



# Invesco Emerging Local Currencies Debt Fund

## R-FixMD Shares

31 December 2016

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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 (after deduction of ancillary liquid assets) in a flexible allocation of, 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



**Jorge Ordóñez**  
Atlanta  
Managed fund since  
August 2015

#### Share class launch

06 April 2011

#### Original fund launch

14 December 2006

#### Legal status

Luxembourg SICAV with UCITS status

#### Share class currency

USD

#### Share class type

Income

#### Fund size

USD 350.53 mn

#### Fixed distribution rate

4.80%

#### Reference index

JP Morgan GBI-EM Global Diversified Composite

#### Bloomberg code

INELRMD LX

#### ISIN code

LU0607522140

#### Settlement date

Trade Date + 3 Days

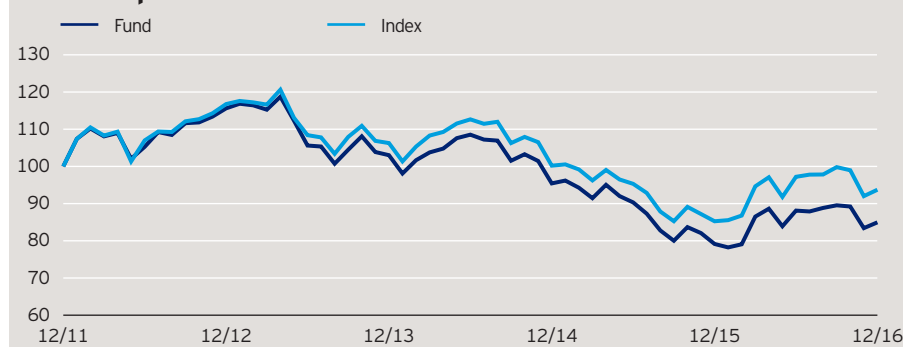
#### Morningstar Rating™

★★

### Quarterly fund commentary

Emerging market (EM) local currency bonds returned -6.09% in the fourth quarter (USD total return), as measured by the JP Morgan GBI-EM Global Diversified Index. Returns were positive in local currency terms, however EM currencies sold off versus the US dollar (US\$). US economic growth momentum, which was already strong, was bolstered by the outcome of the US election and in turn propelled the US\$ to further strength and US Treasury bond yields higher for the quarter. Promises of fiscal stimulus and the backdrop of accommodative monetary policy led the US Federal Reserve to raise the Fed Funds Rate in the quarter with expectations for more in 2017. The backdrop for global growth remains muted, which is a headwind for EM economies that remain focused on exports. The economic rebalancing in China, away from fixed asset investment, adds to potential strains for EM economic growth. Interest rate cutting cycles remain in some countries, but concerns about currency weakness-led inflation have halted and even reversed rate cutting in some cases. Capital outflow-led currency weakness remains the dominant headwind for 2017.

### Indexed performance\*



### Cumulative performance\*

| in %  | YTD  | 1 month | 1 year | 3 years | 5 years |
|-------|------|---------|--------|---------|---------|
| Fund  | 7.34 | 1.87    | 7.34   | -17.53  | -15.04  |
| Index | 9.94 | 1.87    | 9.94   | -11.81  | -6.27   |

### Calendar year performance\*

| in %  | 2012  | 2013   | 2014  | 2015   | 2016 |
|-------|-------|--------|-------|--------|------|
| Fund  | 15.61 | -10.89 | -7.36 | -17.06 | 7.34 |
| Index | 16.76 | -8.98  | -5.72 | -14.92 | 9.94 |

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

| in % | 31.12.11 | 31.12.12 | 31.12.13 | 31.12.14 | 31.12.15 |
|------|----------|----------|----------|----------|----------|
| Fund | 15.61    | -10.89   | -7.36    | -17.06   | 7.34     |

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](http://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.

\*Source: © 2016 Morningstar. Mid to mid, gross income re-invested to 31 December 2016 unless otherwise stated. The figures do not reflect the entry charge payable by individual investors. \*\*Mid to mid, gross income re-invested to 31 December 2016. All performance data on this factsheet is in the currency of the share class. Reference Index Source: Factset.

