



Invesco Smaller Companies and Markets Investment Series

Annual Report Including Long Form Financial Statements

Issued October 2020

For the year 1 August 2019 to 31 July 2020



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* These collectively comprise the Authorised Corporate Director’s Report.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Report of the Authorised Corporate Director (the “Manager”)

The Company

The Invesco Smaller Companies and Markets Investment Series is an investment company with variable capital (“ICVC”), incorporated in England and Wales on 8 May 2003.

The Company is a “UCITS Scheme” and an “Umbrella Company” (under the OEIC Regulations) and therefore new Funds may be formed by the Manager, subject to regulatory approval. Any changes to Funds or share classes will be included in an updated Prospectus.

The Company is a Financial Conduct Authority (FCA) authorised scheme complying with the FCA’s Collective Investment Schemes sourcebook.

Terms used in this report shall have the same meaning as defined in the Prospectus.

At 31 July 2020, the Company consisted of six Funds: Invesco Emerging European Fund (UK)
Invesco European Smaller Companies Fund (UK)
Invesco Global Emerging Markets Fund (UK)
Invesco Global Smaller Companies Fund (UK)
Invesco Japanese Smaller Companies Fund (UK)
Invesco UK Smaller Companies Equity Fund (UK)

Accounting Periods

| | |
|-------------------------|--------------|
| Annual accounting date | 31 July |
| Interim accounting date | 31 January |
| Distribution payable on | 30 September |

Should expenses and taxation exceed revenue in a distribution period for a share class, no distribution will be payable for that class.

Securities Financing Transactions Regulation (Unaudited)

This Regulation requires the Manager to provide investors with information on the use of securities financing transactions (SFTs) and total return swaps (TRS) by the Company in all interim and annual reports for the Company.

During the year from 1 August 2019 to 31 July 2020, none of the Funds entered into any SFTs and/or TRS. Should this change in the future, the interim and annual reports for the Company will disclose all required information on the use of SFTs and TRS by the Company.

Please refer to the Prospectus for further details on SFTs and TRS.

Fund Events

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA’s Asset Management Study. As part of this update, various changes were implemented regarding investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk.

Fund Management Fee Changes

Effective 1 April 2020 Invesco European Smaller Companies Fund (UK) changed the Fund Management Fee for the Accumulation shares from 1.70% to 1.60%, Accumulation shares (No Trail) from 1.20% to 1.10%, Z Accumulation shares from 0.95% to 0.85% and Y Accumulation shares from 0.90% to 0.80%. Effective 1 April 2020 Invesco Japanese Smaller Companies Fund (UK) changed the Fund Management Fee for the Accumulation shares from 1.74% to 1.60%, Accumulation shares (No Trail) from 1.24% to 1.10%, Z Accumulation shares from 0.99% to 0.85% and Y Accumulation shares from 0.94% to 0.80%.

Remuneration Policy (Unaudited)

On 18 March 2016, Invesco Fund Managers Limited (the “Manager”) adopted a remuneration policy consistent with the principles outlined in the European Securities and Markets Authority (ESMA) Guidelines, on sound remuneration policies under the UCITS Directive (the “Remuneration Policy”).

The policy was revised in 2019, to include specificities for some Invesco EU regulated Management Companies. The Manager was not impacted by the changes.

The purpose of the Remuneration Policy is to ensure the remuneration of the staff of the Manager is consistent with and promotes sound and effective risk management, does not encourage risk-taking which is inconsistent with the risk profiles, rules or instruments of incorporation of the Manager and of the UCITS it manages and does not impair the Manager’s compliance with its duty to act in the best interests of the UCITS it manages. The Manager’s summary Remuneration Policy is available from the corporate policies section of our website (www.invesco.co.uk). Paper copies of the full Remuneration Policy can be obtained for free from the registered office of the Manager, Invesco Fund Managers Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire, RG9 1HH, UK upon request.

The Remuneration Policy is reviewed annually by the Compliance, Human Resources and Risk Management functions, who recommend any adjustments to ensure continued alignment of the policy with sound risk management. The board of directors of the Manager are responsible for the oversight of remuneration and for ensuring adherence to this policy through the Human Resources function.

The Internal Audit function conducts regular testing of administration of the Remuneration Policy to assess its ongoing compliance with the Invesco Group’s remuneration policies and procedures.

The Manager does not employ any direct staff. The aggregate total remuneration of Invesco staff involved in UCITS related activities of the Manager in respect of performance year (1 January 2019 to 31 December 2019) is £80.14m of which £47.43m is fixed remuneration and £32.71m is variable remuneration. The number of beneficiaries is 379.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Report of the Authorised Corporate Director (the “Manager”)

Remuneration Policy (Unaudited) continued

The Manager has identified individuals considered to have a material impact on the risk profile of the Manager or the UCITS it manages (“Identified Staff”), who include board members of the Manager, senior management, heads of control functions, other risk takers and any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers. Identified Staff of the Manager are employed by Invesco.

The aggregate total remuneration paid to the Identified Staff of the Manager for UCITS related activities for the performance year (1 January 2019 to 31 December 2019) is £11.79m of which £2.34m is paid to Senior Management and £9.45m is paid to other Identified Staff.

Brexit

The UK left the EU on 31 January 2020, an event commonly referred to as Brexit. At the date of this report, discussions remain ongoing as to the precise nature of the future relationship between the UK and EU27. The Authorised Corporate Director does not believe that Brexit will present significant issues that cannot be mitigated given that no Fund is passported into Europe, Shareholders are predominantly UK-based and core counterparties of and service providers to the Company have contingency arrangements available as necessary to ensure that activities can continue with minimal disruption. In addition, on 30 January 2019, EU27 national regulators and the UK’s Financial Conduct Authority agreed Memoranda of Understanding in the event of a no-deal Brexit scenario on various matters related to the conduct of financial services and trading activities.

The Company’s Manager, Invesco Fund Managers Limited “IFML”, is part of a global group and has been committed for many years to meeting clients’ needs across Europe in both EU and non-EU countries. The change in the UK’s status from an EU to a non-EU country will not change the group’s focus or commitment to serve its clients across Europe. IFML is monitoring developments closely, through a Brexit Steering Committee, and will take advantage of the Memoranda of Understanding to ensure that the impact on clients and the Company is minimal.

Managing the risks presented by the outbreak of Coronavirus

The spread of a new coronavirus (COVID-19) disease has caused significant volatility within the global economy and financial markets. There has been no material impact to the Funds of the Company as a result of COVID-19 during the financial period ended 31 July 2020.

The directors of Invesco Fund Managers Limited are actively monitoring the situation and, with the support of the investment manager, continue to manage the Fund’s assets within its investment and risk parameters that have been established. The Directors will continue to review the situation in order to navigate through this period of heightened uncertainty.

Share Classes Available

Invesco Emerging European Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares
Income shares
Income shares (No Trail)
Z Income shares
Y Income shares

Invesco European Smaller Companies Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares

Invesco Global Emerging Markets Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares
Income shares
Income shares (No Trail)
Z Income shares
Y Income shares

Invesco Global Smaller Companies Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares
Income shares
Income shares (No Trail)
Z Income shares
Y Income shares

Invesco Japanese Smaller Companies Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares

Invesco UK Smaller Companies Equity Fund (UK)

Accumulation shares
Accumulation shares (No Trail)
Z Accumulation shares
Y Accumulation shares
Income shares
Income shares (No Trail)
Z Income shares
Y Income shares

The prices of shares will appear on our website (www.invesco.co.uk). This is the primary method of price publication. The prices of shares may also be obtained by calling 0800 085 8677 during the Manager’s normal business hours.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Report of the Authorised Corporate Director (the “Manager”)

Risk Profile

Shareholders should be aware of the risks inherent in investing in securities and other financial instruments. Financial markets can be vulnerable to unpredictable price movements and are affected by a number of factors, both political and economic.

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. Over time, inflation may erode the value of investments. The Funds may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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 Funds. The Manager, however, will ensure that the use of derivatives within the Funds does not materially alter the overall risk profile of the Funds.

The Invesco Emerging European Fund (UK) and the Invesco Global Emerging Markets Fund (UK) invest in emerging and developing markets, where there is potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise. The Invesco Global Emerging Markets Fund (UK) and the Invesco Global Smaller Companies Fund (UK) may use Stock Connect to access China A Shares traded in mainland China. This may result in additional liquidity risk and operational risks including settlement and default risks, regulatory risk and system failure risk. The Invesco Emerging European Fund (UK) will invest directly in Russia, which can involve significant risks to capital. Although the Invesco Emerging European Fund (UK) does not actively pursue a concentrated portfolio, it may have a concentrated number of holdings on occasions. Accordingly, the Fund may carry a higher degree of risk than a Fund which invests in a broader range of companies or takes smaller positions in a relatively large number of holdings. Although the Invesco Global Smaller Companies Fund (UK) invests mainly in established markets, it can invest in emerging and developing markets, where there is potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise.

The performance of the Invesco Emerging European Fund (UK), Invesco European Smaller Companies Fund (UK), Invesco Global Emerging Markets Fund (UK), Invesco Global Smaller Companies Fund (UK) and Invesco Japanese Smaller Companies Fund (UK) may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Invesco European Smaller Companies Fund (UK), Invesco Global Smaller Companies Fund (UK), Invesco Japanese Smaller Companies Fund (UK) and Invesco UK Smaller Companies Equity Fund (UK) 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.

As a result of COVID-19, markets have seen a noticeable increase in volatility as well as, in some cases, lower liquidity levels; this may continue and may increase these risks in the future.

A more detailed description of risk factors that apply to these Funds are set out in the Prospectus.

Value Assessment (Unaudited)

The Manager conducted an assessment of value for each Fund. The assessment of value report will be made available to investors annually in a composite report for all the funds in Invesco's ICVC range on our website www.invesco.co.uk.

Holdings in other Funds of the Company

As at 31 July 2020, no Funds held shares in any other Fund of the Company.

Liability

The Company is structured by having different Funds. The assets and liabilities of each Fund are segregated in accordance with the law of England and Wales. As a consequence the assets of a Fund will not be available to meet the liabilities of another Fund within the Company.

The Shareholders are not liable for the debts of the Company.

ISA Eligibility

All the Company's Funds qualify for stocks and shares ISA investment. None of the Funds qualify for cash ISA investment.

Certification of the Annual Report by the Manager

In accordance with the requirements of the Open-Ended Investment Companies Regulations 2001, we hereby certify these financial statements on behalf of the Directors of Invesco Fund Managers Limited.

Director - Matthieu Grosclaude

Director - Hayley Norford

08 October 2020

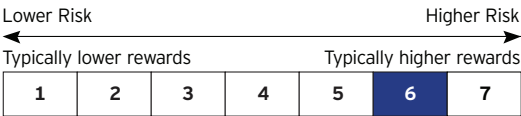
Invesco Smaller Companies and Markets Investment Series (the “Company”)

Report of the Authorised Corporate Director (the “Manager”)

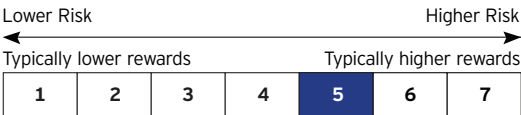
Risk and Reward Profiles

for the year 1 August 2019 to 31 July 2020

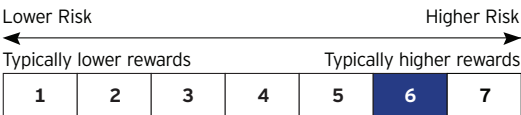
Invesco Emerging European Fund (UK)



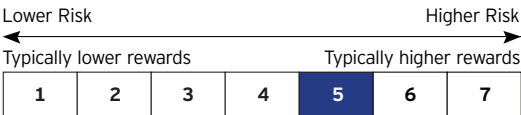
Invesco European Smaller Companies Fund (UK)¹



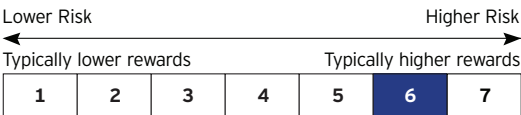
Invesco Global Emerging Markets Fund (UK)



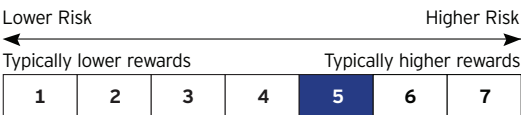
Invesco Global Smaller Companies Fund (UK)



Invesco Japanese Smaller Companies Fund (UK)



Invesco UK Smaller Companies Equity Fund (UK)



The risk categories shown are not a measure of capital losses or gains, but of how significant the rises and falls in the share class prices have been historically. For example a share class whose price has experienced significant rises and falls will be in a higher risk category, whereas a share class whose price has experienced less significant rises and falls will be in a lower risk category. As the Share Class risk category has been calculated using historical data, it may not be a reliable indication of the Share Class future risk profile. Please note that the Share Class risk category may change in the future and is not guaranteed. The lowest risk category does not mean a risk free investment.

A share class in risk category 1 indicates its price has experienced very low rises and falls historically.

A share class in risk category 2 indicates its price has experienced minor rises and falls historically.

A share class in risk category 3 indicates its price has experienced very moderate rises and falls historically.

A share class in risk category 4 indicates its price has experienced moderate rises and falls historically.

A share class in risk category 5 indicates its price has experienced significant rises and falls historically.

A share class in risk category 6 indicates its price has experienced very significant rises and falls historically.

A share class in risk category 7 indicates its price has experienced major rises and falls historically.

For more information on our Funds’ risk and reward profiles, please refer to the most up to date relevant Fund and share class specific Key Investor Information Documents (KIIDs), which are available at www.invesco.co.uk or by contacting us.

¹ The risk category for this Fund changed from 6 to 5 on 31 October 2019.

