

FOR THE ATTENTION OF HONG KONG INVESTORS

Issuer: Invesco Hong Kong Limited

29 April 2022

*This statement provides you with key information about this product.  
This statement is a part of the Hong Kong Offering Document.  
You should not invest in this product based on this statement alone.*

### Quick Facts

<b>Fund Manager/ Management Company:</b>	Invesco Management S.A.	
<b>Investment Manager(s):</b>	Invesco Asset Management Deutschland GmbH, located in Germany. (Internal delegation)	
<b>Base Currency:</b>	US Dollar	
<b>Custodian (Depositary):</b>	The Bank of New York Mellon SA/NV, Luxembourg Branch	
<b>Dealing Frequency :</b>	Daily	
<b>Financial Year End:</b>	The last day of February	
<b>Ongoing charges over a year:</b>	Class A (EUR hedged) accumulation – EUR	1.35%*
	Class A accumulation – HKD	1.35%*
	Class A accumulation – USD	1.35%*
	Class A annual distribution – USD	1.35%*
	Class B accumulation – USD	1.87%*
	Class C (EUR hedged) accumulation – EUR	0.90%*
	Class C accumulation – USD	0.90%*

\* The ongoing charges figure is estimated based on the expected annualized total of charges (excluding portfolio transaction costs) expressed as a percentage of the average net asset value over the same period taking into account any discretionary cap on ongoing charges or on operational expenses that has been imposed, the details of which are set out in the Supplement – Additional Information for Hong Kong Investors. The Management Company may from time to time apply a discretionary cap on ongoing charges or on operational expenses. Such discretionary cap may be applied or removed at the absolute discretion of the Management Company in the best interest of investors, with a view to keeping the ongoing charges competitive. The cap may vary from year to year and any actual fees incurred which are above the capped level will be borne by the Management Company. The ongoing charges figure may also vary from year to year.

**Dividend Policy:** Net Income distribution (Dividends, if any, will be paid to investors)  
Accumulation (Dividends, if any, will be re-invested into the Fund)

### Minimum Investment/ Minimum Subscription Amount:

Share class	A	B	C
<b>Initial (in any of the dealing currencies listed in the Application Form)</b>	USD1,500	USD1,500	USD1,000,000
	EUR1,000	EUR1,000	EUR800,000
	GBP1,000	GBP1,000	GBP600,000
	HKD10,000	HKD10,000	HKD8,000,000
	JPY120,000	JPY120,000	JPY80,000,000
	AUD1,500	AUD1,500	AUD1,000,000
	CAD1,500	CAD1,500	CAD1,000,000
	NZD2,000	NZD2,000	NZD1,200,000
<b>Additional</b>	-	-	-

## What is this product?

Invesco Energy Transition Fund (the “Fund”) is a fund constituted in the form of a mutual fund. It is domiciled in Luxembourg and its home regulator is the CSSF, Luxembourg supervisory authority.

## Objectives and Investment Strategy

The Fund aims to contribute towards the global transition towards lower-carbon sources of energy and achieve long-term capital growth.

The Fund integrates a thematic and an environmental, social and governance (ESG) approach with a particular focus on environmental criteria.

The Fund seeks to achieve its objective by investing primarily (at least 70% of its net asset value) in equity and equity related securities of companies globally which contribute positively to a transition to alternative energies (energy transition) and more efficient and sustainable energy usage across the economy.

Companies are identified via a sophisticated Natural Language Process (NLP)<sup>1</sup> technique based on a proprietary aggregated thematic score which assesses the company’s exposure to key themes pertaining to energy transition based on unstructured news data.

The stock selection follows a highly structured and clearly defined investment process to select companies that either are significantly exposed to energy transition and clean energy activities or, in the view of the Investment Manager, show potential to be leaders in supporting the transition to a low carbon economy. Leaders are determined using a number of metrics with only those scoring highest across discrete factors (such as carbon footprint, fossil fuel involvement and sustainable climate solutions) as more fully described in the Fund’s ESG policy are eligible for inclusion in the portfolio.

A universe of key themes and underlying keywords addressing innovation and shifts related to energy transition is identified using NLP algorithms on multiple data sources. Within each theme, companies are then identified and selected on the basis of their relevance on defined news universes. NLP algorithms (as more fully described in the Fund’s ESG policy) will be used to screen companies on key areas covering:

- Clean energy themes: Focus on the production and supply of clean energy including but not limited to renewable energy sources such as wind, solar, green hydrogen or tide. This includes companies providing the technology and the supply for clean energy production, sustainable energy storage as well as clean energy utilities and energy companies.
- Energy transition & efficiency themes: The Fund additionally focuses on energy usage and efficiency management. This includes areas such as low carbon technologies, green infrastructure and green mobility sources.

