

Invesco European Smaller Companies Fund (UK)

August 2019

Covering the month of July 2019

On 7 August 2019, we updated the Prospectus to make the investment objective and policy clearer and more specific. We have also added a description of the fund's strategy and the benchmark(s) it uses. These changes will be reflected on the Key Investor Information Documents and this Factsheet when they are updated for content as at 31 August 2019. In the meantime, the details of the changes can be found on our website at: www.invesco.co.uk.



Fund manager: Adrian Bignell

Key facts¹

Adrian Bignell	
Managed fund since	January 2004
Industry experience	24 years
Based in	Henley-on-Thames
Fund launch date	31 December 1984
Fund size	£142.71m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Historic yield ²	0.98%
Income distribution date(s)	n/a
Accounting period ends	31 January 31 July
Available with an ISA?	Yes
Sector	IA European Smaller Companies NR

Investment opportunities

- The fund draws on the stock-picking capabilities of Adrian Bignell and his specialisation in the European equity small and mid-capitalisation space, with his experience spanning over 20 years.
- Information scarcity and lower research coverage in the small and mid-capitalisation equity space raise opportunities for active investors.
- Exposure to high growth potential: due to their size and stage in the life-cycle, successful smaller companies have the potential to grow significantly faster than larger companies.

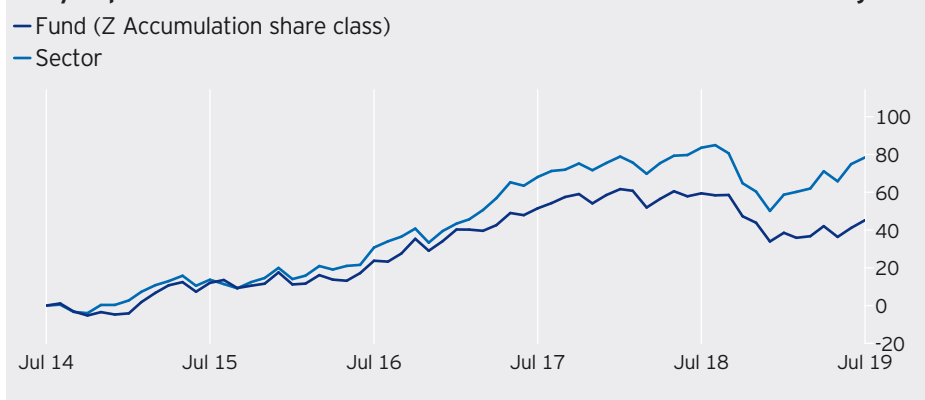
Fund objective

The objective of the fund is to achieve capital growth. The fund invests primarily in shares of European smaller companies excluding the UK. The fund may use derivatives (complex instruments) to manage the fund more efficiently, with the aim of reducing risk, minimising costs and/or generating additional capital or income. The fund is actively managed within its objectives and is not constrained by a benchmark.

Fund strategy

The fund aims to achieve capital growth by investing primarily in smaller European companies excluding the UK. The portfolio strategy rests primarily on fundamental analysis and company valuations, seeking the most attractive investment opportunities within Continental Europe's smaller companies' universe, according to the fund managers. The focus is on stocks with robust financial positions, sound management and capable of delivering higher returns on capital. The fund typically holds 70 to 90 stocks.

Five year performance



Performance

	% growth					
	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	-8.91	17.36	45.21	7.74	191.69	11.29
Sector	-2.80	36.48	78.43	12.27	258.87	13.62

*ACR - Annual Compound Return

Standardised rolling 12-month performance

	% growth				
	30.06.14	30.06.15	30.06.16	30.06.17	30.06.18
	30.06.15	30.06.16	30.06.17	30.06.18	30.06.19
Fund (Z Accumulation share class)	0.95	9.19	26.17	6.75	-10.61
Sector	5.75	10.00	34.46	9.95	-2.69

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 July 2019 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.

Top 10 holdings¹	%	Country of investment breakdown¹	%
Eurazeo	3.97	France	20.40
Ocean Yield	3.77	Germany	8.49
Energiean	3.37	United Kingdom	7.55
NOS	3.28	Netherlands	7.21
Sig Combibloc	3.14	Spain	7.05
Vopak	2.77	Norway	6.50
Africa Oil	2.58	Italy	5.12
Volitalia	2.56	Sweden	4.15
Inside Secure	2.53	Portugal	4.03
Soitec	2.48	Canada	3.89
Total Top 10 holdings (%)	30.45	Ireland	3.74
Total number of holdings	77	Luxembourg	3.53
Industry breakdown^{1,3}	%	Bermuda	3.29
Business Providers	28.12	Switzerland	3.14
Natural Resources	14.55	Belgium	2.25
Financials	13.29	Finland	1.90
Basic Materials	10.07	Austria	1.08
Industrial Goods	9.25	Cayman Islands	0.63
Technology	8.33	United States	0.52
Consumer Goods	7.66	Cash	5.52
Retail Providers	2.82	Total	100
Unit/Investment Trust/Other	0.39		
Cash	5.52		
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 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.

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.

Contact information

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Important information

- ¹ All fund portfolio figures within this leaflet are as at 31 July 2019 (source: Invesco).
- ² 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. It does not include any entry charge and investors may be subject to tax on their distributions.
- ³ Industry Classification Benchmark is a joint product of FTSE International Limited and Dow Jones & Company, Inc. and has been licensed for use in our industry breakdown.

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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.

Telephone calls may be recorded.