



## **UK Investment Series**

Interim Report

Authorised Corporate Director's Short Report

**Issued August 2013**

For the period 1 January 2013 to 30 June 2013



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### Further information

This Short Report, which is unaudited, has been prepared in accordance with the Financial Services (Open-Ended Investment Companies) Regulations 2001. The Authorised Corporate Director's Long Form Financial Statements and the Prospectus, which contains a written statement of the Terms and Conditions of the Company, can be obtained using the contact details shown on the back cover.

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## Children's Fund

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### Investment objective

The fund aims to achieve longer term capital growth through a portfolio of investments in UK companies. 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 Full Prospectus.

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### Risk profile

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. Over time, inflation may erode the value of investments. 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. The fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

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### Strategy, review and outlook

The fund rose by 16.0% during the six months to 30 June 2013 compared with a rise of 8.5% for the FTSE All-Share Index. This placed the fund in the first quartile of its peer group, the IMA UK All Companies Sector, which rose by an average of 10.5%.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

Past performance is not a guide to future returns.

UK equity markets finally ended their record breaking run of twelve consecutive months of positive returns in the last month of the period under review. An improving outlook for economic growth, notably in the US, led to expectations of a rise in interest rates, which in turn led to lower equity valuations. Equity markets in general were also negatively impacted by concerns over of a Chinese credit squeeze by its banks, which would impact negatively on the country's economic growth.

In terms of the fund's performance, the holding in BT Group continued to deliver a strongly positive impact over the six months - despite the company announcing that Ian Livingston is stepping down from his role as Chief Executive in September to take up the role of Minister of State for Trade. It is testimony to the job that he has done at BT that the stock market took the news relatively well, focusing instead on the company's on-going scope for cost cutting and for rolling out its broadband offering, bolstered by its new TV sports channel.

The holding in GKN provided a boost to performance, aided by better-than-expected auto sales figures from the US, with many auto makers - including Ford and Chrysler - reporting production volumes not seen since before the financial crisis.

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## Children's Fund

The holding in Thomas Cook continued to deliver impressive outperformance. The company announced a fund raising via a rights issue during the second quarter, which was well received by the stock market and puts the company on a sounder financial footing.

The holding in Dixons Retail also delivered an impressive performance - the company is making continued progress in cutting costs and driving the top line as it makes the transition from "survivor to winner" on the back of the demise of its major high street competitors.

Weighing on the fund's performance was its holding in Rio Tinto. The company's share price fell along with the whole mining sector as profit forecasts were reduced on the back of rising costs combined with falling metal prices.

Higher interest rate concerns may be unsettling equity markets in the near term but, looking further out, we believe that equities will benefit from future economic growth. Once near term volatility has settled down, we expect equities to continue their upward path. We have positioned the fund with a balance between dependable growth companies that have been the mainstay of the fund in recent years, companies which are particularly sensitive to economic growth, and special situations where we believe company initiatives can unlock long-term value for shareholders.

The fund therefore has exposure both to companies which should benefit from an improving economic outlook and to those which are directly linked to the fortunes of the UK equity market.

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### **Martin Walker, Fund Manager**

Where Martin Walker has expressed opinions, they are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco Perpetual investment professionals.

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## Children's Fund

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### Fund facts

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Launch date		20 April 1988
Fund size at 30.6.13		£189 million
Accounting date		31 December
Ex-dividend date		1 January
Distribution payable		28 February
ACD's annual management charge	- Trail class	1.50% per annum
	- Z class	0.75% per annum
Entry charge		5%
Ongoing charges figure for the period ended 30.6.13	- Trail class	1.75%
	- Z class	1.00%
Ongoing charges figure for the year ended 31.12.12	- Trail class	1.77%
	- Z class	1.02%

The ongoing charges figure (OCF) represents the annual operating expenses of the fund expressed as a percentage of average net assets for the period – it does not include entry charges or performance fees. The OCF includes the annual management charge and also the following charges which are deducted directly from the fund: Registration Fee, Depositary Fee, Custody Fee, Audit Fee, FCA Fee, Price Publication Fee, Report production and transaction expenses, less: VAT recoverable where applicable. The OCF is expressed as an annual percentage rate.

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# Children's Fund

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## KIID Risk and Reward Profiles

Invesco Perpetual introduced Key Investor Information Documents (KIIDs) for all its funds and share classes on 20 February 2012 which include Risk and Reward numerical indicators.

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	Risk and Reward Numerical Indicator Published in the KIID for the period 01.1.13 to 30.6.13
<b>Invesco Perpetual Children's Fund</b>	
Accumulation shares	6
Z Accumulation shares	6

For more information on our funds risk and reward profiles, please refer to the most up to date relevant fund and share class specific Key Investor Information Documents (KIIDs), which are available at [www.invescoperpetual.co.uk](http://www.invescoperpetual.co.uk) or by contacting us.

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## Children's Fund

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### Distributions

As distributions are paid annually on 28 February, no distributions are payable with this report.

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### Price and revenue record by share class

Calendar year	Highest share price p	Lowest share price p	Net revenue per share p
<b>Accumulation shares</b>			
2008	243.72	152.57	6.3267
2009	216.49	147.24	4.2043
2010	235.09	198.71	4.6076
2011	250.35	211.42	5.3953
2012	286.56	231.68	6.2502
2013 <sup>1</sup>	347.53	283.25	0.0000
<b>Z Accumulation shares</b>			
2012 <sup>2</sup>	212.35	198.75	4.8410
2013 <sup>1</sup>	258.30	209.92	0.0000

<sup>1</sup> to 30 June

<sup>2</sup> from 12 November

Z accumulation shares were issued at 200p on 12 November 2012.

## Children's Fund

### Net asset value

	Net asset value per share 30.6.13 p	Net asset value per share 31.12.12 p	Percentage growth %
Accumulation shares	327.35	282.23	16.0
Z Accumulation shares	243.50	209.17	16.4

Net asset value per share calculated on the last business day of the period at bid market value at 4.30pm.

### Performance

to 30 June 2013

	Since 31.12.12 %	Since 30.6.12 %	Since 30.6.10 %	Percentage growth Since 30.6.08 %	Since 30.6.03 %
Children's Fund (accumulation shares)	15.95	32.45	61.37	60.07	172.31
FTSE All-Share Index	8.50	17.93	43.52	38.24	136.39
IMA UK All Companies Sector	10.49	22.21	44.73	37.99	123.42
Fund Ranking	24/270	36/268	34/258	40/234	31/167

### Standardised rolling 12 month performance

	30.6.08 30.6.09 %	30.6.09 30.6.10 %	30.6.10 30.6.11 %	Percentage growth 30.6.11 30.6.12 %	30.6.12 30.6.13 %
Children's Fund (accumulation shares)	-14.5	16.1	18.9	2.5	32.4

This 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.invescoperpetual.co.uk](http://www.invescoperpetual.co.uk) or by contacting us.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.