Invesco Smaller Companies and Markets Investment Series (the "Company")

Notes applicable to the financial statements of all Funds

1 Accounting Policies

a) **Basis of preparation**

The financial statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities held at fair value through profit and loss. The financial statements have also been prepared in accordance with the United Kingdom Generally Accepted Accounting Practice (UK GAAP), as defined within the UK Financial Reporting Standard (FRS 102) and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' (the "SORP"), issued by the Investment Management Association (now known as the Investment Association) in May 2014 and updated in June 2017, the COLL and the Company's Instrument of Incorporation and Prospectus.

b) **Recognition of revenue**

- i) Dividends on quoted ordinary shares, collective investment schemes and preference shares are recognised when the securities are quoted ex-dividend. Where such securities are not quoted, dividends are recognised when they are declared.
- ii) Interest on bank balances and deposits is recognised on an accruals basis.
- iii) Revenue arising on debt securities is accreted or amortised over the life of such securities and recognised at a consistent rate over the life of the instrument (effective yield accounting). Future cash flows on all debt securities are considered when calculating revenue on an effective yield basis and where purchase costs are considered to reflect incurred credit losses, such losses are taken into account so that interest is recognised at a reasonably expected commercial rate. Accrued interest purchased and sold on interest-bearing securities is excluded from the capital cost of these securities and dealt with as part of the revenue of the Company.
- iv) All revenue is recognised at a gross amount that includes any withholding taxes but excludes any other taxes, such as attributable tax credits.
- v) US REIT dividend revenue is accounted for partly as revenue and partly as capital, depending on the underlying REIT distribution. All REIT dividend revenue is recognised on an accruals basis and the allocation between income and capital is estimated when the security goes ex-dividend. US REITs issue information on the revenue/capital split of these dividends on an annual basis based on the calendar year. When this information is received, then the estimated allocation is adjusted accordingly.

c) **Stock dividends**

Ordinary stock dividends are recognised wholly as revenue and are based on the market value of the shares on the dates they are quoted ex-dividend. Where an enhancement is offered, the amount by which the market value of the shares on the date they are quoted ex-dividend exceeds the cash dividend is taken to capital.

d) **Special dividends and share buy-backs**

The underlying circumstances behind both special dividends and the proceeds from share buybacks are reviewed on a case by case basis in determining whether the amount is capital or revenue in nature. Amounts recognised as revenue will form part of the Company's distribution. Any tax treatment thereon will follow the accounting treatment of the principal amount.

e) **Underwriting commission**

Underwriting commission is wholly recognised as revenue when the issue takes place, except where the Company is required to take up all or some of the shares underwritten, in which case an appropriate proportion of the commission received is deducted from the cost of those shares.

f) **Expenses**

All expenses, except for those relating to the purchase and sale of investments, are charged initially against revenue and are accounted for on an accruals basis.

g) **Revenue allocation to share classes**

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses and tax attributable to each class.

h) **Measurement basis**

The measurement basis used in preparing the financial statements is fair value for investments and historical cost for all other assets and liabilities.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

1 Accounting Policies continued

i) **Basis of valuation of investments**

All investments are valued at their fair value as at the balance sheet date.

All investments have been valued on the last business day of the year at bid market value net of any accrued revenue, at close of business. Where there is no price source from an active market for an investment, the Manager will assess any information available from internal and external sources in order to arrive at an estimated fair value. The fair value is established by using measures of value such as the price of recent transactions, earnings multiple and net assets. The Manager of the Company also makes judgements and estimates based on their knowledge of recent investment performance, historical experience and other assumptions that are considered reasonable under the circumstances. The estimates and the assumptions used are under continuous review by the Manager with particular attention paid to the carrying value of the investments.

j) **Exchange rates**

Assets and liabilities in foreign currencies are translated into Sterling at the exchange rates ruling at close of business on the last business day of the period. Revenue items denominated in foreign currencies are translated into Sterling at the exchange rates ruling at the times of the transactions.

k) **Taxation and deferred taxation**

Provision is made for corporation tax at the current rate on the excess of taxable revenue over allowable expenses. Corporation tax is charged at 20% of the revenue liable to corporation tax less expenses. Provision is made on all material timing differences arising from the different treatment of items for accounting and tax purposes. A deferred tax asset is recognised only to the extent that there will be taxable profits in the future against which the asset can be offset. Overseas capital gains tax is accounted for on a cash basis.

l) **Efficient portfolio management**

Where appropriate, certain permitted transactions such as derivatives or forward currency transactions are used for efficient portfolio management. Where such transactions are used to protect or enhance revenue, the revenue and expenses derived therefrom are included in ‘Revenue’ or ‘Interest payable and similar charges’ in the Statement of Total Return. Where such transactions are used to protect or enhance capital, the gains and losses derived therefrom are included in ‘Net capital gains/losses’ in the Statement of Total Return. Any positions on such transactions open at the year end are reflected in the Balance Sheet at their marked to market value.

m) **Dilution adjustment**

The need to apply a dilution adjustment will depend on the volume of sales (where they are issued) or redemptions (where they are cancelled) of shares. The Manager may apply a dilution adjustment on the issue and redemption of such shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected, and if applying a dilution adjustment, so far as practicable, is fair to all Shareholders and potential Shareholders. In particular, the dilution adjustment may be applied in the following circumstances for all Funds in the Invesco Smaller Companies and Markets Investment Series:

- where over a dealing period a Fund has experienced a large level of net issues or redemptions relative to its size. For these purposes a large level of net dealing is defined as 1% or more of the net asset value of the Fund in question (as calculated at the last valuation point); or
- where the Manager considers it necessary to protect the interests of the Shareholders of the Company.

On the occasions that the dilution adjustment is not applied there may be an adverse impact on the total assets of the Fund which may otherwise constrain the future growth of the Fund in question.

Please refer to Appendix 6 of the Prospectus which shows the size of typical dilution adjustments by Fund and an indication of the frequency of application of such adjustments.

2 Distribution Policies

The Funds will distribute all revenue disclosed in the annual financial statements (less expenses and taxation). The ordinary element of stock dividends is treated as revenue and forms part of the Company’s distribution. Should expenses and taxation exceed revenue for a share class, there will be no distribution for that share class and the shortfall will be met from capital. All Fund accumulations and distributions are paid as dividend distributions.

Distributions which have remained unclaimed by Shareholders for more than six years are credited to the capital property of the Fund.

Invesco Smaller Companies and Markets Investment Series (the "Company")

Notes applicable to the financial statements of all Funds

3 Dealing Charges and Research Payments

The cost of the execution service provided by brokers may be included as part of the spread between the bid and offer price or paid through a separate dealing commission. Dealing commissions are used in the equity securities market, whilst the fixed income market includes the cost of execution in the spread. Prior to 3 January 2018, it was market practice for investment managers to enter into dealing commission arrangements under which as well as paying for execution, part of the commission would be used to pay for research services. This was in accordance with regulation.

The European Union legal framework governing financial markets, known as the Markets in Financial Instruments Directive (MiFID I), has been replaced by a revised Directive (the recast MiFID) and new Regulation (MiFIR) - referred to together as MiFID II. MiFID II became effective on 3 January 2018. MiFID II changes the way investment managers operate their businesses. In particular, under MiFID II firms can either pay for research material/services out of their own resources or from a separate research payment account (RPA). From 3 January 2018, the Manager, the Investment Adviser and any sub-adviser pay for all external research materials/services procured for the Funds out of their own resources across equity, fixed income, derivatives and currency securities. They do not operate a RPA.

4 Shareholders' Funds

The Manager's entry charge and Fund Management Fee (FMF) are as follows:

| | | Entry Charge % | Fund Management Fee % |
|---|--------------------|----------------------|--------------------------------|
| Invesco Emerging European Fund (UK) | - Trail classes | 0.0 | 1.92 |
| | - No Trail classes | 0.0 | 1.42 |
| | - Z classes | 0.0 | 1.17 |
| | - Y classes | 0.0 | 1.12 |
| Invesco European Smaller Companies Fund (UK) | - Trail class | 0.0 | 1.60 |
| | - No Trail class | 0.0 | 1.10 |
| | - Z class | 0.0 | 0.85 |
| | - Y class | 0.0 | 0.80 |
| Invesco Global Emerging Markets Fund (UK) | - Trail classes | 0.0 | 1.75 |
| | - No Trail classes | 0.0 | 1.25 |
| | - Z classes | 0.0 | 1.00 |
| | - Y classes | 0.0 | 0.95 |
| Invesco Global Smaller Companies Fund (UK) | - Trail classes | 0.0 | 1.70 |
| | - No Trail classes | 0.0 | 1.20 |
| | - Z classes | 0.0 | 0.95 |
| | - Y classes | 0.0 | 0.90 |
| Invesco Japanese Smaller Companies Fund (UK) | - Trail class | 0.0 | 1.60 |
| | - No Trail class | 0.0 | 1.10 |
| | - Z class | 0.0 | 0.85 |
| | - Y class | 0.0 | 0.80 |
| Invesco UK Smaller Companies Equity Fund (UK) | - Trail classes | 0.0 | 1.67 |
| | - No Trail classes | 0.0 | 1.17 |
| | - Z classes | 0.0 | 0.92 |
| | - Y classes | 0.0 | 0.87 |

With effect from 4 May 2020, the entry charge was removed from the Trail share classes.

Effective 1 April 2020 Invesco European Smaller Companies Fund (UK) changed the Fund Management Fee for the Accumulation shares from 1.70% to 1.60%, Accumulation shares (No Trail) from 1.20% to 1.10%, Z Accumulation shares from 0.95% to 0.85% and Y Accumulation shares from 0.90% to 0.80%. Effective 1 April 2020 Invesco Japanese Smaller Companies Fund (UK) changed the Fund Management Fee for the Accumulation shares from 1.74% to 1.60%, Accumulation shares (No Trail) from 1.24% to 1.10%, Z Accumulation shares from 0.99% to 0.85% and Y Accumulation shares from 0.94% to 0.80%.

References in this report to Trail classes mean the Accumulation Shares and Income Shares.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

4 Shareholders’ Funds continued

The net assets attributable to each share class, the net assets value per share and the number of shares in issue of each share class are shown in the comparative tables of each Fund. These can be found on:

| | |
|---|------------------|
| Invesco Emerging European Fund (UK) | pages 19 to 22 |
| Invesco European Smaller Companies Fund (UK) | pages 37 to 38 |
| Invesco Global Emerging Markets Fund (UK) | pages 54 to 57 |
| Invesco Global Smaller Companies Fund (UK) | pages 74 to 77 |
| Invesco Japanese Smaller Companies Fund (UK) | pages 99 to 100 |
| Invesco UK Smaller Companies Equity Fund (UK) | pages 114 to 117 |

Each share class has the same rights on a winding up of the Company.

5 Generic Risk Factors

In pursuing their investment objectives, the Funds of the Company hold a number of financial instruments that may comprise securities and other investments, cash balances and debtors and creditors that arise directly from its operations.

Political and economic events in the major economies of the world, such as the United States, Japan and the European Union, will influence stock and securities markets worldwide.

The main risks from the Funds’ holding of financial instruments are set out below together with the Manager’s policy for managing these risks.

Investing in Financial Derivative Instruments

There are certain investment risks which apply in relation to the use of derivatives. Derivatives may be used to provide protection for an investment or as a cheaper or more liquid alternative for an investment. However, should the Manager’s expectations in employing such techniques and instruments be incorrect, a Fund may suffer a substantial loss, having an adverse effect on the net asset value of shares. Such instruments may cause greater fluctuations of the net asset value of the Fund concerned. Transactions in derivatives are used in the Funds for efficient portfolio management and investment purposes. Derivatives exposure is managed within the investment limits set by the Manager to ensure that the use of derivatives does not materially alter the overall risk profile of the Fund.

Market price risk

The Funds are exposed to the risks normally associated with investment in stocks and shares such as general economic conditions, market events or the performance of underlying stocks. As such, the prices of and the income generated by the Funds’ securities may go down as well as up and an investor may not get back the full amount invested.

Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can mitigate market risk.

Currency exchange risk

The Funds’ assets may be invested in securities denominated in currencies other than Sterling. As a result, changes in exchange rates may adversely affect the value of any investment, which will have a related effect on the price of shares.

Currency exchange risk may be mitigated by hedging the exposure through the use of forward currency contracts.

Custody risk

The assets owned by each Fund are held on trust for the Fund by a custodian that is also regulated by the Financial Conduct Authority. The Financial Conduct Authority requires that the custodian ensures that there is legal separation of non-cash assets held under custody and that records are maintained that clearly identify the nature and amount of all assets under custody, the ownership of each asset and where the documents of title to that asset are located. In case of a potential bankruptcy of the custodian, cash positions in the Funds are not protected and there may be a delay in regaining full control of the non-cash assets.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

5 Generic Risk Factors continued

Liquidity risk

The Funds may be affected by a decrease in market liquidity for the securities in which they invest, which may mean that the Funds may not be able to sell some securities at a fair price in a timely manner. In order to mitigate this risk, a substantial proportion of the Funds' assets consist of readily realisable assets.

Furthermore, Invesco monitors liquidity risk for each portfolio against its required minimum liquidity threshold. This includes holding a high enough proportion of assets that can be liquidated quickly and with a limited impact on price, also depending on its actual or hypothetical redemption profile, investment strategy, regulatory framework or contractual obligations. This is done by implementing a monitoring framework focused on Liquidation Size and Liquidation Cost.

Liquidity results are monitored at the Fund level on a daily basis including against internally defined limits.

Counterparty risk

The Funds may enter into derivatives transactions or place cash in bank deposit accounts, which would expose the Funds to the credit of its counterparties and their ability to satisfy the terms of such contracts. In the event of a bankruptcy or insolvency of a counterparty, the Funds could experience delays in liquidating positions and significant losses, including declines in the value of investments during the period in which the Funds seek to enforce its rights, inability to realise any gains on its investments during such period and fees and expenses incurred in enforcing its rights.

In order to mitigate this risk, the Funds conduct trades through reputable counterparties. A diligent process to select and approve a new counterparty, as well as monitoring existing counterparties, is in place. During the approval process, various verifications are performed such as assessing the counterparty's operational capabilities as well as their credit quality. On an ongoing basis, market analysis is reviewed by the firm's trading and credit research teams in order to detect warning signs of a counterparty default. If the firm believes high risk of default exists, the counterparty is removed with immediate effect from the approved counterparty list.

Investing in a Concentrated Portfolio

Certain Funds may have concentrated portfolios (holding a limited number of investments and/or large positions in relatively small number of stocks). If one or more of those investments decline or are otherwise adversely affected, it may have a more pronounced effect on the Fund's net asset value than if a larger number of investments were held or if the Fund had fewer larger positions. Accordingly they may carry a higher degree of risk and NAV volatility than a Fund which invests in a broad range of companies and/or does not take large positions in a relatively small number of stocks.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

5 Generic Risk Factors continued

Investment in Emerging Markets

Investments in emerging markets may be more volatile than investments in more developed markets. Some of these markets may have relatively unstable governments, economies based on only a few industries and securities markets that trade only a limited number of securities. Many emerging markets do not have well developed regulatory systems and disclosure standards may be less stringent than those of developed markets. The risks of expropriation, nationalisation and social, political and economic instability are greater in emerging markets than in more developed markets. The following is a brief summary of some of the more common risks associated with emerging markets investment:

- **Lack of Liquidity**

The acquisition and disposal of securities may be more expensive, time consuming and generally more difficult than in more developed markets. Many emerging markets are small, have low trading volumes, low liquidity and significant price volatility.