After the NLP process, further ESG filters are applied to ensure that a company is not only positively exposed to transition themes in the news, but also fulfils an internally defined ESG criteria, thus excluding companies through screening (as outlined below and more fully described in the Fund’s ESG policy). The ESG criteria are applied and reviewed on an ongoing basis by the Investment Manager. These binding criteria are integrated as part of the quantitative investment process for stock selection and portfolio construction.

Finally, the portfolio will be constructed using a proprietary score together with a third party indicator that measures a company’s ability to transition to a lower carbon economy, so that the final allocation will reflect an overweighting on companies with higher scores and an underweighting on those with lower scores. Companies are ranked within a sector according to a third-party energy transition score. Companies in the higher percentile receive a positive increase of weightings, whereas those with lower ratings are reduced in their portfolio weighting.

In addition, in order to ensure that the investments of the Fund do not significantly harm other environmental and social objectives, the Fund will employ screening to exclude issuers that do not meet the Fund’s criteria on a range of other environmental and social metrics, including but not limited to the principal adverse impacts required to be considered pursuant to the applicable EU regulation. As such, screening will be employed to exclude securities issued by issuers which derive or generate a pre-determined level of revenue or turnover from activities such as (but not limited to) fossil fuel industries, activities related to coal or nuclear power, extraction of tar sands and oil shale, fracking or arctic drilling activities, production of restricted chemicals, activities endangering biodiversity, activities generating pollution, or involved in controversies related to the prevention and management of pollution or controversies in the field of protecting water

<sup>1</sup> NLP is a field of artificial intelligence in which computer algorithms analyze, understand and derive meaning from human language.

resources or controversies in the field of community involvement. All issuers considered for investment will be screened for compliance with, and excluded if they do not meet, UN Global Compact principles. The current exclusion criteria may be updated from time to time.

Additional exclusions will also apply such as, but not limited to, securities issued by issuers which derive or generate a pre-determined level of revenue or turnover from activities manufacturing or sale of conventional weapons, production and distribution of tobacco. The exclusion criteria may be updated from time to time.

Issues are assessed on a range of good governance principles which may vary, for example due to differing business profiles or operating jurisdictions. The Investment Manager assesses issuers for good governance practices using both qualitative and quantitative measures, with appropriate action taken where material concerns around governance exist.

Up to 30% of the net asset value of the Fund may be invested in aggregate in cash, cash equivalents, money market instruments and other transferable securities, which will also meet the Fund's ESG criteria. For the avoidance of doubt, less than 30% of the net asset value of the Fund may be invested in debt securities (including convertible debt), which will also meet the Fund's ESG criteria.

Up to 10% of the net asset value of the Fund may be exposed to China A shares listed on the Shanghai or Shenzhen Stock Exchanges, via Stock Connect.

For more information on the Fund's ESG policy, criteria and potential investments in sustainable activities, please refer to the website of the Management Company.

The Fund may use derivatives (including but not limited to futures, forwards, non-deliverable forwards, swaps and complex options structures) for hedging and efficient portfolio management purposes. Such derivatives may also incorporate derivatives on derivatives (i.e. forward dated swaps, swap options). However, financial derivative instruments will not be extensively used for investment purposes (i.e. entering into financial derivative instruments to achieve the investment objectives). The financial derivative instruments used for purposes other than hedging will also meet the Fund's ESG criteria.

The Fund will engage in securities lending, however, the proportion lent out at any time will be dependent on dynamics including, but not limited to, ensuring a reasonable rate of return for the lending Fund and borrowing demand in the market. As a result of such requirements, it is possible that no securities are lent out at certain times. The expected proportion of the net asset value of the Fund subject to securities lending is 20%. Under normal circumstances, the maximum proportion of the net asset value of the Fund subject to securities lending is 29%.

## Use of derivatives / investment in derivatives

The Fund's net derivative exposure<sup>2</sup> may be up to 50% of the Fund's net asset value.