## Children's Fund

<b>Portfolio classification</b>	<b>As at 30.6.13 %</b>	<b>As at 31.12.12 %</b>
<b>Investment</b>		
Oil & Gas	10.46	7.87
Basic Materials	2.96	0.07
Industrials	16.34	15.44
Consumer Goods	6.82	6.03
Health Care	10.69	12.18
Consumer Services	17.79	18.20
Telecommunications	12.04	15.12
Utilities	2.38	2.21
Financials	20.53	20.58
<b>Total investments</b>	<b>100.01</b>	<b>97.70</b>
<b>Net other (liabilities)/assets</b>	<b>(0.01)</b>	<b>2.30</b>
<b>Net assets</b>	<b>100.00</b>	<b>100.00</b>

For the period ended 30 June 2013 unapproved/unquoted securities amounted to 0.13% (31 December 2012 - 0.10%) of the Net Asset Value of the Fund.

### 10 largest investments

<b>As at 30 June 2013:</b>	<b>%</b>	<b>As at 31 December 2012:</b>	<b>%</b>
BT	6.68	BT	6.61
BP	5.49	Rentokil Initial	5.28
BG	4.97	BP	5.19
BAE Systems	4.83	BAE Systems	5.03
GlaxoSmithKline	4.80	GlaxoSmithKline	4.75
HSBC	4.69	AstraZeneca	4.08
Resolution	4.23	Resolution	4.07
Rentokil Initial	4.23	Legal & General	3.87
Legal & General	4.01	HSBC	3.61
GKN	3.58	GKN	3.55

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## High Income Fund

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### Investment objective

The fund aims to achieve a high level of income, together with capital growth. The fund intends to invest primarily in companies listed in the UK, with the balance invested internationally. 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 Full Prospectus.

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### Risk profile

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. Over time, inflation may erode the value of investments. As one of the key objectives of the fund is to provide income, the annual management charge is taken from capital rather than income. This can erode capital and reduce the potential for capital growth. 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. The fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

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### Strategy, review and outlook

The fund rose by 16.8% during the six months to 30 June 2013, compared with a rise of 8.5% for the FTSE All-Share Index. This placed the fund in the first quartile of its peer group, the IMA UK Equity Income Sector, which rose by 11.0% on average.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

Past performance is not a guide to future returns.

UK equity markets finally ended a record breaking run of twelve consecutive months of positive returns at the end of the period, with a sharp sell-off in the final month. Proof, if needed, that the rally had been driven by loose monetary policy around the world and not by the strength of the economy. Equity markets in general retreated sharply on comments from Ben Bernanke, Chairman of the US Federal Reserve, that "it would be appropriate to moderate the pace of purchases later this year". The markets fell further on concerns over fears of a Chinese credit crunch and the effect that would have on the pace of economic growth in that country, but then rallied again as US GDP growth forecasts were reduced and as Mario Draghi, President of the European Central Bank, stated that the "ECB will maintain its easy money policy for the foreseeable future".

The six month period under review saw the fund's performance benefit from an improved stock market performance by some of those stocks and sectors which lagged the rise of 2012. This was particularly the case for the pharmaceutical sector, where the fund is heavily invested, notably the holdings in Roche, which continues to outpace the competition in terms of drug approvals, and in GlaxoSmithKline, which has seen its rate of new drugs approvals pick up this year.

The holding in BT Group also delivered a strongly positive impact - despite the company announcing that Ian Livingston is stepping down from his role as Chief Executive in September to take up the role

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## High Income Fund

of Minister of State for Trade for the UK Government. It is testimony to the job that he has done at BT that the stock market took the news relatively well, focusing instead on the company's on-going scope for cost cutting and for rolling out its broadband offering – bolstered by its new TV sports channel.

There were relatively few detractors from performance. There was some disappointing news from G4S, with the company warning that its operating profit margin will contract this year. The company subsequently announced that its Chief Executive, Nick Buckles, has decided to step down.

During last year's UK stock market rise, the stocks that typically performed the best were those that were perceived as most sensitive to the economic cycle. However, this year investors have favoured stocks where they have confidence in their dividend paying

ability and yield. It seems to us that the UK market has begun to recognise that some of these were profoundly undervalued, as we had believed for some while.

Meanwhile, the UK stock markets' rise has not been matched by any significant improvement in the economic environment. We see more risk in markets as they have risen and have become more cautious about the near term outlook. Despite these concerns, we remain confident of the valuation and the attractiveness of the companies we are invested in and of their ability to generate positive returns over the longer term.

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### Neil Woodford, Fund Manager

Where Neil Woodford has expressed opinions, they are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco Perpetual investment professionals.

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### Fund facts

Launch date	6 February 1988
Fund size at 30.6.13	£13,522 million
Accounting date	31 December
Ex-dividend date	1 January and 1 July
Distribution payable	28 February and 31 August
ACD's annual management charge	- Trail classes 1.50% per annum - No Trail classes 1.00% per annum - Z classes 0.75% per annum
Entry charge	5%
Ongoing charges figure for the period ended 30.6.13	- Trail classes 1.69% - No Trail classes 1.19% - Z classes 0.94%
Ongoing charges figure for the year ended 31.12.12	- Trail classes 1.69% - No Trail classes 1.19% - Z classes 0.94%

The ongoing charges figure (OCF) represents the annual operating expenses of the fund expressed as a percentage of average net assets for the period – it does not include entry charges or performance fees. The OCF includes the annual management charge and also the following charges which are deducted directly from the fund: Registration Fee, Depositary Fee, Custody Fee, Audit Fee, FCA Fee, Price Publication Fee, Report production and transaction expenses, less: VAT recoverable where applicable. The OCF is expressed as an annual percentage rate.

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## High Income Fund

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### KIID Risk and Reward Profiles

Invesco Perpetual introduced Key Investor Information Documents (KIIDs) for all its funds and share classes on 20 February 2012 which include Risk and Reward numerical indicators.

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	<b>Risk and Reward Numerical Indicator Published in the KIID for the period 01.1.13 to 30.6.13</b>
<b>Invesco Perpetual High Income Fund</b>	
Accumulation shares	6
Accumulation shares (No Trail)	6
Z Accumulation shares	6
Income shares	6
Income shares (No Trail)	6
Z Income shares	6

For more information on our funds risk and reward profiles, please refer to the most up to date relevant fund and share class specific Key Investor Information Documents (KIIDs), which are available at [www.invescopetperpetual.co.uk](http://www.invescopetperpetual.co.uk) or by contacting us.

