

Invesco Bond Fund C (GBP)-Acc Shares

31 December 2016

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Summary of fund objective

The Fund aims to provide long-term capital growth, together with income. The Fund invests primarily in debt instruments of governments, supranational bodies, local authorities, national public bodies and corporate issuers worldwide. The debt instruments invested in may include Mortgage Backed Securities (MBS) and Asset Backed Securities (ABS). For the full objectives and investment policy please consult the current prospectus.

Key facts



Lyndon Man
London
Managed fund since
March 2016



Josef Portelli
London
Managed fund since
March 2016

Share class launch

08 December 2010

Original fund launch ¹

04 January 1977

Legal status

Mutual Fund - Irish Unit Trust authorised as UCITS

Share class currency

GBP

Share class type

Accumulation

Fund size

USD 280.55 mn

Reference index

Bloomberg Barclays Global Aggregate (USD)

Bloomberg code

INVBCGA ID

ISIN code

IE00B4KL2J38

Settlement date

Trade Date + 3 Days

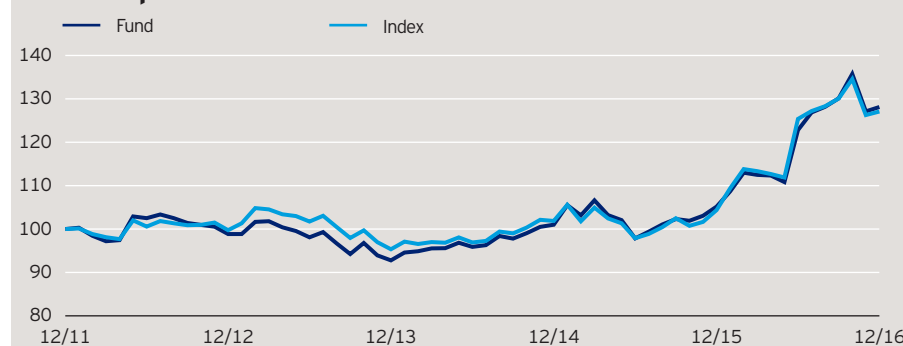
Morningstar Rating™

★★★★

Quarterly fund commentary

Government bond yields rose during the quarter as a combination of factors led to weakness in the markets. One of the most important of these is a rise in inflation expectations. Meanwhile, Donald Trump's surprise election as President of the United States led financial markets to focus on the President-elect's stated plans for large scale fiscal expansion. The negative effect of rising government bond yields fed through to other sectors. Investment grade corporate bonds, which are typically more sensitive to interest rate changes, underperformed higher credit risk parts of the corporate bond market such as high yield. The fund is currently positioned with a bias to the US dollar versus Asian ex Japan currencies. We have a preference for the government bonds of commodity exporting countries. The fund has a sizeable position in investment grade corporate bonds with a bias to European companies. Lastly, we have an allocation to US and UK inflation linked bonds. In the US, service price inflation is strong whilst in the UK sterling weakness is likely to create a favourable environment for inflation.

Indexed performance*



Cumulative performance*

in %	YTD	1 month	1 year	3 years	5 years
Fund	21.83	0.79	21.83	38.09	28.12
Index	21.77	0.65	21.77	33.30	27.09

Calendar year performance*

in %	2012	2013	2014	2015	2016
Fund	-1.15	-6.14	8.86	4.12	21.83
Index	-0.26	-4.41	6.84	2.45	21.77

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	-1.15	-6.14	8.86	4.12	21.83

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.

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Currency exposure & duration weight*

	Fund in %	Index in %	Hedge in %	Currency in %	WDR (Fund)	WDR (Index)
USD	49.77	45.46	21.13	70.90	2.06	2.62
EUR	24.34	24.00	-8.13	16.20	1.37	1.57
GBP	7.90	5.22	-3.28	4.62	0.44	0.55
JPY	4.97	16.91	10.55	15.52	0.95	1.50
PLN	3.63	0.20	-3.43	0.20	0.15	0.01
NOK	3.05	0.11	-3.00	0.05	0.05	0.01
MXN	1.97	0.27	0.05	2.01	0.05	0.01
HUF	1.41	0.00	-1.43	-0.02	0.09	0.00
Other	3.55	7.82	-13.04	-9.50	0.57	0.51
Total	100.59	99.99	-0.58	99.98	5.73	6.78

Sector exposure*

	Fund in %	Index in %	WDR (Fund)	WDR (Index)	Fund Average Rating	Index Average Rating
Corporate	50.3	19.4	2.8	1.2	BBB-	AA
Sovereign	28.4	53.9	2.1	4.1	A	AA-
Security	8.7	15.2	0.1	0.7	B+	AA+
Quasi and Foreign Government	8.6	11.3	0.5	0.7	A-	AA
Other	0.0	0.3	0.3	0.0	-	-
Cash and FX	4.1	0.0	0.0	0.0	-	-

Yield %*

Gross Current Yield	3.83
Gross Redemption Yield	3.47

NAV and fees

Current NAV

GBP 25.56

12 month price high

GBP 27.16 (17/10/2016)

12 month price low

GBP 21.15 (04/01/2016)

Minimum investment ²

GBP 600,000

Entry charge

Up to 5.00%

Annual management fee

0.5%

Ongoing charges

0.66% (30/11/2015)

Credit ratings*

(average rating: BBB)

in %	Fund	Index
AAA	5.3	11.9
AA	4.7	43.3
A	18.1	26.0
BBB	43.2	16.2
BB	15.1	0.8
B	9.1	0.0
CCC and Below	0.5	0.0
Not Rated	0.0	1.8
Cash and FX	4.1	0.0

Weighted average duration*

in years	Fund	Index
Dollar Bloc	2.7	3.0
Europe	1.7	1.7
Japan	1.0	1.5
UK	0.4	0.6

3 year characteristics**

Alpha	2.52
Beta	0.85
Correlation	0.84
Information ratio	0.36
Sharpe ratio	0.09
Tracking error in %	3.18
Volatility in %	9.82

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

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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 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. The fund may hold a large amount of Asset Backed Securities (ABS) (complex instruments) as well as 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. The fund will 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. 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.

Important Information

¹The 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.

²The 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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