## What are the key risks?

**Investment involves risks. Please refer to the Prospectus for details including the risks factors.**

- **General investment risk** - There can be no assurance that the Fund will achieve its investment objective. The instruments invested by the Fund may fall in value due to any of the key risk factors below and therefore your investment in the Fund may suffer losses. There is no guarantee of the repayment of principal.
- **ESG investment risk**
  - Currently, there is no universally accepted framework or list of factors to consider to ensure that investments are compliant with ESG criteria. The lack of common standards may result in different approaches to setting and achieving ESG objectives.
  - ESG factors may vary depending on investment themes, asset classes, investment philosophy and subjective use of different ESG indicators governing portfolio construction. The selection and weightings applied may to a certain extent be subjective or based on metrics that may share the same name but have different underlying meanings. ESG information, whether from an external and/or internal source, is, by nature and in many instances, based on a qualitative and judgemental assessment, especially in the absence of well-defined market standards and due to the existence of multiple approaches to ESG criteria. An element of subjectivity and discretion is therefore inherent to

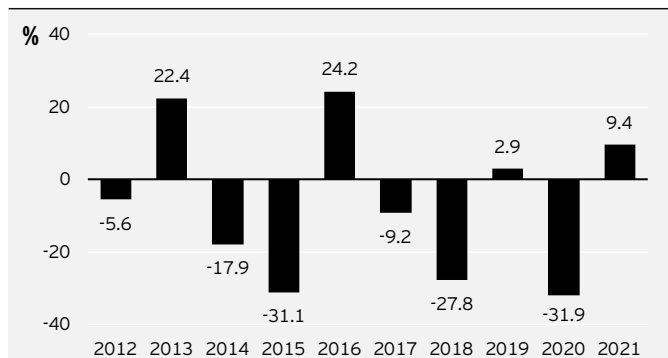
<sup>2</sup> Please refer to the offering document for details regarding the calculation methodology of net derivative exposure.

the interpretation and use of ESG data. It may consequently be difficult to compare strategies integrating ESG criteria. The subjective value which investors may or may not assign to certain types of ESG criteria may differ substantially from that of the Fund.

- The lack of harmonised definitions may also potentially result in certain investments not benefitting from preferential tax treatments or credits because ESG criteria are assessed differently than initially thought.
  - Applying ESG criteria to the investment process may exclude securities of certain issuers for non-financial reasons and, therefore, may forgo some market opportunities available to funds that do not use ESG or sustainability criteria.
  - The securities held by a Fund may be subject to style drift which no longer meet the Fund's ESG criteria after investment. The Investment Manager may need to dispose of such securities when it might be disadvantageous to do so. This may lead to a fall in the value of the Fund.
  - The use of ESG criteria may also result in the Fund being concentrated in companies with ESG focus and its value may be more volatile than that of a fund having a more diverse portfolio of investments.
  - ESG information from third-party data providers may be incomplete, inaccurate or unavailable. As a result, there exists a risk of incorrectly assessing a security or issuer, resulting in the incorrect inclusion or exclusion of a security. ESG data providers are private undertakings providing ESG data for a variety of issuers. The ESG data providers may change the evaluation of issuers or instruments, at their discretion and from time to time, due to ESG or other factors.
- **Currency exchange risk**
    - The Fund's assets may be invested in securities denominated in currencies other than the base currency of the Fund. Also, a class of shares may be designated in a currency other than the base currency of the Fund. The net asset value of the Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.
    - For the hedged share classes, there is no guarantee that the exposure of the currency in which the shares are denominated can be fully hedged at all times against the base currency of the Fund or the currency or currencies in which the assets of the Fund are denominated. Investors should also note that the successful implementation of the strategy may substantially reduce the benefit to shareholders in the relevant class of shares as a result of decreases in the value of the share class currency against the base currency of the Fund. In the event that investors request payment of redemption proceeds in a currency other than the currency in which the shares are denominated, the exposure of that currency to the currency in which the shares are denominated will not be hedged.
  - **Volatility risk** - Investors should note that volatility in the Fund's investment portfolio may result in large fluctuations in the net asset value of the Fund which may adversely affect the net asset value per share of the Fund and investors may as a result suffer losses.
  - **Equities risk** - The value of, and income derived from, equity securities held may fall as well as rise and the Fund may not recoup the original amount invested in such securities. The prices of and the income generated by equity securities may decline in response to certain events, including the activities and results of the issuer, general political, economic and market conditions, regional or global economic instability and currency and interest rate fluctuations. Thus, this may adversely impact the Fund and/or the interests of investors.
  - **Risk of investing in financial derivative instruments ("FDI") for efficient portfolio management and hedging purposes** - Investments of the Fund may be composed of FDI used for efficient portfolio management or to attempt to hedge or reduce the overall risk of its investments. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of a FDI can result in a loss significantly greater than the amount invested in the FDI by the Fund. Exposure to FDI may lead to a high risk of significant loss by the Fund.