## High Income Fund

Distributions	01.1.13 to 30.6.13 p	01.1.12 to 30.6.12 p
<b>Accumulation shares</b>		
Payable 31 August 2013	13.4291	12.1476
<b>Accumulation shares (No Trail)</b>		
Payable 31 August 2013	2.8310	2.5504
<b>Z Accumulation shares</b>		
Payable 31 August 2013	4.8958	-
<b>Income shares</b>		
Payable 31 August 2013	8.0710	7.5805
<b>Income shares (No Trail)</b>		
Payable 31 August 2013	2.2677	2.1211
<b>Z Income shares</b>		
Payable 31 August 2013	4.8241	-

As the Z accumulation shares and Z income shares were issued on 12 November 2012, there are no prior year comparatives for these share classes.

## High Income Fund

### Price and revenue record by share class

Calendar year	Highest share price p	Lowest share price p	Net revenue per share p
<b>Accumulation shares</b>			
2008	484.32	332.68	16.3079
2009	428.87	325.07	16.4129
2010	479.58	405.58	18.0738
2011	516.01	446.27	19.8938
2012	565.76	509.53	20.4115
2013 <sup>1</sup>	683.91	555.62	13.4291
<b>Accumulation shares (No Trail)</b>			
2008	99.57	68.64	3.3671
2009	89.06	67.24	3.3987
2010	100.07	84.38	3.7615
2011	108.22	93.41	4.1630
2012	119.22	106.91	4.2894
2013 <sup>1</sup>	144.45	117.12	2.8310
<b>Z Accumulation shares</b>			
2012 <sup>2</sup>	205.74	196.84	3.0016
2013 <sup>1</sup>	249.61	202.13	4.8958
<b>Income shares</b>			
2008	357.06	239.54	11.8893
2009	295.24	230.00	11.4664
2010	316.33	272.92	12.0984
2011	332.04	283.03	12.7871
2012	345.12	317.97	12.6214
2013 <sup>1</sup>	411.04	337.33	8.0710
<b>Income shares (No Trail)</b>			
2008	97.74	65.86	3.2711
2009	81.63	63.32	3.1637
2010	87.95	75.70	3.3555
2011	92.52	78.94	3.5647
2012	96.92	88.91	3.5350
2013 <sup>1</sup>	115.70	94.76	2.2677
<b>Z Income shares</b>			
2012 <sup>2</sup>	205.74	196.84	3.0020
2013 <sup>1</sup>	245.94	201.19	4.8241

<sup>1</sup> to 30 June

<sup>2</sup> from 12 November

Z accumulation shares and Z income shares were issued at 200p on 12 November 2012.

## High Income Fund

### Net asset value

	Net asset value per share 30.6.13 p	Net asset value per share 31.12.12 p	Percentage growth %
Accumulation shares	647.59	553.68	17.0
Accumulation shares (No Trail)	136.84	116.65	17.3
Z Accumulation shares	236.52	201.43	17.4
Income shares	381.14	332.70	14.6
Income shares (No Trail)	107.34	93.46	14.9
Z Income shares	228.21	198.43	15.0

Net asset value per share calculated on the last business day of the period at bid market value at 4.30pm.

### Performance

to 30 June 2013

	Since 31.12.12 %	Since 30.6.12 %	Since 30.6.10 %	Percentage growth Since 30.6.08 %	Since 30.6.03 %
High Income Fund (income shares)	16.80	20.65	54.51	57.15	212.41
FTSE All-Share Index	8.50	17.93	43.52	38.24	136.39
IMA UK Equity Income Sector	11.01	20.74	44.23	42.01	117.05
Fund Ranking	4/96	46/95	17/83	14/69	1/51

### Standardised rolling 12 month performance

	30.6.08 30.6.09 %	30.6.09 30.6.10 %	30.6.10 30.6.11 %	Percentage growth 30.6.11 30.6.12 %	30.6.12 30.6.13 %
High Income Fund (income shares)	-12.5	16.2	19.2	7.4	20.6

This 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.invescopetual.co.uk](http://www.invescopetual.co.uk) or by contacting us.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

## High Income Fund

<b>Portfolio classification</b>	<b>As at 30.6.13 %</b>	<b>As at 31.12.12 %</b>
<b>Investment</b>		
<b>Finland</b>		
Health Care	0.06	0.08
<b>France</b>		
Health Care	2.19	1.67
<b>Ireland</b>		
Health Care	0.04	0.02
Consumer Services	0.01	0.02
<b>Luxembourg</b>		
Industrials	0.30	0.25
<b>Switzerland</b>		
Health Care	7.77	8.19
<b>United Kingdom</b>		
Oil & Gas	0.01	0.02
Industrials	20.12	19.49
Consumer Goods	15.48	16.39
Health Care	23.61	22.93
Consumer Services	1.66	1.64
Telecommunications	6.22	5.21
Utilities	7.85	8.18
Financials	7.71	8.03
Technology	0.06	0.08
Bonds	-	0.08
<b>United States</b>		
Basic Materials	0.75	0.80
Industrials	0.11	0.11
Consumer Goods	4.73	5.37
Health Care	1.24	1.19
Consumer Services	-	0.05
Financials	0.47	0.27
Technology	0.08	0.04
<b>Futures &amp; Derivatives</b>		
Forward Foreign Currency Positions	(0.01)	-
<b>Total investments</b>	<b>100.46</b>	<b>100.11</b>
<b>Net other liabilities</b>	<b>(0.46)</b>	<b>(0.11)</b>
<b>Net assets</b>	<b>100.00</b>	<b>100.00</b>

For the period ended 30 June 2013 unapproved/unquoted securities amounted to 4.29% (31 December 2012 - 4.20%) of the Net Asset Value of the Fund.



## High Income Fund

### Portfolio Statement Breakdown

as at 30 June 2013

	Percentage of total net assets 30.6.13 %
Approved/quoted securities	96.17
Unapproved/unquoted securities	4.29
Portfolio of investments <sup>1</sup>	100.46
Net other liabilities	(0.46)
<b>Net assets</b>	<b>100.00</b>

<sup>1</sup> Includes investment liabilities.

### 10 largest investments

As at 30 June 2013:	%	As at 31 December 2012:	%
GlaxoSmithKline	8.90	AstraZeneca	9.00
AstraZeneca	8.65	GlaxoSmithKline	8.26
BT	5.89	Roche Holding	6.23
Roche Holding	5.59	British American Tobacco	5.69
British American Tobacco	5.31	Reynolds American	5.37
BAE Systems	4.78	Imperial Tobacco	5.00
Reckitt Benckiser	4.77	BT	4.95
Reynolds American	4.73	Reckitt Benckiser	4.93
Imperial Tobacco	4.62	BAE Systems	4.82
Capita	4.24	Capita	3.75

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## Income & Growth Fund

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### Investment objective

The fund aims to produce an above average level of income combined with long-term capital growth by investing primarily in equities listed in the UK. 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 Full Prospectus.

