



Invesco UK Investment Grade Bond Fund

31 March 2024

Important Information

- The Fund invests in a managed portfolio of the United Kingdom and international fixed income and money market securities.
- Investors should note the credit risk, liquidity risk, interest rate risk, concentration risk of investing in Sterling bonds, risk of investing in perpetual bonds, risk associated with investments in debt instruments with loss-absorption features including senior non-preferred debts, contingent convertible bonds which are subject to the risk of being written down or converted to ordinary shares upon the occurrence of pre-defined trigger events and may result in a significant or total reduction in the value of such instruments, currency exchange risk, credit rating risk, volatility risk, and general investment risk.
- Financial derivative instruments (FDI) may be used for efficient portfolio management and hedging purpose and for investment purposes. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. As a result of the use of FDI for investment purposes, investors should note the additional/high leverage risk. Also, the active FDI positions implemented by the Fund may not be correlated with its underlying securities positions held by the Fund which may lead to a significant or total loss to the Fund.
- The value of the Fund can be volatile and could go down substantially.
- Investors should not base their investment decision on this material alone.

Objectives and investment strategy

Aims at providing investors with sterling income from a managed portfolio of UK and international fixed income and money market securities. Investment will predominately occur in sterling bonds and money market instruments of investment grade quality.

Key facts

Fund manager	Luke Greenwood, Lyndon Man
Share class launch date	11/12/06
A (GBP)-QD Shares	
Legal Status	Luxembourg SICAV with UCITS status
Share class currency	GBP
Fund Size	GBP 36.78 mn
Initial Charge (up to)	5.00%
Annual Management Fee	0.625%

References	IVRS Code	Bloomberg code	ISIN code
A(GBP)-QD Shares	715	INUIGAI LX	LU0267985660

Yield	%
Gross Current Yield	4.21
Gross Redemption Yield	4.63

The current yield of a bond fund is the weighted average current yield of underlying bonds in gross in the portfolio. Current yield of an individual bond refers to the annual interest divided by the market price of a bond. The figure is not the dividend yield received by the investors and is subject to change from time to time. For annualized dividend yield, please refer to Distribution information.

3 year characteristics*

	A (GBP)-QD Shares
Volatility %	11.10

Volatility is measured by the standard deviation of the fund, based on its annual rates of return over the past 3 years in base currency of the fund.

Indexed performance (base 100)*



%	Cumulative performance*					Calendar year performance*				
	YTD	1 year	3 years	5 years	2019	2020	2021	2022	2023	
A (GBP)-QD Shares	-0.74	3.73	-18.83	-13.07	9.09	8.08	-3.81	-24.68	6.84	

The performance shown in the chart above prior to 27 January 2020 was based on an investment objective and policy that no longer applies, with certain changes being made to the Fund on 27 January 2020.

Distribution information

(Aims to pay dividend on monthly/quarterly/semi-annual/ annual basis. Dividend is not guaranteed.)

	Intended frequency	Record date	Amount/Share	Annualized dividend (%)
A (GBP)-QD Shares	Quarterly	29/02/24	0.0065	3.18%

Annualized dividend (%) = (Amount/Share X Frequency) ÷ Price on record date. Upon dividend distribution, the Fund's net asset value may fall on the ex-dividend date. For Frequency, Monthly = 12; Quarterly = 4; Semi-Annually = 2; Annually = 1. All distributions below GBP 40 will be automatically applied in the purchase of further shares of the same class. Positive distribution yield does not imply a positive return.

Duration distribution

(average duration: 8.4)

in %	
0-1 year	4.3
1-3 years	15.5
3-5 years	22.4
5-7 years	8.3
7-10 years	9.0
10-15 years	32.8
15+ years	7.7

Maturity distribution

in %	
0-3 years	8.5
3-7 years	22.6
7-10 years	8.0
10-15 years	12.8
15+ years	48.1

Holding (total holdings: 121)

Top 10 holdings	%	Currency exposure	%	Sector weightings	%	Credit ratings	average rating: A+
United Kingdom Gilt 4.500 Sep 07 34	7.4	British Pound Sterling	99.8	Corporate	41.9		%
United Kingdom Gilt 4.500 Jun 07 28	7.3	US Dollar	0.2	Financials	29.4	AAA	0.5
United Kingdom Gilt 4.250 Dec 07 40	6.0			Industrial	9.6	AA	55.5
United Kingdom Gilt 4.250 Sep 07 39	5.5			Utility	2.9	A	12.7
United Kingdom Gilt 3.500 Jan 22 45	5.1			Derivatives	0.1	BBB	23.2
United Kingdom Gilt 3.250 Jan 22 44	5.0			Fund	1.1	BB	5.6
United Kingdom Gilt 4.750 Dec 07 38	4.0			Non-US Govt/Agency	55.7	Not Rated	1.1
United Kingdom Gilt 4.500 Dec 07 42	3.5			Cash	1.2	Cash	1.2
United Kingdom Gilt 3.750 Jul 22 52	2.7						
United Kingdom Gilt 4.250 Dec 07 46	2.3						