- **Settlement and Custody Risks**

Settlement and custody systems in emerging markets are not as well developed as those in developed markets. Standards may not be as high and supervisory and regulatory authorities not as sophisticated. As a result there may be a risk that settlement could be delayed and that cash or securities could be disadvantaged.

- **Investment and Remittance Restrictions**

In some cases, emerging markets may restrict the access of foreign investors to securities. As a result, certain equity securities may not always be available to a Fund because the maximum permitted number of or investment by foreign Shareholders has been reached. In addition, the outward remittance by foreign investors of their share of net profits, capital and dividends may be restricted or require governmental approval and there can be no guarantee that additional restrictions will not be imposed.

- **Accounting**

Accounting, auditing and financial reporting standards, practices and disclosure requirements applicable to companies in emerging markets differ from those applicable in more developed markets in respect of the nature, quality and timeliness of the information disclosed to investors and, accordingly, investment possibilities may be difficult to properly assess.

Investment in Smaller Companies

Funds investing in smaller companies invest in transferable securities which may be less liquid than the securities of larger companies, as a result of inadequate trading volume or restrictions on trading. Securities in smaller companies may possess greater potential for capital appreciation, but also involve risks, such as limited product lines, markets and financial or managerial resources and trading in such securities may be subject to more abrupt price movements than trading in the securities of larger companies.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

5 Generic Risk Factors continued

Calculation methods of the Risk Exposure

Following the assessment of the investment policy of each Fund of the Company, Invesco Fund Managers Limited has decided to use Value at Risk (VaR) for the assessment of the global exposure of each Fund.

Value-at-Risk (VaR) is a statistical measurement. It intends to measure the maximum potential loss at a given confidence level (probability) over a specific time period under normal market conditions. All of the positions within the portfolio are taken into account for the VaR calculation, not just derivatives.

Absolute and Relative VaR are calculated daily using a VaR risk model based on a two years historical simulation methodology. This method for calculating VaR contains no standard distribution assumption and assumes that history repeats itself.

Under the relative VaR approach, the VaR of the Fund is compared to that of a benchmark or reference portfolio. With this approach the choice of benchmark is important and hence the Manager will choose a leverage free benchmark with similar risks to the Fund.

The calculation standards used for the VaR model are in compliance with the provisions in box 15 of ESMA Guidelines on Risk Measurement and the calculation of Global Exposure and Counterparty Risk for UCITS (Ref: 10-788) (“ESMA Guidelines”).

The Absolute VaR of a UCITS cannot be greater than 20% of its NAV. The Relative VaR of a UCITS cannot be more than two times the VaR of the reference portfolio. Invesco Fund Managers Limited monitors that the $(\text{VaR of the UCITS}) / (2 * \text{VaR of the reference portfolio})$ is not greater than 100%.

The calculation of the Absolute and Relative VaR is carried out in accordance with the following parameters:

- one-tailed confidence interval of 99%;
- holding period equivalent to one month (i.e. 20 business days);
- effective observation period (history) of risk factors of two years;
- daily calculation.

In line with box 25 of ESMA Guidelines, as the Funds use the VaR approach to monitor the global exposure, Invesco Fund Managers Limited calculates the leverage for each Fund on a daily basis, as the sum of the absolute value of the notionals of the derivatives used. With respect to financial derivative instruments which do not have a notional value attached to them, the calculation of the value is based upon the market value of the equivalent position of the underlying asset that is attached to the financial derivative instrument and applied consistently and appropriately.

Invesco Smaller Companies and Markets Investment Series (the "Company")

Notes applicable to the financial statements of all Funds

5 Generic Risk Factors continued

Calculation methods of the Risk Exposure continued

The average level of leverage figures provided below does not take into account any netting and hedging arrangements that the Funds may have in place at any time even though these netting and hedging arrangements are used for risk reduction purpose.

The table below details the VaR approach for each Fund and, for those Funds utilising the relative VaR methodology, it details the reference portfolio. The table also details the minimum, maximum and average daily VaR utilisation that occurred during the one year period ending 31 July 2020, as well as the daily average level of leverage for each Fund during the one year period ending 31 July 2020.

| Fund name | Period of Observation | Global Exposure | | | | | | | Leverage | | |
|---|------------------------------|--|---|---|--|--|---------|----------------------------------|------------|---|--|
| | | Method used to calculate Global exposure (Commitment, Absolute VaR, Relative VaR) | Method used to calculate VaR | | Reference portfolio for using Relative VaR | VaR limits reached for last financial year | | | VaR limits | Leverage level reached during the financial year (Average levels as a % of NAV, calculated at least twice per month) | Leverage calculation method used |
| | | | Type of model (Historical simulation, Monte Carlo) | Parameters (Confidence Interval, holding period, observation period) | | Lowest | Highest | Average (based on daily data) | | | |
| Invesco Emerging European Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI Emerging Markets Eastern Europe Index | 39.6% | 52.8% | 43.5% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco European Smaller Companies Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | EMIX Smaller European Companies Ex UK Index | 37.6% | 71.3% | 54.8% | 100% | 50.4% | Sum of the Notional of the derivatives |
| Invesco Global Emerging Markets Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI Emerging Markets Index | 43.9% | 62.3% | 50.8% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco Global Smaller Companies Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI AC World Small Cap Index | 41.3% | 50.1% | 44.7% | 100% | 0.1% | Sum of the Notional of the derivatives |
| Invesco Japanese Smaller Companies Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | Russell Nomura Small-Cap Index | 51.1% | 68.1% | 57.4% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco UK Smaller Companies Equity Fund (UK) | 1 August 2019 - 31 July 2020 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | Numis Smaller Companies Extended (ex Investment Companies) Index | 42.2% | 68.0% | 52.6% | 100% | 0% | Sum of the Notional of the derivatives |

Invesco Smaller Companies and Markets Investment Series (the "Company")

Notes applicable to the financial statements of all Funds

5 Generic Risk Factors continued

Calculation methods of the Risk Exposure continued

The table below details the VaR approach for each Fund and, for those Funds utilising the relative VaR methodology, it details the reference portfolio. The table also details the minimum, maximum and average daily VaR utilisation that occurred during the one year period ending 31 July 2019, as well as the daily average level of leverage for each Fund during the one year period ending 31 July 2019.

| Fund name | Period of Observation | Global Exposure | | | | | | | | Leverage | |
|---|------------------------------|--|---|---|--|--|--------------------------------------|-------------------|------------|---|--|
| | | Method used to calculate Global exposure (Commitment, Absolute VaR, Relative VaR) | Method used to calculate VaR | | Reference portfolio for using Relative VaR | VaR limits reached for last financial year | | | VaR limits | Leverage level reached during the financial year (Average levels as a % of NAV, calculated at least twice per month) | Leverage calculation method used |
| | | | Type of model (Historical simulation, Monte Carlo) | Parameters (Confidence Interval, holding period, observation period) | Lowest | Highest | Average (based on daily data) | Regulatory limits | | | |
| Invesco Emerging European Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI Emerging Markets Eastern Europe Index | 39.8% | 48.5% | 42.3% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco European Smaller Companies Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | EMIX Smaller European Companies Ex UK Index | 39.3% | 65.4% | 50.3% | 100% | 64.2% | Sum of the Notional of the derivatives |
| Invesco Global Emerging Markets Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI Emerging Markets Index | 43.0% | 47.7% | 45.5% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco Global Smaller Companies Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | MSCI AC World Small Cap Index | 42.6% | 50.2% | 47.7% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco Japanese Smaller Companies Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | Russell Nomura Small-Cap Index | 51.4% | 70.2% | 57.7% | 100% | 0% | Sum of the Notional of the derivatives |
| Invesco UK Smaller Companies Equity Fund (UK) | 1 August 2018 - 31 July 2019 | Relative VaR | Historical Simulation | 99% confidence level, 20 days, 2 years of risk factors | Numis Smaller Companies Extended (ex Investment Companies) Index | 43.0% | 54.4% | 47.0% | 100% | 0% | Sum of the Notional of the derivatives |

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Notes applicable to the financial statements of all Funds

6 Investment Objective and Policy

The investment objective and policy of each Fund can be found on:

| | |
|---|----------|
| Invesco Emerging European Fund (UK) | page 17 |
| Invesco European Smaller Companies Fund (UK) | page 35 |
| Invesco Global Emerging Markets Fund (UK) | page 52 |
| Invesco Global Smaller Companies Fund (UK) | page 72 |
| Invesco Japanese Smaller Companies Fund (UK) | page 97 |
| Invesco UK Smaller Companies Equity Fund (UK) | page 112 |

The Funds may also hold cash and near cash assets only to the extent that this may reasonably be regarded as necessary for the pursuit of the Fund's investment objective, to fund redemptions of shares in that Fund, for the efficient management of the Fund in accordance with its investment objective or for other purposes which may reasonably be regarded as ancillary to the investment objectives of the Fund. They may also borrow, provided such borrowing is on a temporary basis and does not exceed the limits laid down in the regulations.

7 Base Currency

The base currency of the Company is Sterling and is taken to be the ‘functional currency’ of the Company.

8 Bank Balances and Overdrafts

Bank balances and overdrafts are held by the Custodian, and are subject to the Custodian's variable credit and debit interest rates respectively.

9 Borrowings

The borrowing facilities available to the Company as at 31 July 2020 comprise a bank overdraft facility of up to 10% of the value of the Company (31 July 2019 - 10%).

10 Transactions and Balances with Related Parties

Invesco Fund Managers Limited (and its associates), as Manager, is a related party and acts as principal in respect of all transactions in the shares of the Company.

Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4, within each Fund. Management fee rebates are disclosed in notes 2 and 3 within each Fund. Amounts due at the end of the accounting year for Fund Management Fees are disclosed in note 10 within accrued expenses, within each Fund.

All issued and redeemed shares transacted with the ACD are shown in the Statement of Change in Net Assets Attributable to Shareholders and balances due from and to the ACD are shown in notes 8 and 10 to the financial statements of each Fund.

Invesco Smaller Companies and Markets Investment Series (the "Company")

Notes applicable to the financial statements of all Funds

10 Transactions and Balances with Related Parties continued

Invesco Fund Managers Limited and its associates (including other authorised investment companies managed by Invesco Fund Managers Limited) held the following shareholdings in the Funds:

| | Held at 31.7.20 | Change in year | Held at 31.7.19 |
|--|--------------------|-------------------|--------------------|
| Invesco Emerging European Fund (UK) Accumulation shares | - | (2,528,086) | 2,528,086 |
| Invesco Emerging European Fund (UK) Income shares | - | (1,126,267) | 1,126,267 |
| Invesco Emerging European Fund (UK) Income shares (No Trail) | 1,024* | - | 1,024* |
| Invesco Emerging European Fund (UK) Z Accumulation shares | - | (8,105) | 8,105 |
| Invesco Emerging European Fund (UK) Y Accumulation shares | - | (260,483) | 260,483 |
| Invesco Global Emerging Markets Fund (UK) Accumulation shares | 896,827 | 896,827 | - |
| Invesco Global Emerging Markets Fund (UK) Income shares | 622,477 | 622,477 | - |
| Invesco Global Emerging Markets Fund (UK) Income shares (No Trail) | 500* | - | 500* |
| Invesco Global Emerging Markets Fund (UK) Z Accumulation shares | 258,686 | 124,606 | 134,080 |
| Invesco Global Emerging Markets Fund (UK) Y Accumulation shares | 3,247,202 | 3,153,376 | 93,826 |
| Invesco Global Smaller Companies Fund (UK) Accumulation shares | 1,178,472 | 249,465 | 929,007 |
| Invesco Global Smaller Companies Fund (UK) Income shares | 417,347 | (161,867) | 579,214 |
| Invesco Global Smaller Companies Fund (UK) Accumulation shares (No Trail) | 3,002 | 3,002 | - |
| Invesco Global Smaller Companies Fund (UK) Y Accumulation shares | 2,974,339 | 2,974,339 | - |
| Invesco Japanese Smaller Companies Fund (UK) Accumulation shares | 11,915 | - | 11,915 |
| Invesco UK Smaller Companies Equity Fund (UK) Accumulation shares | 874,004 | 317,649 | 556,355 |
| Invesco UK Smaller Companies Equity Fund (UK) Income shares | 6,425 | 6,425 | - |
| Invesco UK Smaller Companies Equity Fund (UK) Z Accumulation shares | 50,024 | 3,504 | 46,520 |
| Invesco UK Smaller Companies Equity Fund (UK) Y Accumulation shares | 23,115,498 | 2,502,008 | 20,613,490 |

* Seed Capital Investment.

11 Post Balance Sheet Events

The net asset value in pence per share at the balance sheet date and the latest practicable date prior to the publication of the report has been shown in the table below. The % increase/(decrease) is a reflection of market fluctuations during this period. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

| | Net Asset Value 31.7.20 (pence per share) | Net Asset Value 06.10.20 (pence per share) | Increase/ Decrease % |
|---|---|--|----------------------------|
| Invesco Emerging European Fund (UK) | 154.27 | 153.69 | (0.37) |
| Invesco European Smaller Companies Fund (UK) | 235.71 | 270.72 | 14.85 |
| Invesco Global Emerging Markets Fund (UK) | 328.66 | 350.74 | 6.72 |
| Invesco Global Smaller Companies Fund (UK) | 491.92 | 536.81 | 9.12 |
| Invesco Japanese Smaller Companies Fund (UK) | 190.02 | 225.06 | 18.44 |
| Invesco UK Smaller Companies Equity Fund (UK) | 455.67 | 484.68 | 6.37 |

Invesco Emerging European Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco Emerging European Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of companies incorporated, domiciled or carrying out the main part of their economic activity in emerging European countries, including Russia. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities (including non emerging European companies), money-market instruments, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The investment objectives and policies currently shown within these financial statements are those that were in place as at 31 July 2020.

Performance to 31 July 2020

| | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Percentage growth Since 31.7.15 % | Since 31.7.10 % |
|---|-----------------------|-----------------------|-----------------------|--|-----------------------|
| Invesco Emerging European Fund (UK) (Z Accumulation shares) ¹ | -19.82 | -19.61 | 6.60 | 61.28 | 38.67 |
| MSCI Emerging Markets Eastern Europe Index NR ² | -18.53 | -19.46 | 15.23 | 64.18 | 24.87 |

Standardised rolling 12 month performance

| | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | Percentage growth 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
|---|-------------------------|-------------------------|-------------------------|--|-------------------------|
| Invesco Emerging European Fund (UK) (Z Accumulation shares) ¹ | 14.6 | 29.7 | 10.5 | 18.6 | -13.0 |
| MSCI Emerging Markets Eastern Europe Index NR ² | 8.2 | 22.8 | 13.6 | 26.4 | -14.6 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 20 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 20 is based on the close of business bid price. MSCI Emerging Markets Eastern Europe Index NR² data source: Lipper, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco Emerging European Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund decreased by -19.6% over the twelve months to the end of July 2020, compared to a 19.5% loss in the benchmark MSCI Emerging Markets Eastern Europe Index NR¹.