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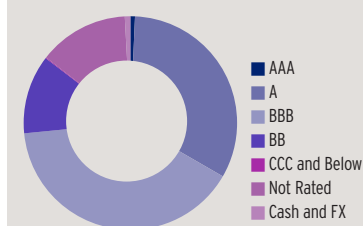
## R-FixMD Shares

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### Currency exposure & duration weight\*

|       | Fund in % | Index in % | Hedge in % | Currency in % | WDR (Fund) | WDR (Index) |
|-------|-----------|------------|------------|---------------|------------|-------------|
| BRL   | 11.94     | 10.00      | -2.02      | 9.92          | 0.30       | 0.29        |
| IDR   | 11.09     | 10.00      | 0.53       | 11.62         | 0.81       | 0.62        |
| RUB   | 9.92      | 6.16       | 0.00       | 9.92          | 0.30       | 0.27        |
| ZAR   | 9.75      | 9.72       | -0.52      | 9.23          | 0.48       | 0.68        |
| INR   | 8.21      | 0.00       | -2.68      | 5.53          | 0.39       | 0.00        |
| PLN   | 7.78      | 10.00      | 3.66       | 11.44         | 0.71       | 0.42        |
| MYR   | 6.85      | 9.02       | 0.00       | 6.85          | 0.34       | 0.44        |
| MXN   | 6.74      | 10.00      | -1.55      | 5.19          | 0.18       | 0.53        |
| Other | 28.04     | 35.10      | 2.25       | 30.30         | 1.60       | 1.62        |
| Total | 100.32    | 100.00     | -0.33      | 100.00        | 5.11       | 4.87        |

### Credit ratings of the fund in %\*



### Credit ratings\*

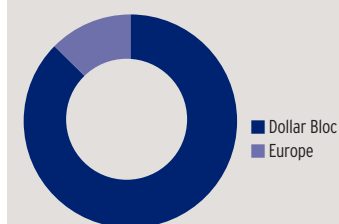
(average rating: BBB)

| in %          | Fund | Index |
|---------------|------|-------|
| AAA           | 0.7  | 0.0   |
| AA            | 0.0  | 0.1   |
| A             | 32.6 | 38.7  |
| BBB           | 40.1 | 50.4  |
| BB            | 11.9 | 10.0  |
| CCC and Below | 0.1  | 0.0   |
| Not Rated     | 13.6 | 0.8   |
| Cash and FX   | 0.8  | 0.0   |

### Currency exposure\*

| in %        | Fund | Index |
|-------------|------|-------|
| Dollar Bloc | 87.4 | 81.8  |
| Europe      | 12.6 | 18.2  |

### Currency exposure of the fund in %\*



### Weighted average duration\*

| in years    | Fund | Index |
|-------------|------|-------|
| Dollar Bloc | 4.2  | 4.1   |
| Europe      | 0.9  | 0.8   |

### Yield %\*

|                        |      |
|------------------------|------|
| Gross Current Yield    | 6.98 |
| Gross Redemption Yield | 6.86 |

### NAV and fees

#### Current NAV

USD 5.96

#### 12 month price high

USD 6.54 (16/08/2016)

#### 12 month price low

USD 5.57 (21/01/2016)

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

USD 1,500

#### Entry charge

0.00%

#### Annual management fee

1.5%

#### Ongoing charges

2.56% (31/08/2015)

### 3 year characteristics\*\*

|                     |       |
|---------------------|-------|
| Alpha               | -2.24 |
| Beta                | 0.99  |
| Correlation         | 0.99  |
| Information ratio   | -1.05 |
| Sharpe ratio        | -0.52 |
| Tracking error in % | 2.10  |
| Volatility in %     | 12.24 |

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. 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. 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. 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. If the fund's investments do not generate sufficient income, the fixed distribution rate may be reduced. A portion or all of the fees and expenses payable by and attributable to the fixed distribution share classes may be charged against capital in order to ensure there is sufficient income to meet the fixed distribution payments. Investors should note that the charging of fees to capital in this manner will result in capital erosion and constrain future capital growth for such share classes. 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

<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.

**This share class may not be registered in all countries and dissemination is subject to prior verification of registration status.**

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