

# Invesco Pan European High Income Fund

## A-QD Shares

31 December 2017

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### Summary of fund objective

The Fund aims to provide to Shareholders long-term total return growth from an actively managed, diversified portfolio investing primarily in higher yielding European debt securities and to a lesser extent, equities. For the full objectives and investment policy please consult the current prospectus.

### Key facts



Paul Causer  
Henley -on- Thames  
Managed fund since  
March 2006



Paul Read  
Henley -on- Thames  
Managed fund since  
July 2008



Stephanie Butcher  
Henley -on- Thames  
Managed fund since  
February 2012

#### Share class launch

31 March 2006

#### Original fund launch

31 March 2006

#### Legal status

Luxembourg SICAV with UCITS status

#### Share class currency

EUR

#### Share class type

Income

#### Fund size

EUR 11.10 bn

#### Reference index

Mstar GIF OS EUR Cautious Allocation

#### Bloomberg code

INVCERA LX

#### ISIN code

LU0243957312

#### Settlement date

Trade Date + 3 Days

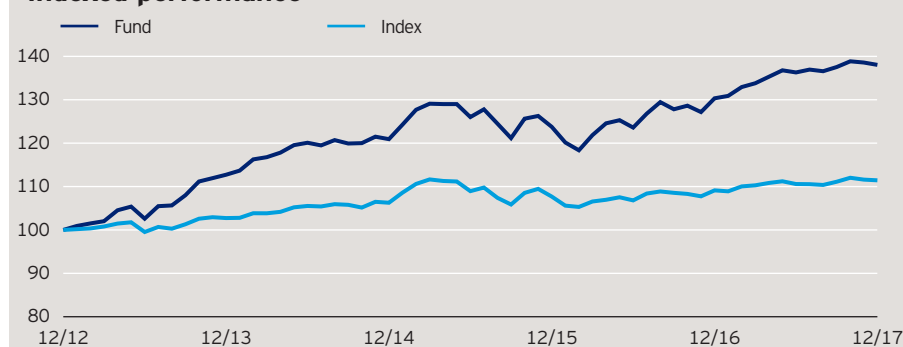
#### Morningstar Rating™

★★★★★

### Quarterly fund commentary

European high yield bond markets delivered a positive return over the final quarter of 2017. This came despite an abrupt sell-off within the high yield market during early November. However, the market's ongoing demand for income and the still strong fundamental position of much of the corporate sector meant losses were quickly recovered. Amid further signs of the health of economic activity in the Eurozone, European equity markets were broadly flat. The basic materials sector was among the best performers benefiting from an improvement in copper prices. On the other hand, the telecommunications and healthcare sectors were among the leading detractors. Overall positioning remains defensive, with high levels of liquidity (cash, government bonds and short dated securities). The fund's allocation to non-financial high yield bonds is focused on high quality companies we consider carry a lower risk of default. We continue to believe the best investment opportunities lie in the financial sector. We also like junior bonds across the insurance, utility and telecom sectors. Through the fund's equity allocation, we are able to benefit from an additional and potentially diversifying income stream, along with potential capital appreciation. We maintain an allocation of around 20% of the portfolio's assets in equities.

### 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	5.91	-0.39	5.91	14.15	38.04
Index	2.13	-0.14	2.13	4.90	11.47
Quartile ranking	1	4	1	1	1
Absolute ranking	6/81	69/84	6/81	3/72	1/61

Mstar GIF OS Sector: EUR Cautious Allocation

### Calendar year performance\*

in %	2013	2014	2015	2016	2017
Fund	12.72	7.27	2.34	5.32	5.91
Index	2.74	3.43	1.36	1.34	2.13

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

in %	31.12.12	31.12.13	31.12.14	31.12.15	31.12.16	31.12.17
Fund	12.72	7.27	2.34	5.32	5.91	

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.invescoeuropa.com](http://www.invescoeuropa.com) or by contacting us.

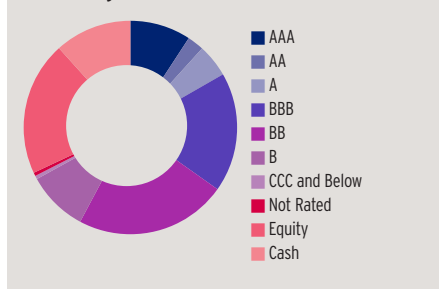
Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

# Invesco Pan European High Income Fund

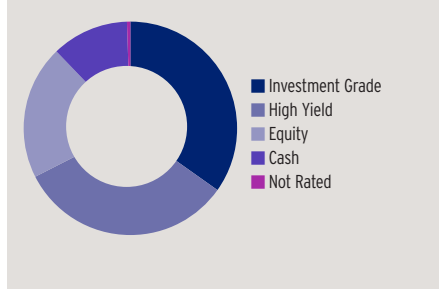
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Credit ratings of the fund in %\*



Asset breakdown of the fund in %\*



### NAV and fees

#### Current NAV

EUR 14.62

#### 12 month price high

EUR 14.79 (06/11/2017)

#### 12 month price low

EUR 14.13 (03/01/2017)

#### Minimum investment <sup>1</sup>

EUR 1,000

#### Entry charge

Up to 5.00%

#### Annual management fee

1.25%

#### Ongoing charges

1.62% (31/08/2016)

### Top 10 Equity Holdings (%)\*

	Fund
Roche	0.81
Novartis	0.78
Orange	0.68
Total	0.67
Ahold Delhaize	0.63
Royal Dutch Shell 'A' (EUR)	0.60
Deutsche Telekom	0.58
BNP Paribas	0.58
Allianz	0.57
Enel	0.56

### Credit ratings\*

(average rating: BBB-)

	in %
AAA	9.2
AA	2.5
A	5.0
BBB	18.2
BB	23.0
B	9.2
CCC and Below	0.5
Not Rated	0.5
Equity	20.4
Derivative	-0.3
Cash	11.7

### Yield %\*

Gross Current Yield	3.43
Gross Redemption Yield	2.40

### Top 10 Bond Issuers (%)\*

	Fund
Germany	3.77
KFW	2.33
Unicredit	1.75
United States	1.56
Telefonica	1.52
Italy	1.44
EDF	1.27
Intesa	1.09
Lloyds	1.05
Softbank	1.01

### Asset breakdown\*

	in %
Investment Grade	34.9
High Yield	32.8
Equity	20.4
Cash	11.7
Not Rated	0.5
Derivative	-0.3

### Modified duration\*

	in years
Modified duration	3.2

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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 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. The fund may hold a large amount of debt instruments which are of lower credit quality and may result in large fluctuations in the value of the fund.

### Important Information

<sup>1</sup>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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