Fund performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class. MSCI Emerging Markets Eastern Europe Index NR¹ data source: Lipper, total return, in Sterling.

Past performance is not a guide to future returns.

Up until mid-February 2020 when equity markets fell sharply as news emerged that the spread of the coronavirus was accelerating outside of China, it had generally been a positive period for emerging European equity markets. However, concerns that the global economy was facing an unprecedented event that would trigger a deep recession prompted a sharp sell-off in equities. Aided by the swift and decisive action of governments and central banks in providing fiscal and monetary stimulus, equity markets in emerging Europe thereafter staged a modest recovery.

The main drag on performance came from our holdings in Russia although no country was immune to the broad weakness of equities in the region. Oil companies had a challenging time on concerns that a sharp drop in energy prices would lead to earnings forecasts being lowered and dividend pay-outs being cut.

Financials also had a tough time as sentiment towards banks was adversely affected by the likelihood that governments and regulators could put pressure on them to support the economy. Having little exposure to Polish banks proved beneficial.

While the uncertainties linked to coronavirus continue to prevail, we expect markets to remain volatile over the short term. We believe periods of weakness in markets create opportunities for active managers to seek out stocks on discounted valuations. Further out we expect supportive action from the authorities to restore calm to markets.

Our largest country exposure is in Russia, where equity valuations remain cheap in historical terms in our view, trading below their long-term averages, as measured by traditional metrics such as price-to-book and price earnings ratios. Russia also offers the best dividend yield of any major emerging market country.

The Fund seeks to diversify risk by investing in several emerging European countries and in a range of sectors with different growth drivers. This includes investments in non-index countries such as Turkey, Kazakhstan and Israel.

We believe the region of emerging Europe is home to some well-run and cash generative companies with strong earnings potential, operating in markets that are underpinned by the growing affluence of a widening consumer base.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco Emerging European Fund (UK) had fallen 0.37% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

Nicholas Mason, Fund Manager

Where Nicholas Mason has expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

¹ Comparator benchmark for performance comparison purposes only.

| The Fund's ten largest investments are | % |
|--|------|
| Sberbank of Russia | 9.11 |
| LUKOIL | 8.28 |
| Gazprom | 7.03 |
| Novatek | 7.01 |
| MMC Norilsk Nickel | 4.96 |
| Mobile TeleSystems | 4.04 |
| Tatneft | 3.84 |
| OTP Bank | 3.82 |
| Powszechny Zaklad Ubezpieczen | 3.63 |
| Rosneft Oil | 3.25 |

Invesco Emerging European Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 67.57 | 58.38 | 52.22 |
| Return before operating charges* | (12.22) | 10.31 | 7.26 |
| Operating charges | (1.17) | (1.12) | (1.10) |
| Return after operating charges | (13.39) | 9.19 | 6.16 |
| Distributions | (1.68) | (2.31) | (1.33) |
| Retained distributions on accumulation shares | 1.68 | 2.31 | 1.33 |
| Closing net asset value per share | 54.18 | 67.57 | 58.38 |
| *After direct transaction costs of | (0.02) | (0.03) | (0.04) |
| Performance | | | |
| Return after charges | (19.82%) | 15.74% | 11.80% |
| Other information | | | |
| Closing net asset value (£'000) | 2,265 | 10,431 | 16,741 |
| Closing number of shares | 4,181,707 | 15,436,938 | 28,677,151 |
| Operating charges | 1.92% | 1.92% | 1.92% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 72.77 | 68.11 | 61.30 |
| Lowest share price | 42.54 | 53.57 | 52.23 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 142.89 | 123.01 | 109.53 |
| Return before operating charges* | (25.83) | 21.63 | 15.18 |
| Operating charges | (1.83) | (1.75) | (1.70) |
| Return after operating charges | (27.66) | 19.88 | 13.48 |
| Distributions | (4.16) | (5.48) | (3.34) |
| Retained distributions on accumulation shares | 4.16 | 5.48 | 3.34 |
| Closing net asset value per share | 115.23 | 142.89 | 123.01 |
| *After direct transaction costs of | (0.04) | (0.06) | (0.08) |
| Performance | | | |
| Return after charges | (19.36%) | 16.16% | 12.31% |
| Other information | | | |
| Closing net asset value (£'000) | 1,211 | 150 | 103 |
| Closing number of shares | 1,050,592 | 104,795 | 83,344 |
| Operating charges | 1.42% | 1.42% | 1.42% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 154.24 | 144.04 | 128.93 |
| Lowest share price | 90.22 | 112.94 | 109.91 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Emerging European Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 350.13 | 299.50 | 265.85 |
| Return before operating charges* | (63.39) | 54.16 | 37.06 |
| Operating charges | (3.70) | (3.53) | (3.41) |
| Return after operating charges | (67.09) | 50.63 | 33.65 |
| Distributions | (10.92) | (14.17) | (8.79) |
| Retained distributions on accumulation shares | 10.92 | 14.17 | 8.79 |
| Closing net asset value per share | 283.04 | 350.13 | 299.50 |
| *After direct transaction costs of | (0.10) | (0.15) | (0.21) |
| Performance | | | |
| Return after charges | (19.16%) | 16.90% | 12.66% |
| Other information | | | |
| Closing net asset value (£'000) | 1,781 | 2,687 | 2,203 |
| Closing number of shares | 629,218 | 767,338 | 735,411 |
| Operating charges | 1.17% | 1.17% | 1.17% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 378.36 | 352.95 | 313.46 |
| Lowest share price | 221.38 | 275.06 | 267.29 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 365.35 | 312.30 | 277.05 |
| Return before operating charges* | (66.17) | 56.58 | 38.65 |
| Operating charges | (3.70) | (3.53) | (3.40) |
| Return after operating charges | (69.87) | 53.05 | 35.25 |
| Distributions | (11.55) | (14.94) | (9.30) |
| Retained distributions on accumulation shares | 11.55 | 14.94 | 9.30 |
| Closing net asset value per share | 295.48 | 365.35 | 312.30 |
| *After direct transaction costs of | (0.10) | (0.15) | (0.21) |
| Performance | | | |
| Return after charges | (19.12%) | 16.99% | 12.72% |
| Other information | | | |
| Closing net asset value (£'000) | 7,027 | 10,383 | 22,426 |
| Closing number of shares | 2,378,137 | 2,842,039 | 7,180,899 |
| Operating charges | 1.12% | 1.12% | 1.12% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 394.90 | 368.29 | 326.78 |
| Lowest share price | 231.07 | 286.83 | 278.68 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Emerging European Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 55.94 | 50.04 | 45.79 |
| Return before operating charges* | (10.11) | 8.84 | 6.37 |
| Operating charges | (0.97) | (0.96) | (0.96) |
| Return after operating charges | (11.08) | 7.88 | 5.41 |
| Distributions | (1.39) | (1.98) | (1.16) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 43.47 | 55.94 | 50.04 |
| *After direct transaction costs of | (0.02) | (0.02) | (0.04) |
| Performance | | | |
| Return after charges | (19.81%) | 15.75% | 11.81% |
| Other information | | | |
| Closing net asset value (£'000) | 33 | 716 | 1,762 |
| Closing number of shares | 76,638 | 1,280,532 | 3,522,230 |
| Operating charges | 1.92% | 1.92% | 1.92% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 60.26 | 58.38 | 53.77 |
| Lowest share price | 35.22 | 45.91 | 45.81 |

| Year ended Income shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 112.72 | 100.92 | 92.33 |
| Return before operating charges* | (20.36) | 17.74 | 12.85 |
| Operating charges | (1.44) | (1.44) | (1.44) |
| Return after operating charges | (21.80) | 16.30 | 11.41 |
| Distributions | (3.28) | (4.50) | (2.82) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 87.64 | 112.72 | 100.92 |
| *After direct transaction costs of | (0.03) | (0.05) | (0.07) |
| Performance | | | |
| Return after charges | (19.34%) | 16.15% | 12.36% |
| Other information | | | |
| Closing net asset value (£'000) | 41 | 7 | 22 |
| Closing number of shares | 46,766 | 6,468 | 21,354 |
| Operating charges | 1.42% | 1.42% | 1.42% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 121.71 | 118.16 | 108.70 |
| Lowest share price | 71.19 | 92.65 | 92.66 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Emerging European Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 282.58 | 251.94 | 230.34 |
| Return before operating charges* | (51.08) | 45.53 | 32.17 |
| Operating charges | (2.99) | (2.97) | (2.96) |
| Return after operating charges | (54.07) | 42.56 | 29.21 |
| Distributions | (8.82) | (11.92) | (7.61) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 219.69 | 282.58 | 251.94 |
| *After direct transaction costs of | (0.08) | (0.12) | (0.18) |
| Performance | | | |
| Return after charges | (19.13%) | 16.89% | 12.68% |
| Other information | | | |
| Closing net asset value (£'000) | 1,017 | 832 | 678 |
| Closing number of shares | 462,783 | 294,269 | 269,086 |
| Operating charges | 1.17% | 1.17% | 1.17% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 305.46 | 296.87 | 271.66 |
| Lowest share price | 178.73 | 231.35 | 231.66 |

| Year ended Y Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 301.70 | 268.94 | 245.85 |
| Return before operating charges* | (54.58) | 48.67 | 34.36 |
| Operating charges | (3.05) | (3.04) | (3.02) |
| Return after operating charges | (57.63) | 45.63 | 31.34 |
| Distributions | (9.54) | (12.87) | (8.25) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 234.53 | 301.70 | 268.94 |
| *After direct transaction costs of | (0.08) | (0.13) | (0.19) |
| Performance | | | |
| Return after charges | (19.10%) | 16.97% | 12.75% |
| Other information | | | |
| Closing net asset value (£'000) | 703 | 748 | 906 |
| Closing number of shares | 299,725 | 247,998 | 337,071 |
| Operating charges | 1.12% | 1.12% | 1.12% |
| Direct transaction costs | 0.03% | 0.05% | 0.07% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 326.20 | 317.10 | 290.05 |
| Lowest share price | 190.87 | 246.97 | 247.35 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Emerging European Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited)
as at 31 July 2020

Investment

Equities 98.93% (31.7.19 - 98.18%)

Canada Nil (31.7.19 - 0.67%)

Czech Republic 0.68% (31.7.19 - 0.63%)

| | | | |
|--------------------|-----|----|------|
| Philip Morris (CZ) | 210 | 96 | 0.68 |
|--------------------|-----|----|------|

Greece 2.68% (31.7.19 - 3.31%)

| | | | |
|-------------------------------------|--------|-----|------|
| Motor Oil Hellas Corinth Refineries | 12,532 | 128 | 0.91 |
| Mytilineos | 29,062 | 205 | 1.46 |
| National Bank of Greece | 43,863 | 44 | 0.31 |

Hungary 5.06% (31.7.19 - 5.37%)

| | | | |
|----------|--------|-----|------|
| OTP Bank | 19,770 | 538 | 3.82 |
| Wizz Air | 5,439 | 175 | 1.24 |

Israel 1.31% (31.7.19 - 1.58%)

| | | | |
|----------------------|--------|-----|------|
| Bank Leumi Le-Israel | 48,543 | 185 | 1.31 |
|----------------------|--------|-----|------|

Jersey 0.52% (31.7.19 - 1.25%)

| | | | |
|-----------------------------|--------|----|------|
| Atrium European Real Estate | 35,292 | 73 | 0.52 |
|-----------------------------|--------|----|------|

Kazakhstan 1.68% (31.7.19 - 1.56%)

| | | | |
|--------------|--------|-----|------|
| KAZ Minerals | 43,574 | 236 | 1.68 |
|--------------|--------|-----|------|

Netherlands Nil (31.7.19 - 0.83%)

Poland 8.29% (31.7.19 - 9.35%)

| | | | |
|-------------------------------|--------|-----|------|
| CD Projekt | 2,306 | 189 | 1.34 |
| KRUK | 5,978 | 157 | 1.12 |
| Powszechny Zaklad Ubezpieczen | 92,550 | 511 | 3.63 |
| Warsaw Stock Exchange | 34,931 | 310 | 2.20 |

Portugal 2.34% (31.7.19 - 2.02%)

| | | | |
|------------------|--------|-----|------|
| Jeronimo Martins | 25,677 | 330 | 2.34 |
|------------------|--------|-----|------|

Russia 73.39% (31.7.19 - 71.25%)

| | | | |
|--|---------|-------|------|
| Alrosa | 338,000 | 237 | 1.68 |
| Detsky Mir | 184,380 | 221 | 1.57 |
| Etalon GDR | 106,955 | 119 | 0.85 |
| Gazprom ADR | 222,625 | 822 | 5.84 |
| Gazprom Neft ADR | 10,262 | 167 | 1.19 |
| Globaltrans Investment GDR | 31,150 | 142 | 1.01 |
| LUKOIL ADR | 22,472 | 1,166 | 8.28 |
| Magnitogorsk Iron & Steel Works GDR Reg. S | 31,439 | 166 | 1.18 |
| MMC Norilsk Nickel ADR | 34,895 | 698 | 4.96 |
| Mobile TeleSystems | 169,760 | 569 | 4.04 |
| Moscow Exchange MICEX-RTS | 229,095 | 314 | 2.23 |
| Novatek GDR | 8,859 | 987 | 7.01 |
| Petropavlovsk | 711,846 | 258 | 1.83 |
| Phosagro GDR | 20,251 | 182 | 1.29 |
| Rosneft Oil GDR | 126,978 | 458 | 3.25 |
| Sberbank of Russia ADR | 141,167 | 1,282 | 9.11 |
| Surgutneftegas pref. | 913,452 | 354 | 2.51 |
| Tatneft ADS | 15,882 | 540 | 3.84 |
| TCS GDR | 23,912 | 457 | 3.25 |
| TMK GDR | 84,339 | 192 | 1.36 |
| United Company | 904,000 | 268 | 1.90 |
| X5 Retail | 12,244 | 350 | 2.49 |
| Yandex 'A' | 8,751 | 383 | 2.72 |

Invesco Emerging European Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued
as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|---------------------------------------|--------------------|----------------------------------|
| Turkey 2.55% (31.7.19 - 1.36%) | | | |
| Aselsan Elektronik | 41,989 | 162 | 1.15 |
| Coca-Cola Icecek | 23,839 | 116 | 0.82 |
| Turkiye Sinai Kalkinma Bankasi | 652,859 | 81 | 0.58 |
| United Kingdom 0.43% (31.7.19 - Nil) | | | |
| TBC Bank | 7,562 | 60 | 0.43 |
| Open-Ended Funds 0.06% (31.7.19 - Nil) | | | |
| Invesco Liquidity Funds plc – Invesco Sterling Liquidity Portfolio Agency Class ¹ | 8,136 | 8 | 0.06 |
| Portfolio of investments (31.7.19 - 99.18%) | | 13,936 | 98.99 |
| Net other assets (31.7.19 - 0.82%) | | 142 | 1.01 |
| Net assets | | 14,078 | 100.00 |

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Investments managed or advised by Invesco Asset Management Limited or associates of the Invesco Group and therefore are related parties.

