



# Invesco Bond Fund

## A-SD Shares

30 September 2018

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### Summary of fund objective

The Fund aims to provide long-term capital growth, together with income. The Fund invests primarily in debt instruments of governments, supranational bodies, local authorities, national public bodies and corporate issuers worldwide. The debt instruments invested in may include Mortgage Backed Securities (MBS) and Asset Backed Securities (ABS). For the full objectives and investment policy please consult the current prospectus.

### Key facts



Lyndon Man  
London  
Managed fund since  
March 2016



Gareth Isaac  
London  
Managed fund since  
May 2018

Thomas Sartain  
London  
Managed fund since  
May 2018

#### Share class launch

02 September 1992

#### Original fund launch <sup>1</sup>

04 January 1977

#### Legal status

Mutual Fund - Irish Unit Trust authorised as UCITS

#### Share class currency

USD

#### Share class type

Income

#### Fund size

USD 269.64 mn

#### Reference index

Bloomberg Barclays Global Aggregate (USD)

#### Bloomberg code

INVBDDA ID

#### ISIN code

IE0003702192

#### Settlement date

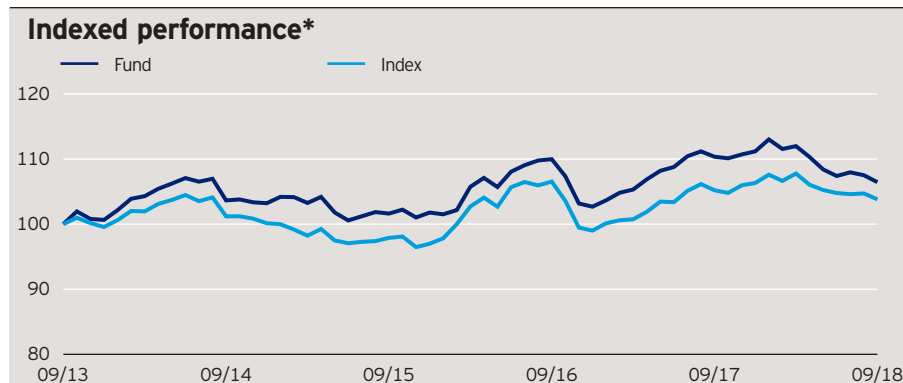
Trade Date + 3 Days

#### Morningstar Rating™

★★★★

### Quarterly fund commentary

The fund will be merged from an Irish to a Luxembourg-domiciled fund vehicle on 5 October 2018. The third quarter saw raised levels of market volatility amongst a backdrop of increased political risks, interest rate hikes, and ongoing trade tensions. Following the release of positive US economic data, the US Federal Open Market Committee proceeded to raise rates with the potential for one further rate hike during the fourth quarter. In Europe, the European Central Bank (ECB) acknowledged rising protectionism, stresses within emerging markets, and ongoing financial market volatility had gained more prominence, but reiterated its positive outlook for the Eurozone. Overall, volatility in bond markets picked up amongst increased political uncertainty, specifically in Italy and surrounding the Brexit negotiations. Global growth indicators continue to point to growth exceeding expectations and underlying financial conditions remain supportive. Global corporate bonds outperformed government bonds during the period. We remain positive on fundamentals for the rest of this year. We continue to expect solid global growth and see muted evidence that suggests a pickup in inflation. As central banks begin to move away from monetary stimulus, tighter financial conditions have hurt risky assets but central bank policies are still relatively accommodative. Nevertheless, we expect geopolitical uncertainty, trade tensions and emerging markets stress to generate further market volatility and believe caution is warranted. However, we believe greater volatility will generate new opportunities for investors, given the backdrop of solid macro and credit fundamentals.



The performance period shown here starts on the last day of the first indicated month and ends on the last day of the last indicated month.

### Cumulative performance\*

| in %                             | YTD     | 1 month | 1 year  | 3 years | 5 years |
|----------------------------------|---------|---------|---------|---------|---------|
| Fund                             | -4.26   | -0.99   | -3.53   | 4.75    | 6.45    |
| Index                            | -2.37   | -0.86   | -1.32   | 6.05    | 3.81    |
| Quartile ranking                 | 3       | 4       | 3       | 2       | 1       |
| Absolute ranking                 | 146/196 | 166/204 | 137/188 | 59/151  | 8/135   |
| Mstar GIF OS Sector: Global Bond |         |         |         |         |         |

### Calendar year performance\*

| in %  | 2013  | 2014 | 2015  | 2016 | 2017 |
|-------|-------|------|-------|------|------|
| Fund  | -4.28 | 2.55 | -1.39 | 0.89 | 8.28 |
| Index | -2.60 | 0.59 | -3.15 | 2.09 | 7.39 |

### Standardised rolling 12 month performance\*

| in %  | 30.09.13 | 30.09.14 | 30.09.15 | 30.09.16 | 30.09.17 |
|-------|----------|----------|----------|----------|----------|
| Fund  | 3.64     | -1.95    | 8.22     | 0.34     | -3.53    |
| Index | 1.19     | -3.26    | 8.83     | -1.26    | -1.32    |

Past performance is not a guide to future returns. The performance shown does not take account of the commissions and costs incurred on the issue and redemption of units.

