



**Fund Management:** The Invesco Perpetual Global Smaller Companies Group<sup>4</sup>

### Key facts<sup>1</sup>

Morningstar OBSR Fund Management Rating	 <b>Bronze</b>
Fund launch date	22 September 1984
Fund size	£566.58m
Legal status	UK authorised ICVC
Yield (Accumulation share class)	
Historic yield <sup>2</sup>	Nil
Income distribution date	30 September
Accounting period ends	31 July 31 January
Available within an ISA?	Yes

### Market commentary

Global smaller company equity markets ended July in negative territory when investor confidence, positive for most of this year, was punctuated by a broad-based market retreat. Emerging markets largely outperformed developed markets though remained mixed with Asia Pacific ex-Japan smaller companies seeing the biggest gains. Japanese smaller companies performed well on the strength of domestic manufacturers. However, broad market weakness elsewhere, especially within Eastern European and Latin American smaller companies, was primarily impacted by continued geo-political uncertainties in the Middle East and Ukraine together with Argentina's latest debt default. Nervousness surrounding the general valuation of US equity markets relative to historic levels also encouraged profit taking from US smaller companies.

### Fund strategy

During July, as a result of the opportunities we have seen given the recent equity market pull-back in the UK and Europe, we increased the fund's exposure to both areas. We took profits and reduced the fund's exposure to Asia and Latin America following a period of equity market strength. We continue to focus on delivering a globally diversified smaller companies strategy. Our investment decisions are based on views and perspectives from the bottom-up; where we are finding value and identifying opportunities. This knowledge is paired with a top-down perspective that looks at the macro economic factors (growth, inflation and currencies), valuation and more tactical factors that include capital flows (especially for emerging economies) and market sentiment.

### Investment objective

The Invesco Perpetual Global Smaller Companies Fund aims to achieve capital growth through a portfolio of investments in international securities. The fund intends to invest mainly in shares of smaller companies, which are quoted on the world's stockmarkets. In pursuing this objective the fund managers may include investments that they consider appropriate which include transferable securities, money market instruments, warrants, collective investment schemes, deposits and other permitted investments and transactions as detailed in Appendix 2 of the most recent Prospectus.

### Performance

	% growth							
	3 months	6 months	1 year	3 years	5 years	ACR*	10 years	ACR*
Fund (Accumulation share class)	1.62	2.91	5.84	29.63	102.78	15.19	215.80	12.19
IMA Sector	3.09	5.18	4.51	26.33	65.58	10.61	112.11	7.81

\*ACR - Annual Compound Return

### Standardised rolling 12-month performance

	% growth					
	30.6.09	30.6.10	30.6.11	30.6.12	30.6.13	30.6.14
Fund (Accumulation share class)	38.27	26.97	-12.53	30.66	10.90	

**Past performance is not a guide to future returns.** Performance figures are shown in sterling on a mid-to-mid basis, inclusive of net reinvested income and net of the ongoing charge and portfolio transaction costs to 31 July 2014. The figures do not reflect the entry charge paid by individual investors. Chart figures overleaf are as at the end of the relevant month unless otherwise stated. The standardised past performance information is updated on a quarterly basis. Source: Lipper

## Global Smaller Companies Fund

August 2014

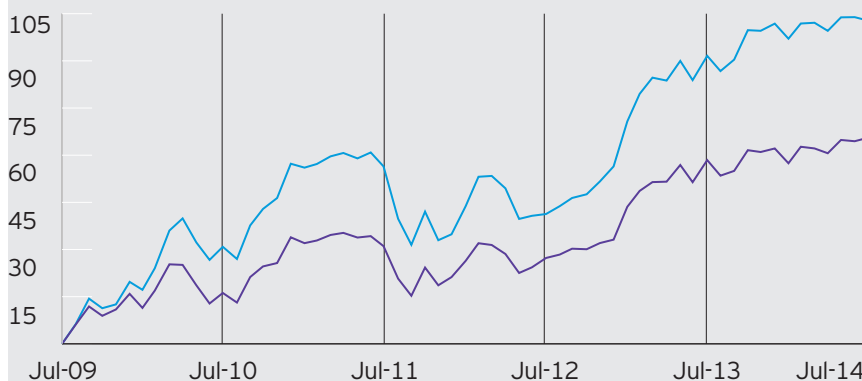
Top 10 holdings <sup>1</sup>	%
Star Micronics	0.88
Netease	0.88
Suruga Bank	0.78
Resona	0.74
SATO Holdings	0.71
ACCIONA	0.71
Edenred	0.70
Konica Minolta	0.64
Sumitomo Rubber Industries	0.64
Tamron	0.63
<b>Total Top 10 Holdings (%)</b>	<b>7.30</b>
<b>Total number of holdings</b>	<b>387</b>

Industry breakdown <sup>1,3</sup>	%
Industrials	21.21
Financials	20.10
Consumer Discretionary	19.65
Information Technology	11.79
Health Care	10.19
Materials	7.90
Energy	3.97
Utilities	1.95
Consumer Staples	1.78
Telecommunication Services	0.19
Cash	1.27
<b>Total</b>	<b>100</b>

Country of investment breakdown <sup>1</sup>	%
United States	29.83
Japan	12.93
United Kingdom	10.06
France	5.89
South Korea	3.60
Hong Kong	3.33
Brazil	2.64
Italy	2.56
Netherlands	2.56
China	2.21
India	1.93
Singapore	1.77
Canada	1.66
Spain	1.64
Other Countries	16.12
Cash	1.27
<b>Total</b>	<b>100</b>

## Five year performance

— Invesco Perpetual Global Smaller Companies Fund (Accumulation share class)  
— IMA Global Sector



**Past performance is not a guide to future returns.** The chart shown above should be viewed in conjunction with the 'Standardised rolling 12-month performance' table overleaf.

- <sup>1</sup> All fund portfolio figures within this leaflet are as at 31 July 2014 (source: Invesco Perpetual).
- <sup>2</sup> The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market price of the fund, as at the date shown. It does not include any entry charge and investors may be subject to tax on their distributions.
- <sup>3</sup> The Industry Classification Benchmark is a joint product of FTSE International Limited and Dow Jones & Company, Inc. and has been licensed for use in our industry sector breakdown.
- <sup>4</sup> The Invesco Perpetual Global Smaller Companies Group comprises CIO Nick Mustoe\*, Investment Strategist Martin Weiss, Product Manager Arwell Green and specialist regional Fund Managers Jonathan Brown, Paul Chesson, Juliet Ellis, Erik Esselink, Ian Hargreaves, Dean Newman. \*Shown in picture.

## Investment risks

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.

Smaller company funds are higher risk than funds that can invest in larger company sizes. Market conditions, such as a decrease in market liquidity, may mean that it is not easy to buy or sell securities.

The fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of its investments, reduce the costs of investing or generate additional capital or income, although this may not be achieved. The use of such complex instruments may result in greater fluctuations of the value of the fund. The Manager, however, will ensure that the use of derivatives within the fund does not materially alter the overall risk profile of the fund.

## Important information

Where Invesco Perpetual has expressed views and opinions, these may change.

For more information on our funds and available share classes, please refer to the most up to date relevant fund and share class-specific Key Investor Information Documents, the Supplementary Information Document, the ICVC ISA Key Features and Terms & Conditions, the latest Annual or Interim Short Reports and the latest Prospectus. This information is available using the contact details shown.

Invesco Perpetual's ISAs are managed by Invesco Asset Management Limited.

Telephone calls may be recorded.

## Contact information

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