



**Fund managers:** Rhys Davies & Ciaran Mallon

### Key facts<sup>1</sup>

Rhys Davies	
Managed fund since	August 2020
Industry experience	21 years
Based in	Henley -on- Thames
Ciaran Mallon	
Managed fund since	October 2013
Industry experience	29 years
Based in	Henley -on- Thames
Fund launch date	06 February 1999
Fund size	£2,063.69m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Distribution yield <sup>2</sup>	5.66%
Underlying yield <sup>2</sup>	4.99%
Income distribution date(s)	Each month end
Accounting period ends	30 April 31 October
Available with an ISA?	Yes

### Benchmark

Benchmark: Investment Association Sterling Strategic Bond 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.

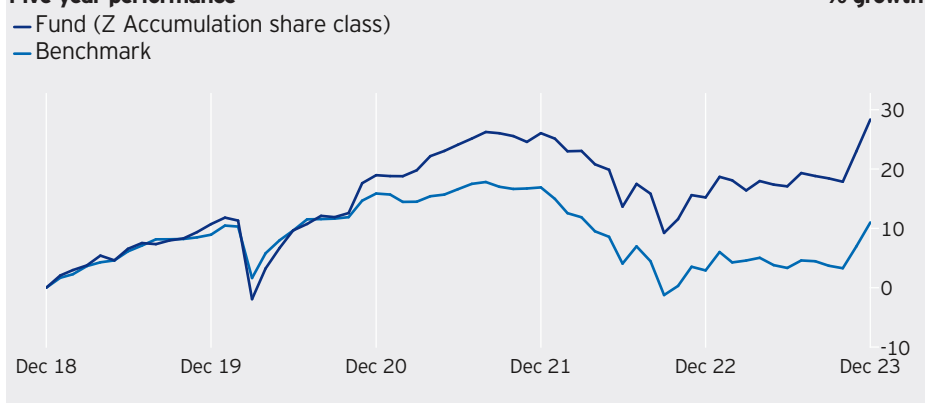
### Fund investment objective and policy

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) and shares of companies 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 invests in a portfolio of high yield, investment grade and subordinated bonds. Financials, including subordinated debt, are currently the largest allocation by sector. The fund also has an allocation to equities. Within the equity allocation we favour companies with visibility of revenues, profits and cash flows, which are managed for the primary purpose of delivering shareholder value and can pay a sustainable and growing dividend.

### Five year performance



### Performance

	% growth					
	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	11.40	7.89	28.34	5.11	49.72	4.12
Benchmark	7.86	-4.21	10.99	2.11	28.81	2.56

\*ACR - Annual Compound Return

### Standardised rolling 12-month performance

	% growth					
	31.12.18	31.12.19	31.12.20	31.12.21	31.12.22	31.12.23
Fund (Z Accumulation share class)	10.71	7.45	5.95	-8.59	11.40	
Benchmark	8.93	6.37	0.89	-11.97	7.86	

**Past performance does not predict 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 2023 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.

### 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](http://www.invesco.com/uk/icvc-charges).

Top 5 bond issuers & equity holdings <sup>1</sup>		Asset type breakdown <sup>1</sup>	
	%		%
<b>Bond issuers</b>		Fixed Interest	85.04
Lloyds	3.53	Equities	9.75
Nationwide	3.06	Derivatives	0.27
Intesa	2.47	Cash	4.94
UK	2.40	<b>Total</b>	<b>100</b>
US	1.88		
<b>Equity holdings</b>			
Co-operative Bank	1.76		
Invesco Bond Income Plus	1.01		
General Accident Pfd	0.76		
RELX	0.40		
Ferguson	0.35		
<b>Total number of holdings</b>	<b>441</b>		

Credit rating breakdown <sup>1</sup>	
	%
AA	5.80
A	5.48
BBB	25.42
BB	27.83
B	12.92
CCC	2.03
D	0.60
Not Rated	4.95
Equities	9.75
Derivatives	0.27
Cash	4.94
<b>Total</b>	<b>100</b>

### 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 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 may invest in contingent convertible bonds which may result in significant risk of capital loss based on certain trigger events.
- The fund's performance may be adversely affected by variations in interest rates.

### Contact information

#### Client services

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 Email enquiry@invesco.com  
 www.invesco.com/uk

Telephone calls may be recorded.

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### Important information

- <sup>1</sup> Data as at 31 December 2023, unless otherwise stated.
- <sup>2</sup> The yield shown is expressed as a % per annum of the current NAV of the fund. It is an estimate 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. The yield is not guaranteed. Nor does it reflect any charges. Investors may be subject to tax on distributions.

Views and opinions are based on current market conditions and are subject to change. This is marketing material and not financial advice. It is not intended as a recommendation to buy or sell 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. If investors are unsure if this product is suitable for them, they should seek advice from a financial adviser.

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 financial 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.