Invesco Emerging European Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|-------------------------------|---------------|
| Total purchases | 2,155 |
| Largest purchases: | |
| Greece | |
| National Bank of Greece | 147 |
| Hungary | |
| OTP Bank | 50 |
| Poland | |
| Powszechny Zaklad Ubezpieczen | 197 |
| Alior Bank | 167 |
| Warsaw Stock Exchange | 74 |
| Portugal | |
| Jeronimo Martins | 46 |
| Russia | |
| Tatneft ADS | 241 |
| Petropavlovsk | 212 |
| Mobile TeleSystems | 110 |
| United Company | 109 |
| Rosneft Oil GDR | 89 |
| Detsky Mir | 88 |
| Surgutneftegas pref. | 70 |
| Gazprom ADR | 68 |
| Sberbank of Russia ADR | 66 |
| Phosagro GDR | 51 |
| Moscow Exchange MICEX-RTS | 49 |
| Yandex 'A' | 34 |
| Turkey | |
| Aselsan Elektronik | 153 |
| United Kingdom | |
| TBC Bank | 121 |

| | Proceeds £'000 |
|-------------------------------|-------------------|
| Total sales | 8,539 |
| Largest sales: | |
| Hungary | |
| OTP Bank | 332 |
| Wizz Air | 167 |
| Jersey | |
| Atrium European Real Estate | 189 |
| Netherlands | |
| DP Eurasia | 110 |
| Poland | |
| Powszechny Zaklad Ubezpieczen | 349 |
| Warsaw Stock Exchange | 124 |
| KRUK | 119 |
| Portugal | |
| Jeronimo Martins | 238 |
| Russia | |
| LUKOIL ADR | 782 |
| MMC Norilsk Nickel ADR | 685 |
| Sberbank of Russia ADR | 560 |
| Gazprom ADR | 540 |
| Rosneft Oil GDR | 470 |
| Novatek GDR | 459 |
| Tatneft ADS | 299 |
| X5 Retail | 263 |
| Mobile TeleSystems | 261 |
| Gazprom Neft ADR | 215 |
| TCS GDR | 192 |
| Yandex 'A' | 144 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Emerging European Fund (UK)

Financial Statements

| Statement of Total Return | | | 01.8.19 | 01.8.18 |
|---|--------------|--------------|-------------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | to 31.7.19 |
| | Notes | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital (losses)/gains | 2 | | (5,403) | 1,686 |
| Revenue | 3 | 1,070 | | 1,906 |
| Expenses | 4 | (323) | | (465) |
| Interest payable and similar charges | 5 | - | | (1) |
| Net revenue before taxation | | 747 | | 1,440 |
| Taxation | 6 | (102) | | (182) |
| Net revenue after taxation | | | 645 | 1,258 |
| Total return before distributions | | | (4,758) | 2,944 |
| Distributions | 7 | | (649) | (1,258) |
| Change in net assets attributable to Shareholders from investment activities | | | (5,407) | 1,686 |

| Statement of Change in Net Assets Attributable to Shareholders | | | 01.8.19 | 01.8.18 |
|--|--|--------------|-------------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | to 31.7.19 |
| | | £'000 | £'000 | £'000 |
| Opening net assets attributable to Shareholders | | | 25,954 | 44,841 |
| Amounts received on issue of shares | | 4,143 | | 6,459 |
| Amounts paid on redemption of shares | | (11,078) | | (27,967) |
| | | | (6,935) | (21,508) |
| Dilution adjustment | | | 9 | 40 |
| Change in net assets attributable to Shareholders from investment activities | | | (5,407) | 1,686 |
| Retained distribution on accumulation shares | | | 457 | 895 |
| Closing net assets attributable to Shareholders | | | 14,078 | 25,954 |

Invesco Emerging European Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|-------|---------------|---------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | | 13,936 | 25,741 |
| Current assets | | | | |
| Debtors | 8 | 181 | | 394 |
| Cash and bank balances | 9 | 117 | | 56 |
| Total other assets | | | 298 | 450 |
| Total assets | | | 14,234 | 26,191 |
| Liabilities | | | | |
| Investment liabilities | | | - | - |
| Creditors | | | | |
| Distribution payable | | 72 | | 93 |
| Other creditors | 10 | 84 | | 144 |
| Total other liabilities | | | 156 | 237 |
| Total liabilities | | | 156 | 237 |
| Net assets attributable to Shareholders | | | 14,078 | 25,954 |

Invesco Emerging European Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

| 2 Net capital (losses)/gains | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Foreign currency losses | (4) | (4) |
| Forward currency contracts | - | 3 |
| Non-derivative securities | (5,399) | 1,687 |
| Net capital (losses)/gains | (5,403) | 1,686 |

| 3 Revenue | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|---|---|
| Bank interest | - | 1 |
| Non-taxable overseas dividends | 247 | 458 |
| Taxable overseas dividends | 817 | 1,386 |
| UK dividends | 6 | 61 |
| | 1,070 | 1,906 |

| 4 Expenses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 323 | 466 |
| | 323 | 466 |
| Other expenses: | | |
| VAT - prior period adjustment | - | (1) |
| | - | (1) |
| Total expenses | 323 | 465 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco Emerging European Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | - | 1 |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Corporation tax | 135 | 62 |
| Deferred tax | (18) | 26 |
| Double taxation relief | (100) | (62) |
| Overseas tax | 85 | 156 |
| Total tax charge | 102 | 182 |

b) Factors affecting the tax charge for the year

The tax assessed for the year is lower (2019 - lower) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Net revenue before taxation | 747 | 1,440 |
| Corporation tax at 20% (2019 - 20%) | 149 | 288 |
| Effects of: | | |
| Double taxation relief | (82) | (88) |
| Movement in excess expenses | - | (76) |
| Overseas tax ¹ | 85 | 156 |
| Relief for overseas tax treated as an expense | - | 6 |
| Revenue not subject to tax | (50) | (104) |
| Total tax charge | 102 | 182 |

¹ Includes amounts for the recovery of excess withholding tax suffered on dividends received in prior accounting periods.

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Deferred tax charge | (18) | 26 |
| Provision at the start of the year | 26 | - |
| Deferred tax at the end of the year | 8 | 26 |

At the year end there is no potential deferred tax asset (2019 - Nil) due to no losses (2019 - Nil). Accordingly, no tax assets have been recognised (2019 - Nil).

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 529 | 988 |
| Amounts deducted on redemption of shares | 197 | 426 |
| Amounts received on issue of shares | (77) | (156) |
| | 649 | 1,258 |
| The distributable amount has been calculated as follows: | | |
| Net revenue after taxation | 645 | 1,258 |
| Add: Equalisation on conversions | 4 | - |
| | 649 | 1,258 |

Invesco Emerging European Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 95 | 272 |
| Amounts receivable for issue of shares | 10 | 58 |
| Overseas tax recoverable | 76 | 64 |
| | 181 | 394 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 117 | 56 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 18 | 32 |
| Amounts payable for redemption of shares | 23 | 86 |
| Corporation tax | 35 | - |
| Deferred taxation | 8 | 26 |
| | 84 | 144 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £1,857,000 (2019 - Nil) and amounts paid in respect of purchases in the accounting year is £1,865,000 (2019 - Nil). Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £18,000 (2019 - £32,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As the Fund invests in emerging and developing markets, investors should be prepared to accept a higher degree of risk than for a Fund with a broader investment mandate as there is the potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise. The Fund has a large exposure to Russia, which can involve significant risks to capital as a result from current or potential economic sanctions from the US or the EU, in addition to other risks associated with emerging and developing markets. As the Fund has a concentrated number of holdings, investors should be prepared to accept higher risks.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco Emerging European Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 13,936 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 13,936 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 25,741 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 25,741 | - |

All financial instruments are classified as level 1: Quoted prices.

14 Portfolio transaction costs for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 2,152 | 1 | 0.05 | 2 | 0.09 |
| Total purchases | 2,152 | 1 | | 2 | |
| Total purchases including transaction costs | 2,155 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 8,543 | 4 | 0.05 | - | 0.00 |
| Total sales | 8,543 | 4 | | - | |
| Total sales net of transaction costs | 8,539 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 5 | | 2 | |
| Total transaction costs as a % of average net assets | | 0.02% | | 0.01% | |

Invesco Emerging European Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued

for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|----------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 6,147 | 3 | 0.05 | 2 | 0.03 |
| Total purchases | 6,147 | 3 | | 2 | |
| Total purchases including transaction costs | 6,152 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 26,070 | 10 | 0.04 | - | 0.00 |
| Total sales | 26,070 | 10 | | - | |
| Total sales net of transaction costs | 26,060 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 13 | | 2 | |
| Total transaction costs as a % of average net assets | | 0.04% | | 0.01% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.14% (2019 - 0.15%).

Invesco Emerging European Fund (UK)

Notes to the financial statements

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|------------------------|-----------------------------------|--------------------------|--------------------------|
| Opening shares | 15,436,938 | 104,795 | 767,338 | 2,842,039 |
| Shares issued | 844,773 | 47,571 | 169,204 | 610,336 |
| Shares redeemed | (10,086,912) | (36,415) | (311,997) | (1,075,305) |
| Shares converted | (2,013,092) | 934,641 | 4,673 | 1,067 |
| Closing shares | 4,181,707 | 1,050,592 | 629,218 | 2,378,137 |

| | Income shares | Income shares (No Trail) | Z Income shares | Y Income shares |
|-----------------------|------------------|-----------------------------|--------------------|--------------------|
| Opening shares | 1,280,532 | 6,468 | 294,269 | 247,998 |
| Shares issued | 15,460 | 2,686 | 250,875 | 147,781 |
| Shares redeemed | (1,141,161) | (1,071) | (82,361) | (96,054) |
| Shares converted | (78,193) | 38,683 | - | - |
| Closing shares | 76,638 | 46,766 | 462,783 | 299,725 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco Emerging European Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per share |
|--|--------------------------------------|------------------------------------|--|--|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 1.6807 | - | 1.6807 | 2.3080 |
| Group 2 | 0.9642 | 0.7165 | 1.6807 | 2.3080 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 4.1582 | - | 4.1582 | 5.4828 |
| Group 2 | 2.0050 | 2.1532 | 4.1582 | 5.4828 |
| Z Accumulation shares | | | | |
| Group 1 | 10.9249 | - | 10.9249 | 14.1728 |
| Group 2 | 6.2990 | 4.6259 | 10.9249 | 14.1728 |
| Y Accumulation shares | | | | |
| Group 1 | 11.5530 | - | 11.5530 | 14.9406 |
| Group 2 | 6.8334 | 4.7196 | 11.5530 | 14.9406 |
| Income shares | | | | |
| Group 1 | 1.3913 | - | 1.3913 | 1.9786 |
| Group 2 | 0.9131 | 0.4782 | 1.3913 | 1.9786 |
| Income shares (No Trail) | | | | |
| Group 1 | 3.2810 | - | 3.2810 | 4.4998 |
| Group 2 | 1.9855 | 1.2955 | 3.2810 | 4.4998 |
| Z Income shares | | | | |
| Group 1 | 8.8199 | - | 8.8199 | 11.9223 |
| Group 2 | 6.0058 | 2.8141 | 8.8199 | 11.9223 |
| Y Income shares | | | | |
| Group 1 | 9.5429 | - | 9.5429 | 12.8658 |
| Group 2 | 4.5091 | 5.0338 | 9.5429 | 12.8658 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco European Smaller Companies Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of smaller companies incorporated, domiciled, listed or carrying out the main part of their economic activity in Europe, excluding the UK. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities (including non European smaller companies), money-market instruments, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The investment objectives and policies currently shown within these financial statements are those that were in place as at 31 July 2020.

Performance to 31 July 2020

| | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Percentage growth Since 31.7.15 % | Since 31.7.10 % |
|---|-----------------------|-----------------------|-----------------------|--|-----------------------|
| Invesco European Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | 0.27 | -9.44 | -13.19 | 17.38 | 128.20 |
| IA European Smaller Companies Sector NR ² | 1.33 | 0.00 | 6.17 | 56.94 | 191.26 |
| Fund Ranking | 8/13 | 13/13 | 11/12 | 12/12 | 11/12 |

Standardised rolling 12 month performance

| | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | Percentage growth 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
|---|-------------------------|-------------------------|-------------------------|--|-------------------------|
| Invesco European Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | 9.2 | 26.2 | 6.8 | -10.6 | -5.6 |
| IA European Smaller Companies Sector NR ² | 10.0 | 34.5 | 10.0 | -2.7 | -0.4 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 38 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 38 is based on the close of business bid price.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund returned -9.4% in the twelve months ending 31 July 2020, the IA European Smaller Companies Sector NR averaged a return of 0.0%, placing the Fund in the fourth quartile of its peer group.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class.

Past performance is not a guide to future returns.

The majority of negative contribution has been driven by the Energy sector – a significant portion of the overall Fund. Recent oil price weakness led to a sell-off in related names, making this one of the worst performing sectors in recent periods. Names such as Tullow Oil, Energean, Golar LNG and Borr Drilling have detracted quite significantly in particular.

Consumer Discretionary and Financials were also notable areas of weakness where stocks such as Europcar, B&S, Eurazeo and SCOR were the main underperformers.

It is worth nothing in particular that as of May 15, there was a change in the management of the Fund with Erik Esselink replacing Adrian Bignell. Erik's investment process is based on individual stock selection overlaid with a careful risk management approach. He looks for high returning businesses, making them intrinsic value creators, and looks at valuation to identify favourable investment entry points.

Erik is committed to taking a long-term investment view to try and capture the real essence of small and mid-cap investing, namely evolution of the companies and hence growth. Given Europe's sectoral and geographical diversity, he sees a large number of new investment ideas surfacing within the small and mid-cap universe.

