Invesco Balanced Risk 8 Fund (UK)

February 2023

Covering the month of January 2023

On 10 March 2023, the Invesco Balanced Risk 8 Fund (UK) will be terminated. Please note that from 9 December 2022, no investments from new investors will be accepted into the fund. In preparation for the termination, as of noon on 3 March 2023, no further instructions to invest, sell or switch will be accepted from existing investors.



Fund manager: Invesco Global Asset Allocation Team[1]

Key facts[2]	
Fund launch date	20 February 2012
Fund size	£13.56m
Legal status	UK authorised ICVC
Accounting period ends	31 March 30 September
Available with an ISA?	Yes

Benchmark

50% FTSE UK Gilts 20 Years Index (Total Return), 25% MSCI World Index GBP-Hedged (Net Total Return) & 25% S&P Goldman Sachs Commodity Index GBP-Hedged (Total Return)

This is a Comparator Benchmark. Given the Fund's investment approach and volatility target, its performance can be compared against this blended benchmark that balances the risk contribution from three main asset classes: debt securities, equity securities and commodities. However, the Fund is actively managed and is not constrained by any benchmark.

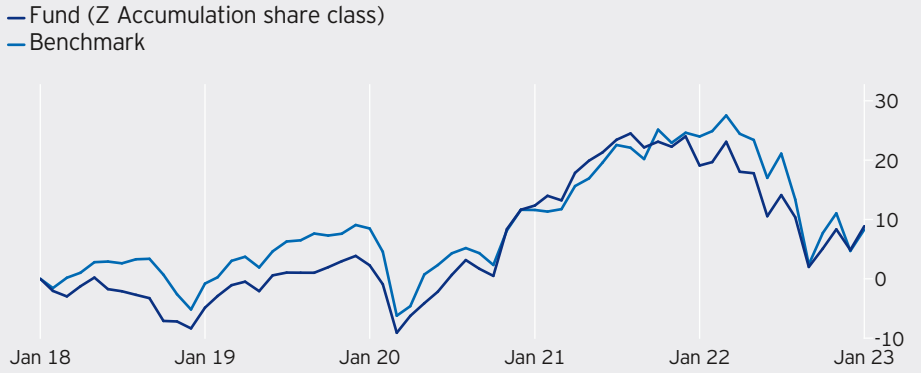
Fund investment objective and policy

The objective of the Fund is to achieve long-term (5 years plus) capital growth. The Fund invests in derivatives to gain exposure to three main asset classes: debt, shares of companies and commodities worldwide, although some investments may be made directly. The Fund balances the risk of each of these asset classes through different economic environments. The Fund aims to target 8% average volatility (a measure of the size of short term changes in the value of an investment) over a full market cycle (5 years plus). However no assurances can be made that this target will be met. The Fund makes significant use of derivatives (complex instruments) for investment purposes and to manage the Fund more efficiently, with the aim of reducing risk, reducing costs and/or generating additional capital or income.

Fund strategy

The fund aims to achieve long-term capital growth through different economic environments by investing in derivatives and other financially linked instruments to gain exposure to three main asset classes: fixed income, equities and commodities. We seek to balance the risk contribution from each of these asset classes to build a strategic allocation, which is then adjusted tactically to make the portfolio more adaptive to the near-term environment. The fund will aim to target 8% average volatility over a full market cycle.

Five year performance **% growth**



Performance **% growth**

	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	-8.58	6.46	8.87	1.71	34.78	3.03
Benchmark	-12.64	-0.16	8.31	1.61	26.34	2.37

*ACR - Annual Compound Return

Standardised rolling 12-month performance **% growth**

	31.12.17 31.12.18	31.12.18 31.12.19	31.12.19 31.12.20	31.12.20 31.12.21	31.12.21 31.12.22
Fund (Z Accumulation share class)	-7.59	13.34	7.49	11.07	-15.44
Benchmark	-4.97	15.02	2.35	11.63	-15.99

Past performance is not a guide to future returns. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the periods prior to this launch date, performance figures are based on the accumulation share class, without any adjustment for fees. Performance figures for all share classes can be found in the relevant Key Investor Information Document. Fund performance figures are shown in sterling, inclusive of reinvested income and net of the ongoing charge and portfolio transaction costs to 31 January 2023 unless otherwise stated. The standardised past performance information is updated on a quarterly basis. Source: Lipper.

Costs and charges of the fund

For a full breakdown of the charges that apply to each share class of the fund, please refer to our ICVC Costs & Charges document www.invesco.com/uk/icvc-charges.

Portfolio exposure[2,3]	%
Growth - Emerging	8.34
Growth - Europe	5.85
Growth - Hong Kong	0.00
Growth - Japan	8.61
Growth - UK	6.96
Growth - US	9.63
Defensive - Australia	16.06
Defensive - Canada	10.02
Defensive - Emerging	11.67
Defensive - Europe	9.88
Defensive - Japan	8.79
Defensive - UK	6.50
Defensive - US	5.38
Real Return - Agriculture	10.07
Real Return - Energy	12.61
Real Return - Industrial Metals	4.10
Real Return - Precious Metals	2.22
Total	**136.67**

Target risk exposure[2,3,4]		%
	Target risk[3]	**Target contribution**
Growth	3.20	41.45
Defensive	1.29	16.67
Real Return	3.24	41.88
Total	**7.73**	**100.00**

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.
- The Fund makes significant use of financial derivatives (complex instruments) which will result in the Fund being leveraged and may result in large fluctuations in the value of the Fund. Leverage on certain types of transactions including derivatives may impair the Fund's liquidity, cause it to liquidate positions at unfavourable times or otherwise cause the Fund not to achieve its objective. Leverage occurs when the economic exposure created by the use of derivatives is greater than the amount invested, resulting in the Fund being exposed to a greater loss than the initial investment.
- The fund will gain exposure to commodities which are generally considered to be high risk investments and may result in large fluctuations in the value of the fund.
- Fixed income securities to which the fund is exposed are open to credit risk, which may result in issuers not always making interest and/or other payments, nor is the solvency of the issuers guaranteed.
- The fund's performance may be adversely affected by variations in interest rates.

Contact information

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Telephone calls may be recorded.

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Important information

1 The Invesco Global Asset Allocation Team comprises CIO Scott Wolle*, Portfolio Managers Mark Ahnrud, Chris Devine, Scott Hixon, Christian Ulrich and John Burrello. *Shown in picture.
2 All fund portfolio figures within this leaflet are as at 31 January 2023 (source: Invesco).
3 Growth represents equities. Defensive represents fixed interest. Real Return represents commodities
4 In terms of volatility as measured by standard deviation.

Where individuals or the business have expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice. This document is marketing material and is not intended as a recommendation to invest in any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication.

For the most up to date information on our funds, please refer to the relevant fund and share class specific Key Investor Information Documents, the Supplementary Information Document, the ICVC ISA Terms and Conditions, the Annual or Interim Reports and the Prospectus, which are available using the contact details shown.

Who is this fund for?

The fund might be right for you if you:
- Are a private or professional investor looking for growth over the long term.
- Are able to make an informed investment decision based on this document and the Key Investor Information Document (KIID).
- Are willing to accept that your capital is at risk and you may not get back the amount invested.

The fund will not be right for you if you:
- Require capital protection or have no appetite for risk.