Invesco Global Emerging Markets Bond Fund (UK)

January 2023

Covering the month of December 2022

Effective 27 January 2023 the Invesco Global Emerging Markets Bond Fund (UK) will be liquidated.



Fund managers: Stuart Edwards & Asad Bhatti

Key facts[1]	
Stuart Edwards	
Managed fund since	February 2017
Industry experience	25 years
Based in	Henley -on- Thames
Asad Bhatti	
Managed fund since	February 2017
Industry experience	22 years
Based in	Henley -on- Thames
Fund launch date	27 February 2017
Fund size	£19.08m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Distribution yield[2]	7.48%
Underlying yield[2]	6.78%
Income distribution date(s)	Each month end
Accounting period ends	30 April 31 October
Available with an ISA?	Yes

Benchmark

Benchmark: Investment Association Global Emerging Markets Bond Blended Sector*

This is a Comparator Benchmark. Given its asset allocation the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

* Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to facilitate comparison between funds with broadly similar characteristics.

On 1 January 2020, as a result of the Investment Association splitting the Investment Association Global Emerging Markets Bond Sector into three sectors, the Comparator Benchmark of the fund changed from the Investment Association Global Emerging Markets Bond Sector to the Investment Association Global Emerging Markets Bonds - Blended Sector.

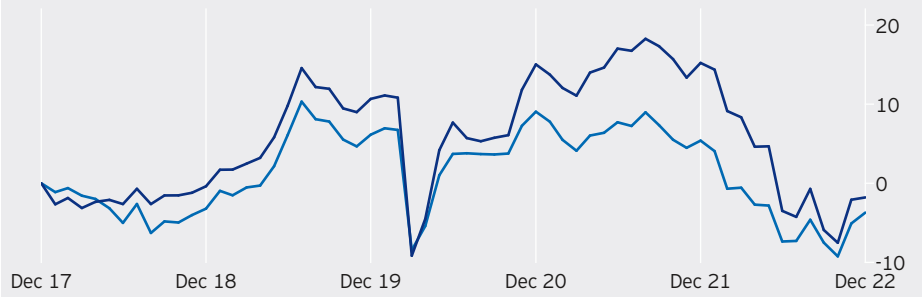
Fund investment objective and policy

The objective of the Fund is to achieve income and capital growth over the medium to long-term (3 to 5 years plus). The Fund invests at least 80% of its assets in corporate and government debt securities (which may be investment grade, non-investment grade or have no credit rating) in emerging markets globally. The Fund may use 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 growth of income and capital by investing across the full range of emerging market fixed income opportunities. This means that the fund invests in both local and hard currency bonds. Exposure is sought through government, quasi-government and corporate bonds. Portfolio management is based on top-down, macroeconomic and political analysis as well as bottom-up research of individual securities and issuers. These positions may be either high yield or investment grade.

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)	-14.76	-11.25	-1.79	-0.36	n/a	n/a
Benchmark	-8.63	-9.28	-3.71	-0.75	n/a	n/a

*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)	-0.38	11.08	3.94	0.17	-14.76
Benchmark	-3.21	9.66	2.74	-3.35	-8.63

Past performance is not a guide to future returns. Performance figures are based on the Z Accumulation share class. 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 December 2022 unless otherwise stated. Sector average performance is calculated on an equivalent basis. The standardised past performance information is updated on a quarterly basis. Source: Lipper. As the fund was launched on 27 February 2017, performance figures are not available for the complete period covered by the table.

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.

Top 10 bond issuers[1]	%
South Africa	6.47
Indonesia	5.93
Brazil	5.88
Mexico	4.26
Argentine	2.99
Colombia	2.56
Angola	2.42
Ukraine	2.30
Kosmos	2.18
Tullow Oil	1.96
Total Top 10 Issuers (%)	**36.95**
Total number of holdings	**102**

Credit rating breakdown[1]	%
AA	1.11
A	1.58
BBB	15.03
BB	31.39
B	21.65
CCC	12.70
CC	3.68
D	0.28
Not Rated	1.34
Equities	1.06
Cash	10.18
Total	**100**

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 securities that the Fund invests in may not always make interest and other payments nor is the solvency of the issuers guaranteed. Market conditions, such as a decrease in market liquidity for the securities in which the Fund invests, may mean that the Fund may not be able to sell those securities at their true value. These risks increase where the Fund invests in high yield or lower credit quality bonds.
- The fund invests in emerging and developing markets, where there is potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise.
- The fund has the ability to make use of financial derivatives (complex instruments) which may result in the fund being leveraged and can 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 intended 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 may be exposed to counterparty risk should an entity with which the fund does business become insolvent resulting in financial loss.
- As one of the key objectives of the fund is to provide income, the fund management fee is taken from capital rather than income. This can erode capital and reduce the potential for capital growth.
- The fund's performance may be adversely affected by variations in interest rates.

Contact information

Client services

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Telephone calls may be recorded.

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Important information

1 All fund portfolio figures within this leaflet are as at 31 December 2022 (source: Invesco).

2 The yields shown are expressed as % per annum of current NAV of the fund. They are estimates for the next 12 months, assuming that the fund's portfolio remains unchanged and there are no defaults or deferrals of coupon payments or capital repayments. They are not guaranteed. Investors may be subject to tax on distributions. Cash income is estimated coupons from bonds and, where applicable, estimated dividends from equities.

The distribution yield estimates the cash distribution to the shareholders: in addition to expected cash income, it includes the amortised annual value of unrealised capital gains/losses of current bond holdings, calculated with reference to their historic purchase price and expected redemption value (known as `effective yield from purchase price' method). The distribution yield for this fund is gross of the ongoing charge, which is charged to capital.

The underlying yield is calculated in the same way as the distribution yield, but is always net of the ongoing charge. The underlying yield for this fund is, therefore, lower than the distribution yield by the amount of the ongoing charge.

Where, in the Manager's judgement, there is significant uncertainty that a bond holding will be redeemed at par, the amortised capital component for that holding is retained in the fund's capital and not distributed. This has the effect of reducing the estimated distribution and underlying yields and the actual distribution rate.

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 income and growth over the medium to 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.