Small cap equities in Europe are now trading at very similar valuation levels as large caps, despite many of them having as strong a balance sheet as large cap companies, but with a faster growth profile. In our opinion, these trends should change in time as small caps continue to benefit from M&A (large companies buying smaller ones) and they give investors pure exposure to thematic and growth drivers.

Although there is a lot of uncertainty in financial markets around the world, we are gaining a better understanding of: which companies benefit in this environment, which business prospects are unchanged, and where business value has been impaired forever. On balance, we see reasons to be positive on Europe, cyclicals (those most linked to the business cycle), structural growth stocks and small caps.

In addition, the EU is using this crisis to get closer to building a 'United States of Europe', and will likely use the newly created 'Recovery Fund' for two main strategic objectives; issue common debt and bring the member states closer together; invest in Europe's Green Deal, creating a world leader in green technology and taking leadership position in dealing with climate change. We think this provides Europe with a great long-term growth story.

Subsequently, the Fund has been repositioned since Erik took over with around 30% of the Fund invested in green technology investments – spanning from solar farms and recycling companies to water treatment companies. We think this part of the market will grow strongly, and should actually come out of the Covid-19 crisis stronger than it went in.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco European Smaller Companies Fund (UK) had risen 14.85% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

Erik Esselink, Fund Manager

Where Erik Esselink has expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

Effective 15 May 2020, Erik Esselink became the fund manager of the Invesco European Smaller Companies Fund (UK).

| The Fund's ten largest investments are | % |
|--|------|
| Signify | 4.32 |
| TKH | 3.22 |
| SOITEC | 3.08 |
| X-Fab Silicon Foundries | 2.75 |
| Acciona | 2.69 |
| SEB | 2.68 |
| Elekta | 2.64 |
| Compu Medical | 2.63 |
| FFP | 2.44 |
| SCOR | 2.35 |

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 235.83 | 262.40 | 251.06 |
| Return before operating charges* | (21.38) | (22.54) | 15.78 |
| Operating charges | (3.53) | (4.03) | (4.44) |
| Return after operating charges | (24.91) | (26.57) | 11.34 |
| Distributions | - | (0.54) | (0.61) |
| Retained distributions on accumulation shares | - | 0.54 | 0.61 |
| Closing net asset value per share | 210.92 | 235.83 | 262.40 |
| *After direct transaction costs of | (0.67) | (0.49) | (0.33) |
| Performance | | | |
| Return after charges | (10.56%) | (10.13%) | 4.52% |
| Other information | | | |
| Closing net asset value (£'000) | 55,509 | 101,604 | 127,086 |
| Closing number of shares | 26,318,141 | 43,083,694 | 48,431,820 |
| Operating charges ¹ | 1.67% | 1.70% | 1.70% |
| Direct transaction costs | 0.32% | 0.21% | 0.12% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 235.38 | 264.29 | 275.72 |
| Lowest share price | 152.83 | 216.14 | 246.02 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 295.06 | 326.66 | 310.98 |
| Return before operating charges* | (26.74) | (28.05) | 19.57 |
| Operating charges | (3.10) | (3.55) | (3.89) |
| Return after operating charges | (29.84) | (31.60) | 15.68 |
| Distributions | (0.26) | (2.16) | (2.39) |
| Retained distributions on accumulation shares | 0.26 | 2.16 | 2.39 |
| Closing net asset value per share | 265.22 | 295.06 | 326.66 |
| *After direct transaction costs of | (0.85) | (0.61) | (0.41) |
| Performance | | | |
| Return after charges | (10.11%) | (9.67%) | 5.04% |
| Other information | | | |
| Closing net asset value (£'000) | 28,891 | 781 | 869 |
| Closing number of shares | 10,892,976 | 264,859 | 266,100 |
| Operating charges ¹ | 1.17% | 1.20% | 1.20% |
| Direct transaction costs | 0.32% | 0.21% | 0.12% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 294.50 | 329.06 | 342.32 |
| Lowest share price | 191.82 | 269.60 | 305.77 |

¹ Effective 1 April 2020, the Fund Management Fee for the Accumulation shares reduced from 1.70% to 1.60% and the Accumulation shares (No Trail) reduced from 1.20% to 1.10%.

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 437.32 | 482.96 | 458.63 |
| Return before operating charges* | (39.63) | (41.48) | 28.88 |
| Operating charges | (3.61) | (4.16) | (4.55) |
| Return after operating charges | (43.24) | (45.64) | 24.33 |
| Distributions | (1.34) | (4.29) | (4.72) |
| Retained distributions on accumulation shares | 1.34 | 4.29 | 4.72 |
| Closing net asset value per share | 394.08 | 437.32 | 482.96 |
| *After direct transaction costs of | (1.25) | (0.90) | (0.61) |
| Performance | | | |
| Return after charges | (9.89%) | (9.45%) | 5.30% |
| Other information | | | |
| Closing net asset value (£'000) | 5,819 | 7,823 | 11,429 |
| Closing number of shares | 1,476,686 | 1,788,761 | 2,366,408 |
| Operating charges ¹ | 0.92% | 0.95% | 0.95% |
| Direct transaction costs | 0.32% | 0.21% | 0.12% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 436.50 | 486.53 | 505.42 |
| Lowest share price | 284.75 | 398.99 | 451.71 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 272.89 | 301.22 | 285.89 |
| Return before operating charges* | (24.73) | (25.87) | 18.02 |
| Operating charges | (2.13) | (2.46) | (2.69) |
| Return after operating charges | (26.86) | (28.33) | 15.33 |
| Distributions | (0.96) | (2.82) | (3.09) |
| Retained distributions on accumulation shares | 0.96 | 2.82 | 3.09 |
| Closing net asset value per share | 246.03 | 272.89 | 301.22 |
| *After direct transaction costs of | (0.78) | (0.56) | (0.38) |
| Performance | | | |
| Return after charges | (9.84%) | (9.41%) | 5.36% |
| Other information | | | |
| Closing net asset value (£'000) | 23,194 | 30,956 | 37,992 |
| Closing number of shares | 9,427,128 | 11,343,704 | 12,612,699 |
| Operating charges ¹ | 0.87% | 0.90% | 0.90% |
| Direct transaction costs | 0.32% | 0.21% | 0.12% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 272.38 | 303.45 | 315.14 |
| Lowest share price | 177.74 | 248.89 | 281.68 |

¹ Effective 1 April 2020, the Fund Management Fee for the Z Accumulation shares reduced from 0.95% to 0.85% and the Y Accumulation shares reduced from 0.90% to 0.80%.

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) as at 31 July 2020

Investment

Equities 100.56% (31.7.19 - 95.50%)

Austria 4.26% (31.7.19 - 1.09%)

| | | | |
|--------------|---------|-------|------|
| AMS | 126,516 | 1,606 | 1.42 |
| BAWAG | 65,499 | 1,833 | 1.62 |
| Wienerberger | 79,133 | 1,390 | 1.22 |

Belgium 5.42% (31.7.19 - 3.47%)

| | | | |
|-------------------------|-----------|-------|------|
| Biocartis | 259,367 | 1,023 | 0.90 |
| Shurgard Self Storage | 66,801 | 2,004 | 1.77 |
| X-Fab Silicon Foundries | 1,177,108 | 3,118 | 2.75 |

Bermuda Nil (31.7.19 - 1.88%)

Canada Nil (31.7.19 - 3.91%)

Denmark 0.84% (31.7.19 - 0.00%)

| | | | |
|------------------------|---------|-----|------|
| H+H International | 72,825 | 953 | 0.84 |
| OW Bunker ¹ | 155,297 | - | 0.00 |

Finland 2.73% (31.7.19 - 1.92%)

| | | | |
|------------|---------|-------|------|
| Kemira | 55,501 | 563 | 0.50 |
| Outotec | 386,886 | 1,926 | 1.70 |
| Sanoma OYJ | 70,682 | 606 | 0.53 |

France 15.12% (31.7.19 - 20.70%)

| | | | |
|---------------------------------|---------|-------|------|
| ATEME | 23,230 | 324 | 0.28 |
| FFP | 46,717 | 2,765 | 2.44 |
| Neoen | 17,876 | 620 | 0.55 |
| Orchestra-Premaman ¹ | 857,298 | - | 0.00 |
| Plastic Omnium | 128,521 | 1,977 | 1.74 |
| SCOR | 135,566 | 2,663 | 2.35 |
| SEB | 24,055 | 3,036 | 2.68 |
| SOITEC | 38,913 | 3,492 | 3.08 |
| Voltaia | 157,389 | 2,272 | 2.00 |

Germany 13.30% (31.7.19 - 9.40%)

| | | | |
|--------------------------|---------|-------|------|
| Compu Medical | 44,657 | 2,987 | 2.63 |
| Evotec | 26,076 | 527 | 0.46 |
| Hella | 79,395 | 2,629 | 2.32 |
| LPKF Laser & Electronics | 39,710 | 782 | 0.69 |
| Nordex | 283,109 | 2,245 | 1.98 |
| Northern Data | 32,507 | 1,494 | 1.32 |
| TAG Immobilien | 115,814 | 2,333 | 2.06 |
| Varta | 24,726 | 2,090 | 1.84 |

Ghana Nil (31.7.19 - 1.54%)

Italy 12.23% (31.7.19 - 5.18%)

| | | | |
|-----------------------------|-----------|-------|------|
| Antares Vision | 142,050 | 1,305 | 1.15 |
| Expert System | 508,821 | 1,304 | 1.15 |
| GVS | 186,371 | 1,857 | 1.64 |
| Iren | 1,176,619 | 2,262 | 1.99 |
| LU-VE | 50,305 | 533 | 0.47 |
| Piovan | 376,690 | 1,629 | 1.44 |
| Sesa | 38,372 | 2,199 | 1.94 |
| Tamburi Investment Partners | 288,180 | 1,454 | 1.28 |
| Wiit | 12,000 | 1,324 | 1.17 |

Luxembourg 2.04% (31.7.19 - Nil)

| | | | |
|--------|--------|-------|------|
| Befesa | 74,574 | 2,315 | 2.04 |
|--------|--------|-------|------|

Netherlands 19.80% (31.7.19 - 8.43%)

| | | | |
|----------------------------|---------|-------|------|
| Aalberts Industries | 40,986 | 1,114 | 0.98 |
| AFC Ajax | 84,866 | 1,150 | 1.01 |
| AMG Advanced Metallurgical | 105,664 | 1,431 | 1.26 |

Invesco European Smaller Companies Fund (UK)

Investment report for the year

| Portfolio Statement (Unaudited) continued as at 31 July 2020 | | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|--|--|-----------------------------------|---|
| Investment | | | | |
| Netherlands continued | | | | |
| Arcadis | | 134,324 | 2,089 | 1.84 |
| B&S | | 515,554 | 2,466 | 2.18 |
| BE Semiconductor Industries | | 66,432 | 2,238 | 1.97 |
| Eurocommercial | | 75,202 | 705 | 0.62 |
| ICT | | 182,264 | 1,209 | 1.07 |
| Kendrion | | 147,559 | 1,502 | 1.33 |
| Signify | | 214,516 | 4,897 | 4.32 |
| TKH | | 122,108 | 3,655 | 3.22 |
| Norway 1.97% (31.7.19 - 7.01%) | | | | |
| Scatec Solar | | 170,073 | 2,235 | 1.97 |
| Portugal Nil (31.7.19 - 4.11%) | | | | |
| Republic of Ireland 3.94% (31.7.19 - 3.67%) | | | | |
| FBD Holdings | | 420,212 | 2,431 | 2.14 |
| Glenveagh Properties | | 3,283,723 | 2,041 | 1.80 |
| Spain 7.39% (31.7.19 - 7.04%) | | | | |
| Acciona | | 36,095 | 3,049 | 2.69 |
| Enagas | | 14,668 | 282 | 0.25 |
| Grupo Catalana Occidente | | 144,291 | 2,600 | 2.29 |
| Indra Sistemas | | 278,928 | 1,601 | 1.41 |
| Talgo | | 242,106 | 851 | 0.75 |
| Sweden 5.09% (31.7.19 - 4.78%) | | | | |
| BioArctic | | 8,564 | 66 | 0.06 |
| Biotage | | 21,706 | 300 | 0.26 |
| Elektro 'B' | | 383,764 | 2,993 | 2.64 |
| SkiStar | | 273,713 | 2,418 | 2.13 |
| Switzerland 5.04% (31.7.19 - 3.23%) | | | | |
| ALSO | | 11,188 | 2,230 | 1.97 |
| SIG Combibloc | | 175,548 | 2,335 | 2.06 |
| Zur Rose | | 5,438 | 1,150 | 1.01 |
| United Kingdom 1.39% (31.7.19 - 7.62%) | | | | |
| Accsys Technologies | | 1,896,429 | 1,574 | 1.39 |
| United States Nil (31.7.19 - 0.52%) | | | | |
| Futures and Derivatives 0.06% (31.7.19 - 0.39%) | | | | |
| Options 0.06% (31.7.19 - 0.39%) | | | | |
| ESTX 50 Put Options 18/09/2020 2625 | | 445 | 60 | 0.06 |
| Portfolio of investments (31.7.19 - 95.89%) | | | 114,112 | 100.62 |
| Net other (liabilities)/assets (31.7.19 - 4.11%) | | | (699) | (0.62) |
| Net assets | | | 113,413 | 100.00 |