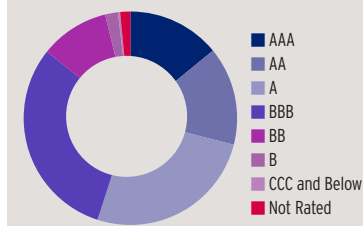
\*Source: © 2018 Morningstar. Indexed performance: Performance of an investment of 100 in share class currency. Gross income re-invested to 30 September 2018 unless otherwise stated. The figures do not reflect the entry charge payable by individual investors. All performance data on this factsheet is in the currency of the share class. Reference Index Source: Factset.

# Invesco Bond Fund

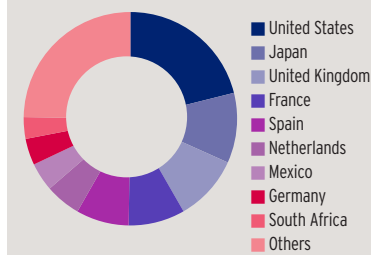
## A-SD Shares

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Credit ratings of the fund in %\*



Geographical weightings of the fund in %\*



### NAV and fees

#### Current NAV

USD 26.35

#### 12 month price high

USD 28.49 (26/01/2018)

#### 12 month price low

USD 26.35 (28/09/2018)

#### Minimum investment <sup>2</sup>

USD 1,500

#### Entry charge

Up to 5.00%

#### Annual management fee

0.75%

#### Ongoing charges

0.91% (30/11/2017)

### Credit ratings\*

(average rating: A-)

|                         | in % |
|-------------------------|------|
| AAA                     | 14.2 |
| AA                      | 15.0 |
| A                       | 26.2 |
| BBB                     | 31.0 |
| BB                      | 10.6 |
| B                       | 2.0  |
| CCC and Below           | 0.3  |
| Not Rated               | 1.6  |
| Cash & Cash Equivalents | -0.8 |

### Duration distribution\*

(average duration: 7.6)

|             | in % |
|-------------|------|
| 0-1 year    | 7.7  |
| 1-3 years   | 8.1  |
| 3-5 years   | 26.9 |
| 5-7 years   | 11.6 |
| 7-10 years  | 20.7 |
| 10-15 years | 14.0 |
| 15+ years   | 11.2 |

### Sector weightings\*

|                              | in % |
|------------------------------|------|
| Government Bonds             | 46.0 |
| Government Related           | 9.6  |
| Corporate Bonds              | 35.8 |
| Financial                    | 20.0 |
| Industrial                   | 14.6 |
| Utility                      | 1.2  |
| Securitised                  | 7.8  |
| Collective Investment Scheme | 1.6  |
| Cash & Cash Equivalents      | -0.8 |

### Yield %\*

|                        |      |
|------------------------|------|
| Gross Current Yield    | 3.63 |
| Gross Redemption Yield | 3.28 |

### Geographical weightings\*

|                         | in % |
|-------------------------|------|
| United States           | 21.3 |
| Japan                   | 10.7 |
| United Kingdom          | 10.1 |
| France                  | 8.6  |
| Spain                   | 8.1  |
| Netherlands             | 5.4  |
| Mexico                  | 4.3  |
| Germany                 | 4.0  |
| South Africa            | 3.3  |
| Others                  | 25.0 |
| Cash & Cash Equivalents | -0.8 |

### Maturity distribution\*

|             | in % |
|-------------|------|
| 0-1 year    | 3.6  |
| 1-3 years   | 9.9  |
| 3-5 years   | 18.9 |
| 5-10 years  | 34.3 |
| 10-20 years | 19.8 |
| 20+ years   | 13.5 |

### Currency exposure\*

|        | in % |
|--------|------|
| USD    | 36.8 |
| EUR    | 23.1 |
| JPY    | 21.0 |
| GBP    | 4.9  |
| CAD    | 2.8  |
| MXN    | 1.7  |
| ZAR    | 1.5  |
| AUD    | 1.3  |
| KRW    | 1.3  |
| Others | 5.5  |

### 3 year characteristics\*\*

|                     |      |
|---------------------|------|
| Alpha               | 0.47 |
| Beta                | 0.74 |
| Correlation         | 0.86 |
| Information ratio   | 0.03 |
| Sharpe ratio        | 0.13 |
| Tracking error in % | 2.83 |
| Volatility in %     | 4.81 |

For detailed information about the 3 year characteristics please see <http://assets.invescohub.com/invesco-eu/glossary.pdf>.

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### Risk Warnings

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. Debt instruments are exposed to credit risk which is the ability of the borrower to repay the interest and capital on the redemption date. Changes in interest rates will result in fluctuations in the value of the fund. 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 fund may hold a large amount of Asset Backed Securities (ABS) (complex instruments) as well as other lower quality debt securities which may impact the liquidity of the fund under certain circumstances. The fund may invest in distressed securities which carry a significant risk of capital loss. The fund may invest in contingent convertible bonds which may result in significant risk of capital loss based on certain trigger events. Investments in debt instruments which are of lower credit quality may result in large fluctuations in the value of the fund.

### Important Information

<sup>1</sup>The Original Fund Launch date shown herein is different from the fund launch date shown in the KIID, as it indicates the launch date of a previous fund that was merged into the fund shown and therefore the track record starts with this previous fund. Further information can be found on our website: [www.invescoeurope.com](http://www.invescoeurope.com).

<sup>2</sup>The minimum investment amounts are: USD 1,500 / EUR 1,000 / GBP 1,000 / CHF 1,500 / SEK 10,000. Please contact us or refer to the most up to date Prospectus for details of minimum investment amounts in other currencies.

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