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### Risk profile

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. Over time, inflation may erode the value of investments. As one of the key objectives of the fund is to provide income, the annual management charge is taken from capital rather than income. This can erode capital and reduce the potential for capital growth. 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. The fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

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### Strategy, review and outlook

The fund rose by 11.3% during the six months to 30 June 2013, compared with a rise of 8.5% by the FTSE All-Share Index. This placed the fund in the second quartile of its peer group, the IMA UK Equity Income Sector, which rose by an average of 11.0%.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

Past performance is not a guide to future returns.

UK equity markets finally ended a record breaking run of twelve consecutive months of positive returns at the end of the period under review, with a sharp sell-off in the final month. Proof, if needed, that the rally had been driven by loose monetary policy around the world and not by the strength of the economy. Equity markets in general retreated sharply on comments from Ben Bernanke, Chairman of the US Federal Reserve, that "it would be appropriate to moderate the pace of purchases later this year". The markets fell further on concerns over fears of a Chinese credit crunch and the effect that would have on the pace of economic growth in that country, but then rallied again as US GDP growth forecasts were reduced and as Mario Draghi, President of the European Central Bank, stated that the "ECB will maintain its easy money policy for the foreseeable future".

The six months period under review saw the fund's performance benefit from an improved stock market performance by some of those stocks and sectors which lagged the rise of 2012. This was particularly the case for the pharmaceutical sector, where the fund is heavily invested, notably the holding in GlaxoSmithKline, which has seen its rate of new drugs approvals pick up this year.

The holding in BT Group also delivered a strongly positive impact - despite the company announcing that Ian Livingston is stepping down from his role as Chief Executive in September to take up the role of Minister of State for Trade for the UK

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## Income & Growth Fund

Government. It is testimony to the job that he has done at BT that the stock market took the news relatively well, focusing instead on the company's on-going scope for cost cutting and for rolling out its broadband offering - bolstered by its new TV sports channel.

There were relatively few detractors from performance. There was some disappointing news from G4S, with the company warning that its operating profit margin will contract this year. The company subsequently announced that its Chief Executive, Nick Buckles, has decided to step down.

The UK stock markets' recent rise, fuelled by monetary stimulus and central bank policy initiatives, has occurred despite reductions in the forecasts of company earnings. Equity valuations are therefore no longer as attractive as they were a year ago. We also expect concerns about the Eurozone

debt crisis and the outlook for the global economy to remain a feature of the market, and that stock market volatility may rise from recent low levels.

However, within the UK stock market as a whole, we believe there is still a subset of stocks that look attractively valued. The fund's investment strategy of the past three years remains intact - we are seeking companies with strong fundamentals and an ability to grow their dividend. The shares of many of these companies continue to look attractive in our view.

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### Ciaran Mallon, Fund Manager

Where Ciaran Mallon has expressed opinions, they are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco Perpetual investment professionals.

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### Fund facts

Launch date		24 August 1973
Fund size at 30.6.13		£534 million
Accounting date		31 December
Ex-dividend date		1 January and 1 July
Distribution payable		28 February and 31 August
ACD's annual management charge	- Trail classes	1.50% per annum
	- No Trail classes	1.00% per annum
	- Z classes	0.75% per annum
Entry charge		5%
Ongoing charges figure for the period ended 30.6.13	- Trail classes	1.70%
	- No Trail classes	1.20%
	- Z classes	0.95%
Ongoing charges figure for the year ended 31.12.12	- Trail classes	1.70%
	- No Trail classes	1.20%
	- Z classes	0.95%

The ongoing charges figure (OCF) represents the annual operating expenses of the fund expressed as a percentage of average net assets for the period - it does not include entry charges or performance fees. The OCF includes the annual management charge and also the following charges which are deducted directly from the fund: Registration Fee, Depositary Fee, Custody Fee, Audit Fee, FCA Fee, Price Publication Fee, Report production and transaction expenses, less: VAT recoverable where applicable. The OCF is expressed as an annual percentage rate.

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## Income & Growth Fund

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### KIID Risk and Reward Profiles

Invesco Perpetual introduced Key Investor Information Documents (KIIDs) for all its funds and share classes on 20 February 2012 which include Risk and Reward numerical indicators.

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	Risk and Reward Numerical Indicator Published in the KIID for the period 01.1.13 to 30.6.13
<b>Invesco Perpetual Income &amp; Growth Fund</b>	
Accumulation shares	6
Accumulation shares (No Trail)	6
Z Accumulation shares	6
Income shares	6
Income shares (No Trail)	6
Z Income shares	6

For more information on our funds risk and reward profiles, please refer to the most up to date relevant fund and share class specific Key Investor Information Documents (KIIDs), which are available at [www.invescopetperpetual.co.uk](http://www.invescopetperpetual.co.uk) or by contacting us.

## Income & Growth Fund

Distributions	01.1.13 to 30.6.13 p	01.1.12 to 30.6.12 p
<b>Accumulation shares</b>		
Payable 31 August 2013	16.5975	15.2403
<b>Accumulation shares (No Trail)</b>		
Payable 31 August 2013	3.8564	3.5221
<b>Z Accumulation shares</b>		
Payable 31 August 2013	4.8122	-
<b>Income shares</b>		
Payable 31 August 2013	7.9036	7.5446
<b>Income shares (No Trail)</b>		
Payable 31 August 2013	3.3504	3.1806
<b>Z Income shares</b>		
Payable 31 August 2013	4.7394	-

As the Z accumulation shares and Z income shares were issued on 12 November 2012, there are no prior year comparatives for these share classes.