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Unquoted securities - for the year ended 31 July 2020 these amount to 0.00% (31 July 2019 - 0.00%) of the Net Asset Value of the Fund.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|---------------------------|----------------|
| Total purchases | 208,459 |
| Largest purchases: | |
| Belgium | |
| X-Fab Silicon Foundries | 4,530 |
| France | |
| Europcar | 4,529 |
| SCOR | 4,278 |
| SEB | 3,222 |
| Rubis | 3,204 |
| Trigano | 2,740 |
| Germany | |
| Software | 4,371 |
| Hella | 3,176 |
| Ghana | |
| Tullow Oil | 2,956 |
| Italy | |
| Pirelli & C | 2,806 |
| Netherlands | |
| TKH | 4,941 |
| Flow Traders | 4,663 |
| Qiagen | 3,522 |
| Signify | 3,492 |
| Norway | |
| Scatec Solar | 3,138 |
| Spain | |
| Indra Sistemas | 3,078 |
| Acciona | 2,875 |
| Sweden | |
| SAAB | 3,360 |
| Elekta 'B' | 2,900 |
| Switzerland | |
| SIG Combibloc | 2,959 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco European Smaller Companies Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes continued for the year 1 August 2019 to 31 July 2020

| | Proceeds £'000 |
|---------------------------------|-------------------|
| Total sales | 213,918 |
| Largest sales: | |
| Belgium | |
| Euronav | 3,470 |
| Canada | |
| Africa Oil | 3,447 |
| France | |
| Eurazeo | 4,419 |
| Rubis | 3,858 |
| Volitalia | 3,415 |
| Vermatrix | 3,257 |
| SOITEC | 3,093 |
| Germany | |
| Software | 5,299 |
| Ghana | |
| Tullow Oil | 2,844 |
| Netherlands | |
| Flow Traders | 5,214 |
| Qiagen | 4,808 |
| Vopak | 4,255 |
| Norway | |
| Ocean Yield | 3,738 |
| Portugal | |
| NOS | 3,015 |
| Republic of Ireland | |
| Greencoat Renewables | 2,998 |
| Spain | |
| Laboratorios Farmacéuticos Rovi | 3,820 |
| Solarpack Tecnologica | 3,063 |
| Sweden | |
| SAAB | 3,251 |
| Switzerland | |
| SIG Combibloc | 5,683 |
| United Kingdom | |
| Energiean Oil & Gas | 5,564 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco European Smaller Companies Fund (UK)

Financial Statements

| Statement of Total Return | | | 01.8.19 | 01.8.18 |
|---|--------------|--------------|-------------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | to 31.7.19 |
| | Notes | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital losses | 2 | (14,230) | | (18,114) |
| Revenue | 3 | 1,546 | | 2,984 |
| Expenses | 4 | (1,698) | | (2,234) |
| Interest payable and similar charges | 5 | (5) | | (1) |
| Net (expense)/revenue before taxation | | (157) | | 749 |
| Taxation | 6 | (49) | | (114) |
| Net (expense)/revenue after taxation | | | (206) | 635 |
| Total return before distributions | | | (14,436) | (17,479) |
| Distributions | 7 | | (123) | (641) |
| Change in net assets attributable to Shareholders from investment activities | | | (14,559) | (18,120) |

| Statement of Change in Net Assets Attributable to Shareholders | | | 01.8.19 | 01.8.18 |
|--|--|--------------|-------------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | to 31.7.19 |
| | | £'000 | £'000 | £'000 |
| Opening net assets attributable to Shareholders | | | 141,164 | 177,376 |
| Amounts received on issue of shares | | 550 | | 950 |
| Amounts paid on redemption of shares | | (13,921) | | (19,749) |
| | | | (13,371) | (18,799) |
| Dilution adjustment | | | 40 | 71 |
| Change in net assets attributable to Shareholders from investment activities | | | (14,559) | (18,120) |
| Retained distribution on accumulation shares | | | 139 | 636 |
| Closing net assets attributable to Shareholders | | | 113,413 | 141,164 |

Invesco European Smaller Companies Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|---------|----------------|----------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | 114,112 | | 135,361 |
| Current assets | | | | |
| Debtors | 8 | 1,408 | | 4,731 |
| Cash and bank balances | 9 | 12 | | 5,399 |
| Total other assets | | | 1,420 | 10,130 |
| Total assets | | | 115,532 | 145,491 |
| Liabilities | | | | |
| Investment liabilities | | | - | - |
| Creditors | | | | |
| Bank overdraft | | 833 | | - |
| Distribution payable | | - | | - |
| Other creditors | 10 | 1,286 | | 4,327 |
| Total other liabilities | | | 2,119 | 4,327 |
| Total liabilities | | | 2,119 | 4,327 |
| Net assets attributable to Shareholders | | | 113,413 | 141,164 |

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

| 2 Net capital losses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-----------------------------|---|---|
| Derivative securities | 1,164 | 161 |
| Foreign currency losses | (106) | (5) |
| Forward currency contracts | - | (2) |
| Non-derivative securities | (15,288) | (18,268) |
| Net capital losses | (14,230) | (18,114) |

| 3 Revenue | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|---|---|
| Bank interest | 13 | 35 |
| Non-taxable overseas dividends | 1,507 | 2,652 |
| Taxable overseas dividends | - | 253 |
| UK dividends | 26 | 44 |
| | 1,546 | 2,984 |

| 4 Expenses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 1,698 | 2,236 |
| | 1,698 | 2,236 |
| Other expenses: | | |
| VAT - prior period adjustment | - | (2) |
| | - | (2) |
| Total expenses | 1,698 | 2,234 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | 5 | 1 |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Overseas tax | 49 | 114 |
| Total tax charge | 49 | 114 |

There is no corporation tax charge for the year (2019 - Nil).

b) Factors affecting the tax charge for the year

The tax assessed for the year is lower (2019 - lower) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Net (expense)/revenue before taxation | (157) | 749 |
| Corporation tax at 20% (2019 - 20%) | (31) | 150 |
| Effects of: | | |
| Movement in excess expenses | 301 | 397 |
| Overseas tax ¹ | 49 | 114 |
| Prior year adjustment to tax losses | 37 | - |
| Relief for overseas tax treated as an expense | - | (8) |
| Revenue not subject to tax | (307) | (539) |
| Total tax charge | 49 | 114 |

¹ Includes amounts for the recovery of excess withholding tax suffered on dividends received in prior accounting periods.

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

At the year end the Fund had surplus management expenses of £35,926,000 (2019 - £34,421,000). It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these expenses and therefore a deferred tax asset of £7,185,000 (2019 - £6,884,000) has not been recognised.

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 139 | 636 |
| Amounts deducted on redemption of shares | (17) | 7 |
| Amounts received on issue of shares | 1 | (2) |
| | 123 | 641 |
| The distributable amount has been calculated as follows: | | |
| Net (expense)/revenue after taxation | (206) | 635 |
| Equalisation on conversions | 99 | 6 |
| Shortfall of income taken to capital | 230 | - |
| | 123 | 641 |

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 13 | - |
| Amounts receivable for issue of shares | 8 | - |
| Foreign currency contracts awaiting settlement | 590 | 1,218 |
| Overseas tax recoverable | 298 | 341 |
| Sales awaiting settlement | 499 | 3,172 |
| | 1,408 | 4,731 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 12 | 5,399 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 126 | 177 |
| Amounts payable for redemption of shares | 100 | 312 |
| Foreign currency contracts awaiting settlement | 589 | 1,209 |
| Purchases awaiting settlement | 471 | 2,629 |
| | 1,286 | 4,327 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £6,128,000 (2019 - Nil) and amounts paid in respect of purchases in the accounting year is £6,128,000 (2019 - Nil). Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £126,000 (2019 - £177,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As this is a smaller companies fund, investors should be prepared to accept a higher degree of risk than funds that can invest in larger company sizes. Market conditions, such as a decrease in market liquidity, may mean that it is not easy to buy or sell securities.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 114,112 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 114,112 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 135,361 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 135,361 | - |

All financial instruments are classified as level 1: Quoted prices.

14 Portfolio transaction costs for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 208,209 | 91 | 0.04 | 159 | 0.08 |
| Total purchases | 208,209 | 91 | | 159 | |
| Total purchases including transaction costs | 208,459 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 214,024 | 106 | 0.05 | - | - |
| Total sales | 214,024 | 106 | | - | |
| Total sales net of transaction costs | 213,918 | | | | |
| Derivative transaction costs | | 25 | | - | |
| Total transaction costs | | 222 | | 159 | |
| Total transaction costs as a % of average net assets | | 0.19% | | 0.13% | |

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 137,233 | 58 | 0.04 | 140 | 0.10 |
| Total purchases | 137,233 | 58 | | 140 | |
| Total purchases including transaction costs | 137,431 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 151,654 | 73 | 0.05 | 0 | 0.00 |
| Total sales | 151,654 | 73 | | 0 | |
| Total sales net of transaction costs | 151,581 | | | | |
| Derivative transaction costs | | 40 | | - | |
| Total transaction costs | | 171 | | 140 | |
| Total transaction costs as a % of average net assets | | 0.12% | | 0.09% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised derivative instruments including options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above. Transaction costs for derivatives positions will be either suffered as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.45% (2019 - 0.46%).

Invesco European Smaller Companies Fund (UK)

Notes to the financial statements

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|------------------------|-----------------------------------|--------------------------|--------------------------|
| Opening shares | 43,083,694 | 264,859 | 1,788,761 | 11,343,704 |
| Shares issued | 70,164 | 17,693 | 16,881 | 180,680 |
| Shares redeemed | (3,089,965) | (168,956) | (375,615) | (2,206,800) |
| Shares converted | (13,745,752) | 10,779,380 | 46,659 | 109,544 |
| Closing shares | 26,318,141 | 10,892,976 | 1,476,686 | 9,427,128 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco European Smaller Companies Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per shares |
|--|--------------------------------------|------------------------------------|--|---|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 0.5428 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 0.5428 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 0.2641 | - | 0.2641 | 2.1616 |
| Group 2 | 0.2641 | 0.0000 | 0.2641 | 2.1616 |
| Z Accumulation shares | | | | |
| Group 1 | 1.3444 | - | 1.3444 | 4.2922 |
| Group 2 | 1.1913 | 0.1531 | 1.3444 | 4.2922 |
| Y Accumulation shares | | | | |
| Group 1 | 0.9619 | - | 0.9619 | 2.8165 |
| Group 2 | 0.8358 | 0.1261 | 0.9619 | 2.8165 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco Global Emerging Markets Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of companies incorporated, domiciled or carrying out the main part of their economic activity in emerging markets globally. Exposure to emerging markets may be obtained indirectly by investment in securities traded on other markets. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities (including non emerging market companies), money-market instruments, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The investment objectives and policies currently shown within these financial statements are those that were in place as at 31 July 2020.

Performance to 31 July 2020

| | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Percentage growth Since 31.7.15 % | Since 31.7.10 % |
|--|-----------------------|-----------------------|-----------------------|--|-----------------------|
| Invesco Global Emerging Markets Fund (UK) (Z Accumulation shares) ¹ | 1.24 | -3.08 | 2.38 | 55.86 | 79.78 |
| IA Global Emerging Markets Sector NR ² | -0.40 | -3.83 | 6.48 | 57.58 | 56.62 |
| Fund Ranking | 30/63 | 30/62 | 41/55 | 31/52 | 9/27 |

Standardised rolling 12 month performance

| | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | Percentage growth 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
|--|-------------------------|-------------------------|-------------------------|--|-------------------------|
| Invesco Global Emerging Markets Fund (UK) (Z Accumulation shares) ¹ | 8.7 | 28.9 | 4.4 | 4.2 | -2.6 |
| IA Global Emerging Markets Sector NR ² | 5.8 | 27.7 | 4.5 | 7.1 | -2.4 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 55 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 55 is based on the close of business bid price.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund decreased by 3.1% over the twelve months to the end of July 2020. This placed the Fund in the second quartile of its peer group, the IA Global Emerging Markets Sector NR, which fell by an average of 3.8%.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class.

Past performance is not a guide to future returns.

Up until mid-February 2020 when equity markets fell sharply as news emerged that the spread of the coronavirus was accelerating outside of China, it had generally been a positive period for emerging equity markets. However, concerns that the global economy was facing an unprecedented event that would trigger a deep recession prompted a sharp sell-off in equities. Aided by the swift and decisive action of governments and central banks in providing fiscal and monetary stimulus, equity markets thereafter staged a strong recovery.

There was a dispersion of performance at both a regional and sector level. Asian stocks - led by our holdings in Chinese and Taiwanese technology companies - contributed positively towards performance. By comparison, financials had a more challenging time as sentiment towards banks was adversely affected by the likelihood that various national governments and regulators could put pressure on them to support the economy.

While we accept that the outlook for many of our financial holdings has deteriorated, we equally feel that some of the valuations being ascribed appear simply too low compared with the returns on equity these companies have made historically, and which they should again make in more normal circumstances. We therefore believe there remain some very compelling opportunities in selected well capitalised banks and insurers.

While financial markets have been volatile in recent months, our primary focus has remained on bottom-up fundamental analysis. As ever, we strive to strike the right balance between downside protection and upside potential. However, we believe one lasting consequence of this coronavirus crisis is that balance sheet strength will become an increasing area of focus for the market. When times are easy, balance sheet strength is often overlooked and even bemoaned as 'lazy capital management'; it is only in difficult periods such as these that the value of a conservative capital structure becomes obvious. A strong balance sheet not only allows a company to weather storms, but crucially, it often allows them to continue to invest in their business while weaker competitors may be forced to retrench.

The Fund's largest contributors to performance included JD.com, NetEase and Samsung Electronics. All three companies have net cash balance sheets and are long-term holdings.