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SFDR (Sustainable Finance Disclosure Regulation)

The Fund complies with Article 8 with respect to the EU's Sustainable Finance Disclosure Regulation*. As such, the fund promotes, among other characteristics, environmental or social characteristics or a combination of those characteristics. In addition, the companies in which the fund invests follow good governance practices. *Regulation (EU) 2019/2088 on sustainability - related disclosures in the financial services sector.

Exclusion Framework

The Fund embeds an exclusionary framework to specific activities based on UN Global Compact, severe governmental sanctions, revenue thresholds for certain activities linked to environmental and/or social criteria, as well as ensuring that companies follow good governance practices. The list of activities and their thresholds are listed below. For further details on the exclusion framework and characteristics applied by the fund please refer to the website of the manager <https://www.invescomanagementcompany.lu>:

UN Global Compact	- Non-Compliant
Country sanctions	- Sanctioned investments are prohibited*
Controversial weapons	- 0% of revenue including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT)
Coal	- Thermal Coal extraction: >=5% of revenue - Thermal Coal Power Generation: >=10% of revenue
Unconventional oil & gas	- >= 5% of revenue on each of the following: Arctic oil & gas exploration; Oil sands extraction; Shale energy extraction;
Tobacco	- Tobacco Products production: >=5% of revenue - Tobacco related products and services: >=5% of revenue
Others	- Recreational cannabis: >=5% of revenue
Good governance	- Ensure that companies follow good governance practices in the areas of sound management structures, employee relations, remuneration and tax compliance
Sovereign Exclusions	- Sovereign issuers rated E (on a scale of A-E) by the investment manager's qualitative assessment

*At Invesco we continuously monitor any applicable sanctions, including those imposed by the UN/US/EU and UK. These sanctions may preclude investments in the securities of various governments/regimes/entities and as such will be included in our compliance guidelines and workflows (designed to ensure compliance with such sanctions). The wording of international sanctions is something that we pay particular attention to as there are occasions where sanctions can exist in limited form, for example allowing investments in the secondary market. In addition to sanctions targeting entire countries, there are other thematic regimes, which may focus for example on human rights, cyber attacks, terrorist financing and corruption, which may apply to both individuals and/or entities/corporations.

Any investment decision should take into account all the characteristics of the fund as described in the legal documents. For sustainability related aspects, please refer to: <https://www.invescomanagementcompany.lu/lux-manco/literature>.

Invesco's Commitment to ESG

Invesco has an investment-led ESG approach. We provide a comprehensive range of ESG-focused capabilities that enable clients to express their values through investing. We also integrate financially material ESG considerations across our investment platform, taking into account critical factors that help us deliver strong outcomes to clients.

Shareholder Notice



Prospectus and Financial Reports



KFS of the fund



Important Information

The fund uses derivatives (complex instruments) for investment purposes, which may result in the fund being significantly leveraged and may result in large fluctuations in the value of the fund. The investment performances are denominated in GBP. US/HK dollar-based investors are therefore exposed to fluctuations in exchange rates. Derivatives and cash equivalent instruments are excluded in the calculation of Top 10 holdings. Investment involves risks. Past performance is not indicative of future performance. Investors should read the relevant prospectus for details, including the risk factors and product features. This material has not been reviewed by the Securities and Futures Commission and is issued by Invesco Hong Kong Limited (景順投資管理有限公司). ©2024 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is provided for reference purposes only. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Asset allocation data is derived by Morningstar using full holdings data provided by Invesco. Morningstar Licensed Tools and Content powered by Interactive Data Managed Solutions. The website of the management company mentioned above at <https://www.invescomanagementcompany.lu> has not been reviewed by the SFC and may contain information of Funds not authorised by the SFC. All data is as of the date of this document and sourced from Invesco unless otherwise stated. Portfolio weightings and allocations are subject to change. The weightings for each breakdown are rounded to the nearest tenth or hundredth of a percent; therefore, the aggregate weights for each breakdown may not equal 100%.

*Source: Data as of the date of this document. Performance of the share class(es) and Morningstar rating are sourced from ©2024 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Index performance is sourced from Invesco. Morningstar rating (if applicable) is given to the share class as shown in the Indexed performance chart. Performance of the share class(es) is calculated based on NAV to NAV, gross income re-invested in share class currency.