## Income & Growth Fund

Price and revenue record by share class			
Calendar year	Highest share price p	Lowest share price p	Net revenue per share p
<b>Accumulation shares</b>			
2008	629.93	379.35	23.6544
2009	525.82	350.01	20.8099
2010	592.27	502.59	21.5538
2011	639.22	546.34	26.9446
2012	710.31	612.23	26.1331
2013 <sup>1</sup>	833.21	703.88	16.5975
<b>Accumulation shares (No Trail)</b>			
2009 <sup>2</sup>	120.18	94.41	2.1596
2010	136.04	115.10	4.9423
2011	147.21	125.89	6.2019
2012	164.78	141.38	6.0460
2013 <sup>1</sup>	193.73	163.34	3.8564
<b>Z Accumulation shares</b>			
2012 <sup>3</sup>	205.76	196.20	3.1478
2013 <sup>1</sup>	242.18	203.98	4.8122
<b>Income shares</b>			
2008	372.77	218.26	13.8427
2009	287.60	196.96	11.5837
2010	311.34	264.52	11.4818
2011	326.75	276.31	13.7871
2012	343.45	303.10	12.8116
2013 <sup>1</sup>	396.74	340.34	7.9036
<b>Income shares (No Trail)</b>			
2009 <sup>2</sup>	119.95	94.26	2.1561
2010	130.45	110.56	4.7979
2011	137.16	116.15	5.7913
2012	145.36	127.69	5.4070
2013 <sup>1</sup>	168.30	144.09	3.3504
<b>Z Income shares</b>			
2012 <sup>3</sup>	205.76	196.20	3.1478
2013 <sup>1</sup>	238.50	203.98	4.7394

<sup>1</sup> to 30 June

<sup>2</sup> from 12 June

<sup>3</sup> from 12 November

Accumulation shares (No Trail) and income shares (No Trail) were issued at 100p on 12 June 2009. Z accumulation shares and Z income shares were issued at 200p on 12 November 2012.

## Income & Growth Fund

Net asset value	Net asset value per share 30.6.13 p	Net asset value per share 31.12.12 p	Percentage growth %
Accumulation shares	781.48	701.76	11.4
Accumulation shares (No Trail)	181.80	162.84	11.6
Z Accumulation shares	227.33	203.37	11.8
Income shares	364.20	334.05	9.0
Income shares (No Trail)	154.58	141.42	9.3
Z Income shares	219.14	200.22	9.4

Net asset value per share calculated on the last business day of the period at bid market value at 4.30pm.

Performance to 30 June 2013	Since 31.12.12 %	Since 30.6.12 %	Since 30.6.10 %	Percentage growth Since 30.6.08 %	Since 30.6.03 %
Income & Growth Fund (income shares)	11.32	20.69	52.91	51.99	140.01
FTSE All-Share Index	8.50	17.93	43.52	38.24	136.39
IMA UK Equity Income Sector	11.01	20.74	44.23	42.01	117.05
Fund Ranking	46/96	44/95	23/83	23/69	18/51

Standardised rolling 12 month performance	30.6.08 30.6.09 %	30.6.09 30.6.10 %	30.6.10 30.6.11 %	Percentage growth 30.6.11 30.6.12 %	30.6.12 30.6.13 %
Income & Growth Fund (income shares)	-17.3	20.2	20.9	4.8	20.7

This 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.invescopetual.co.uk](http://www.invescopetual.co.uk) or by contacting us.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

## Income & Growth Fund

<b>Portfolio classification</b>	<b>As at 30.6.13 %</b>	<b>As at 31.12.12 %</b>
<b>Investment</b>		
Oil & Gas	6.54	6.91
Basic Materials	2.95	2.39
Industrials	17.08	17.50
Consumer Goods	11.54	11.85
Health Care	9.72	9.54
Consumer Services	22.93	23.05
Telecommunications	4.86	4.55
Utilities	10.13	10.28
Financials	12.03	11.67
Bonds	1.75	2.56
<b>Total investments</b>	<b>99.53</b>	<b>100.30</b>
<b>Net other assets/(liabilities)</b>	<b>0.47</b>	<b>(0.30)</b>
<b>Net assets</b>	<b>100.00</b>	<b>100.00</b>

### 10 largest investments

<b>As at 30 June 2013:</b>	<b>%</b>	<b>As at 31 December 2012:</b>	<b>%</b>
British American Tobacco	4.25	HSBC	4.49
HSBC	4.24	British American Tobacco	4.39
Imperial Tobacco	3.70	Imperial Tobacco	4.30
AstraZeneca	3.63	AstraZeneca	3.78
GlaxoSmithKline	3.29	GlaxoSmithKline	2.97
BP	2.84	BP	2.95
Vodafone	2.66	Vodafone	2.44
Legal & General	2.32	Royal Dutch Shell	2.41
Euromoney Institutional Investor	2.20	Croda International	2.39
BT	2.20	Tesco	2.21



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## UK Aggressive Fund

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### Investment objective

The fund aims to achieve long-term capital growth through a portfolio of primarily UK securities. Investment may occasionally be made in securities of companies with significant sources of profit from, or close economic links with, the UK.

The fund will normally hold a concentrated portfolio of stocks and there will be no direct correlation to any specific index. 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 Full Prospectus.

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### Risk profile

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. Over time, inflation may erode the value of investments. As the fund has a concentrated number of holdings, investors should be prepared to accept higher risks. 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. The fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

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### Strategy, review and outlook

The fund rose by 19.8% during the six months to 30 June 2013 compared with a rise of 8.5% by the FTSE All-Share Index. This placed the fund in the first quartile of its peer group, the IMA UK All Companies Sector, which rose by an average of 10.5%.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

Past performance is not a guide to future returns.

UK equity markets finally ended their record breaking run of twelve consecutive months of positive returns in the last month of the period under review. An improving outlook for economic growth, notably in the US, led to expectations of a rise in interest rates, which led to lower equity valuations. Equity markets in general were also negatively impacted by concerns over a Chinese credit squeeze by its banks, which would impact negatively on the country's economic growth.

In terms of the fund's performance, the holding in BT Group continued to deliver a strongly positive impact over the six months - despite the company announcing that Ian Livingston is stepping down from his role as Chief Executive in September to take up the role of Minister of State for Trade. It is testimony to the job that he has done at BT that the stock market took the news relatively well, focusing instead on the company's on-going scope for cost cutting and for rolling out its broadband offering, bolstered by its new TV sports channel.

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## UK Aggressive Fund

The holding in Thomas Cook delivered further outperformance. The company announced a fund raising via a rights issue during the second quarter, which was well received by the stock market and puts the company on a sounder financial footing.

The holding in Dixons Retail also delivered an impressive performance - the company is making continued progress in cutting costs and driving the top line as it makes the transition from "survivor to winner" on the back of the demise of its major high street competitors.

The holding in GKN provided a boost to performance, aided by better-than-expected auto sales figures from the US, with many auto makers - including Ford and Chrysler - reporting production volumes not seen since before the financial crisis.

Weighing on the fund's performance was its holding in Rio Tinto. The company fell along with the whole mining sector as profit forecasts were reduced on the back of rising costs combined with falling metal prices.

The holding in Rentokil also delivered a negative return over the period. The company disposed of its loss-making City Link business - a move which we welcome, as it allows the company to focus on its core pest, hygiene and work wear business - but also warned of tough trading conditions in continental Europe.