**How has the Fund performed?**

## Invesco Energy Transition Fund



\* The performance shown in the chart above was based on an investment objective and policy that no longer applies, with certain changes being made to the Fund on 29 April 2022.

- The Fund Manager views Class A accumulation - USD (the "Share Class"), being the focus share class of the Fund available to the public of Hong Kong, as the most appropriate representative share class.
- Fund launch date: 01 February 2001.
- Share Class launch date: 01 February 2001.
- The base currency of the Fund is USD.
- Past performance of the Share Class is calculated in USD.
- Performance is calculated after deduction of ongoing charges and is inclusive of gross income reinvested. Any entry/exit charges shown are excluded from the calculation.
- Past performance is not a guide to future performance.
- Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much the Share Class increased or decreased in value during the calendar year being shown.

### Is there any guarantee?

The Fund does not have any guarantees. You may not get back the full amount of money you invest.

### What are the fees and charges?

#### Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the Fund.

Fee	What you pay												
Subscription fee/ Initial charge	Class A: Not exceeding 5.00% of the gross investment amount. Class B: N/A Class C: Not exceeding 5.00% of the gross investment amount.												
Switching fee	Up to 1.00% of the value of the shares being switched.												
Redemption fee	N/A												
Contingent Deferred Sales Charge ("CDSC") (Class B only)	<table border="0"> <tr> <td>Redemption during (during X years since purchase)</td> <td>Applicable rate of CDSC<sup>#</sup></td> </tr> <tr> <td>1st Year</td> <td>Up to 4%</td> </tr> <tr> <td>2nd Year</td> <td>Up to 3%</td> </tr> <tr> <td>3rd Year</td> <td>Up to 2%</td> </tr> <tr> <td>4th Year</td> <td>Up to 1%</td> </tr> <tr> <td>After end of 4th Year</td> <td>None</td> </tr> </table>	Redemption during (during X years since purchase)	Applicable rate of CDSC <sup>#</sup>	1st Year	Up to 4%	2nd Year	Up to 3%	3rd Year	Up to 2%	4th Year	Up to 1%	After end of 4th Year	None
Redemption during (during X years since purchase)	Applicable rate of CDSC <sup>#</sup>												
1st Year	Up to 4%												
2nd Year	Up to 3%												
3rd Year	Up to 2%												
4th Year	Up to 1%												
After end of 4th Year	None												

The CDSC will be calculated by reference to the lesser of (i) the current market value (based on the net asset value per share ruling on the date of redemption); or (ii) the acquisition cost of the Class B shares being redeemed.

<sup>#</sup> The actual rate is set out in the latest audited annual report and accounts of the SICAV and on the website at [www.invesco.com/hk](http://www.invesco.com/hk) where it deviates from the maximum rate. This website has not been reviewed by the SFC.

## Ongoing fees payable by the Fund

The following expenses will be paid out of the Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % of the Fund's value)
Management fee*	Class A: 1.00% Class B: 1.00% Class C: 0.60%
Custodian fee/ Depository charge	Up to 0.0075%
Performance fee	N/A
Administration fee	N/A
Distribution fee	Class A: N/A Class B: Up to 1.00%# Class C: N/A  # The actual rate is set out in the latest audited annual report and accounts of the SICAV and on the website at <a href="http://www.invesco.com/hk">www.invesco.com/hk</a> where it deviates from the maximum rate. This website has not been reviewed by the SFC.
Service agents fee	Class A: Up to 0.40% Class B: Up to 0.30% Class C: Up to 0.30%

\*The fees can be increased subject to the prior approval of the Securities and Futures Commission ("SFC") and by giving not less than three months' prior notice to the investors.

## Other fees

You may have to pay other fees when dealing in the shares of the Fund.

## Additional Information

- You generally buy and redeem shares at the Fund's next-determined net asset value after the Hong Kong Sub-Distributor and Representative receives your request in good order on or before 5:00pm, Hong Kong time, being the Fund's dealing cut-off time. Before placing your subscription or redemption orders, please check with your distributor for the distributor's internal cut-off time (which may be earlier than the Fund's dealing cut-off time).
- The net asset value of the Fund is calculated each "Business Day" as defined in the Prospectus and the price of shares is published each Hong Kong business day (i.e. a day on which banks in Hong Kong are open for normal banking business) at [www.invesco.com/hk](http://www.invesco.com/hk). This website has not been reviewed by the SFC.
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors at [www.invesco.com/hk](http://www.invesco.com/hk). This website has not been reviewed by the SFC.
- Investors may obtain other information of this product at [www.invesco.com/hk](http://www.invesco.com/hk). This website has not been reviewed by the SFC.

## Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.