Invesco Emerging Local Currencies Debt Fund

R-FixMD Shares

31 December 2017

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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 in a flexible allocation of cash, 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

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 435.40 mn

Fixed distribution rate
5.30%

Reference index
JP Morgan GBI-EM Global Diversified Composite

Bloomberg code
INELRMD LX

ISIN code
LU0607522140

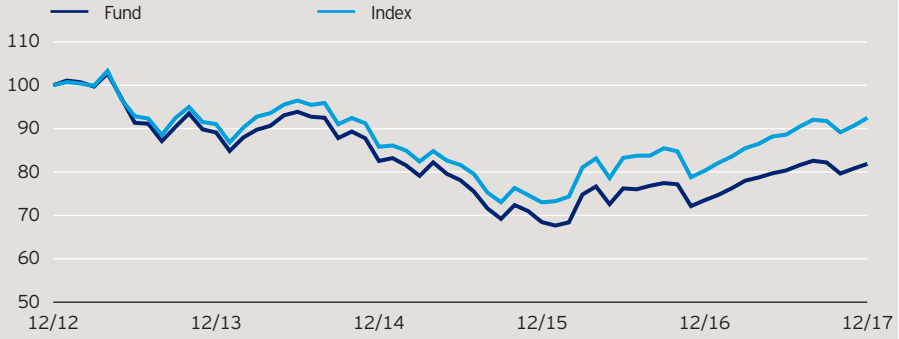
Settlement date
Trade Date + 3 Days

Morningstar Rating™
★

Quarterly fund commentary

Emerging market local currency bonds returned 0.82% for the quarter, as measured by the J.P. Morgan GBI-EM Global Diversified Index. The index yield ended the period at 6.14%. Returns in local currency terms were positive for the quarter while EMFX appreciated versus USD and EUR. Market technicals remain very strong and the rebound in commodity prices, on the back of ever easier global financial conditions, provides a solid backdrop for local market risks. Weak domestic demand and stronger currencies, support further monetary easing by many central banks. This is supportive of our long duration views. Strong global growth is negative for the US dollar as capital seeks riskier markets. Inflation risks in the US remain subdued, but we are closely monitoring wage growth, as a sign that the Federal Reserve may have to tighten monetary policy more than is currently priced. We have moderately increased our short US dollar position against higher carry currencies in the portfolio.

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	11.41	1.32	11.41	-0.82	-18.13
Index	15.21	2.02	15.21	7.77	-7.51

Calendar year performance*

in %	2013	2014	2015	2016	2017
Fund	-10.89	-7.36	-17.06	7.34	11.41
Index	-8.98	-5.72	-14.92	9.94	15.21

Standardised rolling 12 month performance**

in %	31.12.12 31.12.13	31.12.13 31.12.14	31.12.14 31.12.15	31.12.15 31.12.16	31.12.16 31.12.17
Fund	-10.89	-7.36	-17.06	7.34	11.41

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.

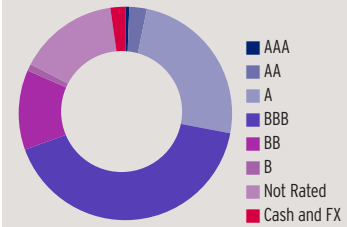
Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

*Source: © 2017 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Gross income re-invested to 31 December 2017 unless otherwise stated. The figures do not reflect the entry charge payable by individual investors. **Gross income re-invested to 31 December 2017. All performance data on this factsheet is in the currency of the share class. Reference Index Source: Factset.

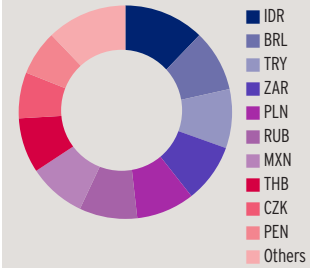
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Credit ratings of the fund in %*



Currency exposure of the fund in %*



NAV and fees

Current NAV
USD 6.30

12 month price high
USD 6.60 (11/09/2017)

12 month price low
USD 5.90 (11/01/2017)

Minimum investment [1]
USD 1,500

Entry charge
0.00%

Annual management fee
1.5%

Ongoing charges
2.56% (28/02/2017)

Credit ratings*

(average rating: BBB)

in %	Fund	Index
AAA	0.6	0.0
AA	2.7	6.1
A	24.7	35.1
BBB	41.5	46.3
BB	12.1	10.0
B	1.1	0.9
Not Rated	15.1	1.5
Cash and FX	2.3	0.0

Duration distribution*

(average duration: 6.3)

in %	Fund	Index
Under 3 years	20.2	28.0
3-4 years	10.6	14.1
4-5 years	1.0	12.7
5-6 years	1.0	9.9
6+ years	67.3	35.3

Sector weightings*

in %	Fund	Index
Local Debt	97.7	100.0
Cash and FX	2.3	0.0

Yield %*

Gross Current Yield	7.53
Gross Redemption Yield	5.67

Currency exposure*

in %	Fund	Index
IDR	12.2	9.6
BRL	9.3	10.0
TRY	8.9	7.2
ZAR	8.9	8.4
PLN	8.8	9.0
RUB	8.8	7.7
MXN	8.8	9.6
THB	8.3	7.9
CZK	7.0	3.9
PEN	6.8	2.7
Others	12.2	23.9

Maturity distribution*

in %	Fund	Index
0-3 years	9.3	23.0
3-7 years	20.4	35.9
7-10 years	10.4	18.7
10-15 years	41.3	12.0
15+ years	15.8	10.5
Others	2.8	0.0

Geographical weightings*

in %	Fund	Index
Indonesia	14.4	9.6
Brazil	12.1	10.0
Turkey	11.1	7.2
Russia	9.7	7.7
South Africa	8.3	8.4
Mexico	8.1	9.6
India	6.8	0.0
Peru	6.8	2.7
Others	20.5	44.7
Cash and FX	2.3	0.0

3 year characteristics**

Alpha	-2.73
Beta	0.99
Correlation	0.98
Information ratio	-1.30
Sharpe ratio	-0.07
Tracking error in %	2.10
Volatility in %	11.12

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

Source: *Invesco. Portfolio weightings and allocations are subject to change. **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 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 invest in distressed securities which carry a significant risk of capital loss. 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.

Important Information

[1]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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