Higher interest rate concerns may be unsettling equity markets in the near term but, looking further out, we believe that equities will benefit from future economic growth. Once near term volatility has settled down, we expect equities to continue their upward path. We have positioned the fund with a balance between dependable growth companies that have been the mainstay of the fund in recent years, companies which are particularly sensitive to economic growth, and special situations where we believe company initiatives can unlock long-term value for shareholders.

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### **Martin Walker, Fund Manager**

Where Martin Walker has expressed opinions, they are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco Perpetual investment professionals.

## UK Aggressive Fund

### Fund facts

Launch date		2 July 2001
Fund size at 30.6.13		£139 million
Accounting date		31 December
Ex-dividend date		1 January
Distribution payable		28 February
ACD's annual management charge	- Trail classes	1.50% per annum
	- No Trail classes	1.00% per annum
	- Z classes	0.75% per annum
Entry charge		5%
Ongoing charges figure for the period ended 30.6.13	- Trail classes	1.70%
	- No Trail classes	1.20%
	- Z classes	0.95%
Ongoing charges figure for the year ended 31.12.12	- Trail classes	1.71%
	- No Trail classes	1.21%
	- Z classes	0.96%

The ongoing charges figure (OCF) represents the annual operating expenses of the fund expressed as a percentage of average net assets for the period – it does not include entry charges or performance fees. The OCF includes the annual management charge and also the following charges which are deducted directly from the fund: Registration Fee, Depositary Fee, Custody Fee, Audit Fee, FCA Fee, Price Publication Fee, Report production and transaction expenses, less: VAT recoverable where applicable. The OCF is expressed as an annual percentage rate.

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## UK Aggressive Fund

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### KIID Risk and Reward Profiles

Invesco Perpetual introduced Key Investor Information Documents (KIIDs) for all its funds and share classes on 20 February 2012 which include Risk and Reward numerical indicators.

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	<b>Risk and Reward Numerical Indicator Published in the KIID for the period 01.1.13 to 30.6.13</b>
<b>Invesco Perpetual UK Aggressive Fund</b>	
Accumulation shares	6
Accumulation shares (No Trail)	6
Z Accumulation shares	6
Income shares	6
Income shares (No Trail)	6
Z Income shares	6

For more information on our funds risk and reward profiles, please refer to the most up to date relevant fund and share class specific Key Investor Information Documents (KIIDs), which are available at [www.invescopetperpetual.co.uk](http://www.invescopetperpetual.co.uk) or by contacting us.

## UK Aggressive Fund

### Distributions

As distributions are paid annually on 28 February, no distributions are payable with this report.

### Price and revenue record by share class

Calendar year	Highest share price p	Lowest share price p	Net revenue per share p
<b>Accumulation shares</b>			
2008	115.88	71.61	2.3851
2009	104.93	71.79	1.9406
2010	113.34	99.38	2.1224
2011	119.49	100.07	2.3306
2012	140.25	107.37	1.9389
2013 <sup>1</sup>	174.95	138.62	0.0000
<b>Accumulation shares (No Trail)</b>			
2008	91.65	56.95	2.2596
2009	83.79	57.15	1.8978
2010	90.66	79.54	2.1299
2011	96.11	80.58	2.3231
2012	113.71	86.63	2.0589
2013 <sup>1</sup>	142.15	112.40	0.0000
<b>Z Accumulation shares</b>			
2012 <sup>2</sup>	221.21	194.10	3.2758
2013 <sup>1</sup>	276.79	218.67	0.0000
<b>Income shares</b>			
2008	109.94	67.93	2.2628
2009	96.81	66.23	1.7904
2010	102.63	89.99	1.9237
2011	106.18	88.92	2.0702
2012	121.93	93.34	1.6855
2013 <sup>1</sup>	150.03	120.52	0.0000
<b>Income shares (No Trail)</b>			
2008	90.87	56.47	2.2404
2009	80.36	54.80	1.8200
2010	84.95	74.53	1.9924
2011	87.93	73.72	2.1259
2012	101.27	77.16	1.8336
2013 <sup>1</sup>	124.33	100.11	0.0000
<b>Z Income shares</b>			
2012 <sup>2</sup>	221.21	194.10	3.2758
2013 <sup>1</sup>	272.75	218.67	0.0000

<sup>1</sup> to 30 June

<sup>2</sup> from 12 November

Z accumulation shares and Z income shares were issued at 200p on 12 November 2012.

## UK Aggressive Fund

Net asset value	Net asset value per share 30.6.13 p	Net asset value per share 31.12.12 p	Percentage growth %
Accumulation shares	165.71	138.14	20.0
Accumulation shares (No Trail)	134.71	112.02	20.3
Z Accumulation shares	262.38	217.91	20.4
Income shares	142.10	118.41	20.0
Income shares (No Trail)	117.82	97.93	20.3
Z Income shares	258.54	214.63	20.5

Net asset value per share calculated on the last business day of the period at bid market value at 4.30pm.

Performance to 30 June 2013	Since 31.12.12 %	Since 30.6.12 %	Since 30.6.10 %	Percentage growth Since 30.6.08 %	Since 30.6.03 %
UK Aggressive Fund (accumulation shares)	19.79	45.58	61.57	80.04	230.84
FTSE All-Share Index	8.50	17.93	43.52	38.24	136.39
IMA UK All Companies Sector	10.49	22.21	44.73	37.99	123.42
Fund Ranking	3/270	3/268	33/258	18/234	6/167

Standardised rolling 12 month performance	30.6.08 30.6.09 %	30.6.09 30.6.10 %	30.6.10 30.6.11 %	Percentage growth 30.6.11 30.6.12 %	30.6.12 30.6.13 %
UK Aggressive Fund (accumulation shares)	-9.0	22.4	12.4	-1.3	45.6

This 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.invescopetual.co.uk](http://www.invescopetual.co.uk) or by contacting us.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

## UK Aggressive Fund

<b>Portfolio classification</b>		
	<b>As at 30.6.13 %</b>	<b>As at 31.12.12 %</b>
<b>Investment</b>		
<b>Switzerland</b>		
Health Care	3.36	1.89
<b>United Kingdom</b>		
Oil & Gas	10.19	2.96
Basic Materials	3.45	0.32
Industrials	15.00	29.03
Consumer Goods	6.65	7.45
Health Care	3.22	8.20
Consumer Services	23.68	28.71
Telecommunications	12.94	7.57
Financials	20.60	10.96
<b>United States</b>		
Technology	-	1.25
<b>Total investments</b>	<b>99.09</b>	<b>98.34</b>
<b>Net other assets</b>	<b>0.91</b>	<b>1.66</b>
<b>Net assets</b>	<b>100.00</b>	<b>100.00</b>

For the period ended 30 June 2013 unapproved/unquoted securities amounted to 0.02% (31 December 2012 - 0.00%) of the Net Asset Value of the Fund.

