



Invesco Japanese Smaller Companies Fund (UK)

June 2022

Covering the month of May 2022



Fund manager: Yukihiro Hattori and the Japanese Equity Team, Tokyo Investment Centre¹

Key facts²

Yukihiro Hattori	
Managed fund since	November 2020
Industry experience	7 years
Based in	Tokyo
Fund launch date	06 September 1983
Fund size	£39.12m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Historic yield ³	0.05%
Income distribution date(s)	30 September
Accounting period ends	31 January 31 July
Available with an ISA?	Yes

Benchmark

Benchmark: Russell/Nomura Small Cap Index GBP (Net Total Return)

This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. 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 at least 80% of its assets in shares of companies incorporated, domiciled or carrying out the main part of their economic activity in Japan. The Fund may use derivatives (complex instruments) 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 managers seek to invest in small/mid cap companies which they believe offer investors superior long term returns over the course of their growth paths. Using bottom-up fundamental research, the fund managers focus on high corporate earnings growth over the medium term and select companies with a competitive advantage in a product/service with significant market potential.

Five year performance



Performance

	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	-12.52	-2.88	9.80	1.89	177.41	10.74
Benchmark	-6.74	-0.48	2.28	0.45	n/a	n/a

*ACR - Annual Compound Return

10 year Benchmark performance is not available.

Standardised rolling 12-month performance

	31.03.17	31.03.18	31.03.19	31.03.20	31.03.21	31.03.22
Fund (Z Accumulation share class)	30.10	-10.65	-15.94	42.04	-11.30	-11.30
Benchmark	14.00	-8.03	-7.27	21.61	-9.34	-9.34

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 May 2022 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.

Top 10 holdings²	%	Country of investment breakdown²	%
Meiko Electronics	4.91	Japan	97.58
Maruwa	4.61	Cash	2.42
TRE Holdings	4.48	Total	100
West Holdings	4.32		
Fullcast	4.09		
S-Pool Inc	3.69		
Mec Company	3.41		
AIN	3.41		
Japan Material	3.39		
Nextage	3.18		
Total Top 10 Holdings (%)	39.5		
Total number of holdings	52		

Industry breakdown²	%
Services	31.98
Manufacturing	29.81
Transport & Communications	11.49
Commerce	8.55
Construction	7.50
Finance & Insurance	5.64
Real Estate	2.23
Electric Power & Gas	0.40
Cash	2.42
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 fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of its investments, reduce the costs of investing and/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 invests in smaller companies which may result in a higher level of risk than a fund that invests in larger companies. Securities of smaller companies may be subject to abrupt price movements and may be less liquid, which may mean they are not easy to buy or sell.
- As a result of COVID-19, markets have seen a noticeable increase in volatility as well as, in some cases, lower liquidity levels; this may continue and may increase these risks in the future.

Contact information

Client services

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Telephone calls may be recorded.

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Important information

- ¹ Full Membership of the Japanese Equity Team, Tokyo Investment Centre can be found at www.invesco.com/uk. Yukihiro Hattori shown in picture.
- ² All fund portfolio figures within this leaflet are as at 31 May 2022 (source: Invesco).
- ³ 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. Investors may be subject to tax on their distributions.

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.