share class-specific Key Investor Information Documents, the latest Annual or Interim Reports and the latest Prospectus, and constituent documents. This information is available using the contact details of the issuer and is without charge. Further information on our products is available using the contact details shown. 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. Subscriptions of shares are only accepted on the basis of the most up to date legal offering documents. The legal offering documents (fund & share class specific Key Investor Information Document, prospectus, annual and semi-annual reports, articles and trustee deed) are available free of charge with your local Invesco representative or on our website www.invescoeuropa.com.

© 2017 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.

Invesco Euro Short Term Bond Fund

E-Acc Shares

31 December 2017

Important Information

Additional information for Cyprus: Issued in Cyprus by Invesco Global Asset Management DAC, Central Quay, Riverside IV, Sir John Rogerson's Quay, Dublin 2, Ireland. Regulated in Ireland by the Central Bank of Ireland.

Additional information for France: Issued in France by Invesco Asset Management S.A., 16-18 rue de Londres, 75009 Paris, France.

Additional information for Greece: Issued in Greece by Invesco Asset Management S.A., 16-18 rue de Londres, 75009 Paris, France.

Additional information for Italy: Issued in Italy by Invesco Asset Management SA, Sede Secondaria, Via Bocchetto 6, 20123 Milan, Italy. The fund is registered in Italy for professional investors only and not for public distribution.

Additional information for Luxembourg: Issued in Luxembourg by Invesco Asset Management SA, 16-18 rue de Londres, 75009 Paris, France.

Additional information for the Netherlands: Issued in the Netherlands by Invesco Asset Management S.A. Dutch Branch, Vinoly Building, Claude Debussylaan 26, 1082 MD Amsterdam, The Netherlands, www.invesco.nl.

Additional information for Norway: Issued in Norway by Invesco Asset Management S.A., 16-18 rue de Londres, 75009 Paris, France.

Additional information for Portugal: Issued in Portugal by Invesco Asset Management S.A., 16-18 rue de Londres, 75009 Paris, France.

Additional information for Spain: Issued in Spain by Invesco Asset Management S.A., Sucursal en España, C/ Goya 6 - 3º, 28001 Madrid, Spain.

Additional information for Sweden: Issued in Sweden by Invesco Asset Management S.A. Swedish Filial (France), Stureplan 4c, 4th floor, Stockholm 114 35, Sweden.

Additional information for Switzerland: Issued in Switzerland by Invesco Asset Management (Schweiz) AG, Talacker 34, CH-8001 Zurich, who acts as representative for the funds distributed in Switzerland. Paying agent for the funds distributed in Switzerland: BNP PARIBAS SECURITIES SERVICES, Paris, succursale de Zurich, Selnaustrasse 16, CH-8002 Zurich. The legal offering documents are available free of charge at our website and local language from the issuer of this document. The fund is domiciled in Luxembourg.