### 10 largest investments

<b>As at 30 June 2013:</b>		<b>As at 31 December 2012:</b>	
	<b>%</b>		<b>%</b>
BT	6.60	Thomas Cook	9.58
HSBC	5.41	Rentokil Initial	9.15
BP	5.32	Dixons Retail	7.21
Thomas Cook	5.25	HSBC	5.30
Rentokil Initial	4.94	BT	5.11
BG	4.87	BAE Systems	4.68
Resolution	4.67	GKN	4.33
BAE Systems	4.32	Regus	3.91
Schroders	4.15	AstraZeneca	3.46
GKN	4.13	Melrose Industries	3.21

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## UK Growth Fund

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### Investment objective

The fund aims to achieve capital growth in the UK. The fund intends to invest primarily in companies listed in the UK. 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 Full Prospectus.

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### Risk profile

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. Over time, inflation may erode the value of investments. 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. The fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

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### Strategy, review and outlook

The fund rose by 15.8% for the six months to 30 June 2013 compared with a rise of 8.5% by the FTSE All-Share Index. This placed the fund in the first quartile of its peer group, the IMA UK All Companies Sector, which rose by an average of 10.5%.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

Past performance is not a guide to future returns.

UK equity markets finally ended their record breaking run of twelve consecutive months of positive returns in the last month of the period under review. An improving outlook for economic growth, notably in the US, led to expectations of a rise in interest rates, which in turn led to lower equity valuations. Equity markets in general were also negatively impacted by concerns over a Chinese credit squeeze by its banks, which would impact negatively on the country's economic growth.

In terms of the fund's performance, the holding in BT Group continued to deliver a strongly positive impact over the six months - despite the company announcing that Ian Livingston is stepping down from his role as Chief Executive in September to take up the role of Minister of State for Trade. It is testimony to the job that he has done at BT that the stock market took the news relatively well, focusing instead on the company's on-going scope for cost cutting and for rolling out its broadband offering, bolstered by its new TV sports channel.

The holding in GKN provided a boost to performance, aided by better-than-expected auto sales figures from the US, with many auto makers - including Ford and Chrysler - reporting production volumes not seen since before the financial crisis.



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## UK Growth Fund

The holding in Thomas Cook continued to deliver impressive outperformance. The company announced a fund raising via a rights issue during the second quarter, which was well received by the stock market and puts the company on a sounder financial footing.

The holding in Dixons Retail also delivered an impressive performance – the company is making continued progress in cutting costs and driving the top line as it makes the transition from “survivor to winner” on the back of the demise of its major high street competitors.

Weighing on the fund’s performance was its holding in Rio Tinto. The company’s share price fell along with the whole mining sector as profit forecasts were reduced on the back of rising costs combined with falling metal prices.

Higher interest rate concerns may be unsettling equity markets in the near term but, looking further out, we believe that equities will benefit from future economic growth. Once near term volatility has settled down, we expect equities to continue their upward path. We have positioned the fund with a balance between dependable growth companies that have been the mainstay of the fund in recent years, companies which are particularly sensitive to economic growth, and special situations where we believe company initiatives can unlock long-term value for shareholders.

The fund therefore has exposure both to companies which will benefit from an improving economic outlook and to those which are directly linked to the fortunes of the UK equity market.

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### **Martin Walker, Fund Manager**

Where Martin Walker has expressed opinions, they are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco Perpetual investment professionals.

## UK Growth Fund

### Fund facts

Launch date		12 June 1987
Fund size at 30.6.13		£961 million
Accounting date		31 December
Ex-dividend date		1 January
Distribution payable		28 February
ACD's annual management charge	- Trail classes	1.50% per annum
	- No Trail classes	1.00% per annum
	- Z classes	0.75% per annum
Entry charge		5%
Ongoing charges figure for the period ended 30.6.13	- Trail classes	1.69%
	- No Trail classes	1.19%
	- Z classes	0.94%
Ongoing charges figure for the year ended 31.12.12	- Trail classes	1.70%
	- No Trail classes	1.20%
	- Z classes	0.95%

The ongoing charges figure (OCF) represents the annual operating expenses of the fund expressed as a percentage of average net assets for the period – it does not include entry charges or performance fees. The OCF includes the annual management charge and also the following charges which are deducted directly from the fund: Registration Fee, Depositary Fee, Custody Fee, Audit Fee, FCA Fee, Price Publication Fee, Report production and transaction expenses, less: VAT recoverable where applicable. The OCF is expressed as an annual percentage rate.

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## UK Growth Fund

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### KIID Risk and Reward Profiles

Invesco Perpetual introduced Key Investor Information Documents (KIIDs) for all its funds and share classes on 20 February 2012 which include Risk and Reward numerical indicators.

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	<b>Risk and Reward Numerical Indicator Published in the KIID for the period 01.1.13 to 30.6.13</b>
<b>Invesco Perpetual UK Growth Fund</b>	
Accumulation shares	6
Accumulation shares (No Trail)	6
Z Accumulation shares	6
Income shares	6
Income shares (No Trail)	6
Z Income shares	6

For more information on our funds risk and reward profiles, please refer to the most up to date relevant fund and share class specific Key Investor Information Documents (KIIDs), which are available at [www.invescopetperpetual.co.uk](http://www.invescopetperpetual.co.uk) or by contacting us.

## UK Growth Fund

### Distributions

As distributions are paid annually on 28 February, no distributions are payable with this report.

### Price and revenue record by share class

Calendar year	Highest share price p	Lowest share price p	Net revenue per share p
<b>Accumulation shares</b>			
2008	360.93	204.22	9.3603
2009	292.93	194.78	5.8167
2010	319.74	268.13	6.2879
2011	342.13	290.15	7.5919
2012	395.04	316.83	8.7914
2013 <sup>1</sup>	480.23	390.56	0.0000
<b>Accumulation shares (No Trail)</b>			
2008	91.78	52.24	2.7455
2009	75.24	49.87	1.8075
2010	82.54	69.01	2.0215
2011	88.55	75.13	2.3851
2012	102.99	82.37	2.7432
2013 <sup>1</sup>	125.45	101.83	0.0000
<b>Z Accumulation shares</b>			
2012 <sup>2</sup>	213.20	198.68	4.9510
2013 <sup>1</sup>	259.98	210.80	0.0000
<b>Income shares</b>			
2008	267.90	151.51	6.9475
2009	209.11	139.02	4.1543
2010	223.85	187.71	4.4023
2011	234.85	199.17	5.2103
2012	264.81	212.38	5.8928
2013 <sup>1</sup>	314.79	260.49	0.0000
<b>Income shares (No Trail)</b>			
2008	90.82	51.60	2.7188
2009	71.12	47.10	1.7118
2010	76.32	63.81	1.8679
2011	79.89	67.79	2.1485
2012	90.29	72.20	2.4057
2013 <sup>1</sup>	107.05	88.43	0.0000
<b>Z Income shares</b>			
2012 <sup>2</sup>	213.20	198.68	4.9510
2013 <sup>1</sup>	253.97	209.55	0.0000

<sup>1</sup> to 30 June

<sup>2</sup> from 12 November

Z accumulation shares and Z income shares were issued at 200p on 12 November 2012.

## UK Growth Fund

Net asset value	Net asset value per share 30.6.13 p	Net asset value per share 31.12.12 p	Percentage growth %
Accumulation shares	451.42	389.05	16.0
Accumulation shares (No Trail)	117.99	101.44	16.3
Z Accumulation shares	244.59	209.99	16.5
Income shares	295.91	254.90	16.1
Income shares (No Trail)	100.69	86.52	16.4
Z Income shares	238.93	205.04	16.5

Net asset value per share calculated on the last business day of the period at bid market value at 4.30pm.

Performance to 30 June 2013	Since 31.12.12 %	Since 30.6.12 %	Since 30.6.10 %	Percentage growth Since 30.6.08 %	Since 30.6.03 %
UK Growth Fund (accumulation shares)	15.84	33.32	64.62	59.99	143.10
FTSE All-Share Index	8.50	17.93	43.52	38.24	136.39
IMA UK All Companies Sector	10.49	22.21	44.73	37.99	123.42
Fund Ranking	25/270	26/268	25/258	41/234	56/167

Standardised rolling 12 month performance	30.6.08 30.6.09 %	30.6.09 30.6.10 %	30.6.10 30.6.11 %	Percentage growth 30.6.11 30.6.12 %	30.6.12 30.6.13 %
UK Growth Fund (accumulation shares)	-16.6	16.6	20.6	2.4	33.3

This 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.invescopetual.co.uk](http://www.invescopetual.co.uk) or by contacting us.

Fund and sector average performance data source: Lipper, mid-to-mid (excluding the entry charge), in Sterling, with net income reinvested. FTSE All-Share Index data source: Thomson Reuters Datastream, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

## UK Growth Fund

<b>Portfolio classification</b>		
	<b>As at 30.6.13 %</b>	<b>As at 31.12.12 %</b>
<b>Investment</b>		
<b>Finland</b>		
Health Care	0.23	0.30
<b>Ireland</b>		
Consumer Services	-	2.30
<b>Switzerland</b>		
Health Care	6.22	5.69
<b>United Kingdom</b>		
Oil & Gas	10.33	7.87
Basic Materials	2.79	0.09
Industrials	13.36	13.52
Consumer Goods	6.43	6.08
Health Care	7.85	9.35
Consumer Services	17.76	15.52
Telecommunications	11.85	14.72
Utilities	2.38	1.87
Financials	20.54	20.65
Bonds	0.02	0.02
<b>Total investments</b>	<b>99.76</b>	<b>97.98</b>
<b>Net other assets</b>	<b>0.24</b>	<b>2.02</b>
<b>Net assets</b>	<b>100.00</b>	<b>100.00</b>

For the period ended 30 June 2013 unapproved/unquoted securities amounted to 0.07% (31 December 2012 - 0.01%) of the Net Asset Value of the Fund.

### 10 largest investments

<b>As at 30 June 2013:</b>		<b>As at 31 December 2012:</b>	
	<b>%</b>		<b>%</b>
BT	6.57	BT	6.58
BP	5.38	BP	5.17
BAE Systems	5.03	BAE Systems	5.16
BG	4.95	Rentokil Initial	5.15
HSBC	4.82	Resolution	4.15
Resolution	4.30	Legal & General	3.90
Rentokil Initial	4.07	HSBC	3.71
Legal & General	3.79	GKN	3.60
Novartis	3.71	Schroders	3.18
GKN	3.40	Novartis	3.13

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**Authorised Corporate Director**

Invesco Fund Managers Limited

Registered Office: 30 Finsbury Square, London EC2A 1AG, UK

Registered in England No. 898166

The Company is an investment company with variable capital under Regulation 12 of the Open-Ended Investment Companies Regulations 2001 and is a wider-range investment for the purposes of the Trustee Investment Act 2000.

The Authorised Corporate Director's investment adviser is:

Invesco Asset Management Limited, 30 Finsbury Square, London EC2A 1AG, UK

Registered in England No. 949417

Invesco Asset Management Limited and Invesco Fund Managers Limited are authorised and regulated by the Financial Conduct Authority.

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**Registrar**

Invesco Administration Services Limited

Registered Office: 30 Finsbury Square, London EC2A 1AG, UK

For registration enquiries please call free on 0800 085 8571 or write to us at:

Invesco Perpetual, PO Box 11150, Chelmsford CM99 2DL, UK

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**Depository**

Citibank International plc

Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, UK

(Authorised and regulated by the Financial Conduct Authority).

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**Auditors**

Ernst & Young LLP

1 More London Place, London SE1 2AF, UK

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## Further information

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### General enquiries

Investor Services Team 0800 085 8677  
Broker Services Team 0800 028 2121  
International calls +44 (0)1491 417000

Lines are open 8.30am to 6pm, Monday to Friday, excluding UK Bank Holidays.

[www.invescopetual.co.uk](http://www.invescopetual.co.uk)  
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Fax 01491 416000

Post:

Invesco Perpetual, PO Box 11150, Chelmsford CM99 2DL, UK

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### To invest

ISA Dealing Line 0800 917 7581  
ICVC Dealing Line 0800 085 8571

Clients must confirm that they have been provided with the most up to date relevant fund and share class specific Key Investor Information Document(s) prior to investing.

We will record telephone calls to our Dealing Line.

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### Valuations

Automated Valuation Service 0800 028 4050  
Lines are open 24 hours a day.

Further information on our products, including the most up to date relevant fund and share class specific Key Investor Information Document(s) and the Supplementary Information Document, is available using the contact details above.

The Prospectus, which contains a written statement of the terms and conditions of the Company, can be obtained from the ACD, as can copies of Interim and Annual Reports. Please call our Literature Request Line on 0800 085 8677 (for clients) and 0800 028 2121 (for intermediaries) or log onto our website ([www.invescopetual.co.uk](http://www.invescopetual.co.uk)).

Telephone calls may be recorded.

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Invesco Perpetual is a business name of Invesco Fund Managers Limited  
Authorised and regulated by the Financial Conduct Authority, FCA Registered No. 119298  
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Registered in England No. 898166  
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