Our view, that strong balance sheets ought to be better rewarded by the market, is demonstrated by the fact that over 60% of the Fund is invested in companies with net cash balance sheets. It is surprisingly common to find companies, especially in parts of Asia, where net cash constitutes a meaningful percentage of the market capitalisation of the company. We believe situations like this are attractive for investors and offer significant downside support.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco Global Emerging Markets Fund (UK) had risen 6.72% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

William Lam, Ian Hargreaves and Charles Bond, Fund Managers

Where William Lam, Ian Hargreaves and Charles Bond have expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

Effective 31 January 2020, Charles Bond became co-manager of the Fund.

| The Fund's ten largest investments are | % |
|--|------|
| Taiwan Semiconductor Manufacturing | 8.62 |
| Samsung Electronics | 6.95 |
| Tencent | 6.76 |
| Alibaba | 6.74 |
| NetEase | 4.01 |
| JD.com | 3.80 |
| MediaTek | 3.45 |
| Sberbank of Russia | 2.93 |
| Hyundai Motor | 2.67 |
| Mahindra & Mahindra | 2.22 |

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 376.61 | 368.85 | 362.59 |
| Return before operating charges* | (4.93) | 13.96 | 12.80 |
| Operating charges | (6.15) | (6.20) | (6.54) |
| Return after operating charges | (11.08) | 7.76 | 6.26 |
| Distributions | (1.38) | (2.99) | (1.47) |
| Retained distributions on accumulation shares | 1.38 | 2.99 | 1.47 |
| Closing net asset value per share | 365.53 | 376.61 | 368.85 |
| *After direct transaction costs of | (0.46) | (0.54) | (0.49) |
| Performance | | | |
| Return after charges | (2.94%) | 2.10% | 1.73% |
| Other information | | | |
| Closing net asset value (£'000) | 45,918 | 63,092 | 70,733 |
| Closing number of shares | 12,562,030 | 16,752,735 | 19,176,785 |
| Operating charges | 1.75% | 1.75% | 1.75% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 393.05 | 383.41 | 401.09 |
| Lowest share price | 278.65 | 323.58 | 354.05 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 251.41 | 245.06 | 239.70 |
| Return before operating charges* | (3.23) | 9.30 | 8.46 |
| Operating charges | (2.94) | (2.95) | (3.10) |
| Return after operating charges | (6.17) | 6.35 | 5.36 |
| Distributions | (2.13) | (3.11) | (2.22) |
| Retained distributions on accumulation shares | 2.13 | 3.11 | 2.22 |
| Closing net asset value per share | 245.24 | 251.41 | 245.06 |
| *After direct transaction costs of | (0.31) | (0.36) | (0.33) |
| Performance | | | |
| Return after charges | (2.45%) | 2.59% | 2.24% |
| Other information | | | |
| Closing net asset value (£'000) | 15,831 | 1,454 | 61,523 |
| Closing number of shares | 6,455,274 | 578,374 | 25,105,157 |
| Operating charges | 1.25% | 1.25% | 1.25% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 263.01 | 255.95 | 265.81 |
| Lowest share price | 186.62 | 215.18 | 235.12 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 366.89 | 356.65 | 347.97 |
| Return before operating charges* | (4.65) | 13.68 | 12.28 |
| Operating charges | (3.44) | (3.44) | (3.60) |
| Return after operating charges | (8.09) | 10.24 | 8.68 |
| Distributions | (3.94) | (5.48) | (4.12) |
| Retained distributions on accumulation shares | 3.94 | 5.48 | 4.12 |
| Closing net asset value per share | 358.80 | 366.89 | 356.65 |
| *After direct transaction costs of | (0.45) | (0.53) | (0.48) |
| Performance | | | |
| Return after charges | (2.21%) | 2.87% | 2.49% |
| Other information | | | |
| Closing net asset value (£'000) | 32,158 | 49,265 | 63,179 |
| Closing number of shares | 8,962,634 | 13,428,007 | 17,714,478 |
| Operating charges | 1.00% | 1.00% | 1.00% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 384.26 | 373.51 | 386.36 |
| Lowest share price | 272.80 | 313.35 | 342.12 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 336.26 | 326.70 | 318.59 |
| Return before operating charges* | (4.26) | 12.56 | 11.24 |
| Operating charges | (2.99) | (3.00) | (3.13) |
| Return after operating charges | (7.25) | 9.56 | 8.11 |
| Distributions | (3.77) | (5.18) | (3.94) |
| Retained distributions on accumulation shares | 3.77 | 5.18 | 3.94 |
| Closing net asset value per share | 329.01 | 336.26 | 326.70 |
| *After direct transaction costs of | (0.41) | (0.48) | (0.44) |
| Performance | | | |
| Return after charges | (2.16%) | 2.93% | 2.55% |
| Other information | | | |
| Closing net asset value (£'000) | 71,257 | 105,438 | 149,569 |
| Closing number of shares | 21,657,964 | 31,356,453 | 45,782,097 |
| Operating charges | 0.95% | 0.95% | 0.95% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 352.27 | 342.32 | 353.83 |
| Lowest share price | 250.11 | 287.06 | 313.37 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 331.61 | 327.37 | 323.09 |
| Return before operating charges* | (4.34) | 12.40 | 11.41 |
| Operating charges | (5.41) | (5.51) | (5.83) |
| Return after operating charges | (9.75) | 6.89 | 5.58 |
| Distributions | (1.22) | (2.65) | (1.30) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 320.64 | 331.61 | 327.37 |
| *After direct transaction costs of | (0.40) | (0.48) | (0.44) |
| Performance | | | |
| Return after charges | (2.94%) | 2.10% | 1.73% |
| Other information | | | |
| Closing net asset value (£'000) | 8,425 | 9,086 | 10,825 |
| Closing number of shares | 2,627,703 | 2,740,003 | 3,306,561 |
| Operating charges | 1.75% | 1.75% | 1.75% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 346.09 | 340.30 | 357.39 |
| Lowest share price | 245.36 | 287.20 | 315.49 |

| Year ended Income shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 223.97 | 221.04 | 218.18 |
| Return before operating charges* | (2.87) | 8.39 | 7.69 |
| Operating charges | (2.62) | (2.66) | (2.82) |
| Return after operating charges | (5.49) | 5.73 | 4.87 |
| Distributions | (1.90) | (2.80) | (2.01) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 216.58 | 223.97 | 221.04 |
| *After direct transaction costs of | (0.27) | (0.33) | (0.30) |
| Performance | | | |
| Return after charges | (2.45%) | 2.59% | 2.23% |
| Other information | | | |
| Closing net asset value (£'000) | 801 | 106 | 142 |
| Closing number of shares | 369,761 | 47,497 | 64,153 |
| Operating charges | 1.25% | 1.25% | 1.25% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 234.30 | 230.87 | 241.95 |
| Lowest share price | 166.26 | 194.11 | 214.01 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 333.99 | 329.59 | 325.34 |
| Return before operating charges* | (4.24) | 12.65 | 11.48 |
| Operating charges | (3.13) | (3.18) | (3.37) |
| Return after operating charges | (7.37) | 9.47 | 8.11 |
| Distributions | (3.58) | (5.07) | (3.86) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 323.04 | 333.99 | 329.59 |
| *After direct transaction costs of | (0.41) | (0.49) | (0.45) |
| Performance | | | |
| Return after charges | (2.21%) | 2.87% | 2.49% |
| Other information | | | |
| Closing net asset value (£'000) | 3,976 | 8,720 | 7,669 |
| Closing number of shares | 1,230,946 | 2,610,779 | 2,326,682 |
| Operating charges | 1.00% | 1.00% | 1.00% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 349.83 | 345.19 | 361.23 |
| Lowest share price | 248.34 | 289.58 | 319.86 |

| Year ended Y Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 309.38 | 305.28 | 301.34 |
| Return before operating charges* | (3.91) | 11.74 | 10.64 |
| Operating charges | (2.75) | (2.80) | (2.96) |
| Return after operating charges | (6.66) | 8.94 | 7.68 |
| Distributions | (3.47) | (4.84) | (3.74) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 299.25 | 309.38 | 305.28 |
| *After direct transaction costs of | (0.38) | (0.45) | (0.41) |
| Performance | | | |
| Return after charges | (2.15%) | 2.93% | 2.55% |
| Other information | | | |
| Closing net asset value (£'000) | 13,517 | 15,210 | 16,756 |
| Closing number of shares | 4,516,957 | 4,916,261 | 5,488,696 |
| Operating charges | 0.95% | 0.95% | 0.95% |
| Direct transaction costs | 0.13% | 0.15% | 0.13% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 324.12 | 319.89 | 334.68 |
| Lowest share price | 230.11 | 268.24 | 296.41 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) as at 31 July 2020

Investment

Brazil 3.14% (31.7.19 - 6.91%)

| | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|-------------------------------|---------------------------------------|--------------------|----------------------------------|
| Banco do Brasil | 528,300 | 2,597 | 1.35 |
| Petroleo Brasileiro pref. ADR | 1,057,600 | 3,436 | 1.79 |

Canada Nil (31.7.19 - 2.11%)

China 24.86% (31.7.19 - 16.92%)

| | | | |
|------------------------------------|------------|--------|------|
| Alibaba ADS | 67,645 | 12,937 | 6.74 |
| Baidu ADR | 33,479 | 3,045 | 1.59 |
| China BlueChemical 'H' | 16,866,000 | 1,890 | 0.98 |
| China Oilfield Services | 2,972,000 | 1,762 | 0.92 |
| China Pacific Insurance | 841,600 | 1,857 | 0.97 |
| Dongfeng Motor 'H' | 5,334,000 | 2,910 | 1.52 |
| JD.com ADS | 150,204 | 7,301 | 3.80 |
| Jiangsu Yanghe Brewery Joint-Stock | 270,712 | 3,992 | 2.08 |
| Minth | 976,000 | 2,216 | 1.15 |
| NetEase ADS | 22,016 | 7,690 | 4.01 |
| Suofeiya Home Collection | 839,151 | 2,104 | 1.10 |

Hong Kong 11.05% (31.7.19 - 6.73%)

| | | | |
|------------------------|------------|--------|------|
| AIA | 322,000 | 2,217 | 1.16 |
| COSCO Pacific | 7,456,000 | 2,961 | 1.54 |
| Pacific Basin Shipping | 13,399,000 | 1,251 | 0.65 |
| Tencent | 247,100 | 12,972 | 6.76 |
| Yue Yuen Industrial | 1,485,000 | 1,793 | 0.94 |

Hungary Nil (31.7.19 - 1.51%)

India 14.08% (31.7.19 - 13.56%)

| | | | |
|------------------------------------|-----------|-------|------|
| Aurobindo Pharma | 260,139 | 2,320 | 1.21 |
| Gujarat Pipavav Port | 2,499,998 | 1,903 | 0.99 |
| HDFC Bank ADS | 73,564 | 2,620 | 1.37 |
| ICICI Bank ADR | 532,474 | 3,805 | 1.98 |
| Infosys ADR | 402,455 | 3,940 | 2.05 |
| Larsen & Toubro | 138,095 | 1,285 | 0.67 |
| Mahindra & Mahindra | 686,234 | 4,268 | 2.22 |
| Power Grid | 1,736,726 | 3,148 | 1.64 |
| Shriram Transport ¹ | 13,000 | 76 | 0.04 |
| Shriram Transport Finance | 235,235 | 1,659 | 0.87 |
| Shriram Transport Rights 31/8/2020 | 27,142 | 36 | 0.02 |
| UPL | 403,227 | 1,962 | 1.02 |

Indonesia 1.86% (31.7.19 - 1.55%)

| | | | |
|-----------------------|-----------|-------|------|
| Astra | 6,177,100 | 1,652 | 0.86 |
| Bank Negara Indonesia | 7,967,900 | 1,913 | 1.00 |

Kazakhstan Nil (31.7.19 - 1.12%)

Mexico 2.51% (31.7.19 - 4.01%)

| | | | |
|--------------------------------|---------|-------|------|
| Fomento Economico Mexicano ADR | 66,926 | 3,135 | 1.63 |
| Regional | 858,200 | 1,683 | 0.88 |

Peru Nil (31.7.19 - 1.04%)

Russia 5.39% (31.7.19 - 8.33%)

| | | | |
|------------------------|-----------|-------|------|
| Novatek GDR | 23,685 | 2,640 | 1.38 |
| Sberbank of Russia ADR | 619,366 | 5,623 | 2.93 |
| United Company | 7,005,000 | 2,080 | 1.08 |

South Africa 1.31% (31.7.19 - 7.64%)

| | | | |
|-------------|--------|-------|------|
| Naspers 'N' | 17,814 | 2,509 | 1.31 |
|-------------|--------|-------|------|

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued
as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|---|---------------------------------------|-----------------------|----------------------------------|
| South Korea 15.22% (31.7.19 - 15.06%) | | | |
| Hyundai Motor '2' pref. | 115,634 | 5,117 | 2.67 |
| KB Financial | 117,820 | 2,652 | 1.38 |
| LG | 62,926 | 2,966 | 1.55 |
| Lotte Chemical | 13,585 | 1,460 | 0.76 |
| Samsung Electronics pref. | 421,268 | 13,335 | 6.95 |
| Samsung Fire & Marine | 33,499 | 3,674 | 1.91 |
| Taiwan 16.73% (31.7.19 - 10.41%) | | | |
| ASUSTeK Computer | 523,000 | 2,938 | 1.53 |
| Delta Electronics | 555,000 | 2,887 | 1.50 |
| Hon Hai Precision Industry | 1,530,000 | 3,120 | 1.63 |
| MediaTek | 363,000 | 6,618 | 3.45 |
| Taiwan Semiconductor Manufacturing | 1,495,274 | 16,548 | 8.62 |
| Thailand 2.60% (31.7.19 - 1.40%) | | | |
| Kasikornbank | 1,785,600 | 3,523 | 1.84 |
| Quality Houses | 28,119,600 | 1,457 | 0.76 |
| Turkey 0.91% (31.7.19 - Nil) | | | |
| Anadolu Efes Biracilik ve Malt Sanayii | 828,415 | 1,750 | 0.91 |
| United Arab Emirates 0.00% (31.7.19 - 2.21%) | | | |
| NMC Health ¹ | 78,292 | - | 0.00 |
| Portfolio of investments (31.7.19 - 100.51%) | | 191,233 | 99.66 |
| Net other assets/(liabilities) (31.7.19 - (0.51%)) | | 650 | 0.34 |
| Net assets | | 191,883 | 100.00 |

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Unquoted securities - for the year ended 31 July 2020 these amount to 0.04% (31 July 2019 - Nil) of the Net Asset Value of the Fund.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|--|---------------|
| Total purchases | 89,197 |
| Largest purchases: | |
| Brazil | |
| Petroleo Brasileiro pref. ADR | 3,304 |
| China | |
| Alibaba ADS | 4,166 |
| China Mobile | 3,004 |
| JD.com ADS | 2,881 |
| China BlueChemical 'H' | 2,659 |
| China Oilfield Services | 2,068 |
| Hong Kong | |
| Tencent | 5,433 |
| COSCO Pacific | 4,126 |
| Yue Yuen Industrial | 2,613 |
| Hungary | |
| OTP Bank | 2,777 |
| India | |
| Power Grid | 3,444 |
| Gujarat Pipavav Port | 2,369 |
| Mahindra & Mahindra | 2,247 |
| Mexico | |
| Orbia Advance | 3,572 |
| Fomento Economico Mexicano ADR | 2,685 |
| South Korea | |
| Hyundai Motor '2' pref. | 2,454 |
| Samsung Fire & Marine | 2,339 |
| Taiwan | |
| Hon Hai Precision Industry | 3,328 |
| Thailand | |
| Kasikornbank | 5,261 |
| Turkey | |
| Anadolu Efes Biracilik ve Malt Sanayii | 2,144 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Global Emerging Markets Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes continued

for the year 1 August 2019 to 31 July 2020

| | Proceeds £'000 |
|---|-------------------|
| Total sales | 141,590 |
| Largest sales: | |
| Brazil | |
| Vale ADR | 3,142 |
| China | |
| JD.com ADS | 6,128 |
| Industrial and Commercial Bank of China 'H' | 4,667 |
| Prosus | 3,536 |
| NetEase ADS | 3,272 |
| China Mobile | 2,818 |
| Hong Kong | |
| Tencent | 3,123 |
| Hungary | |
| Wizz Air | 4,077 |
| India | |
| ICICI Bank ADR | 4,459 |
| HDFC Bank ADS | 3,050 |
| Infosys ADR | 3,037 |
| Mexico | |
| Mexichem | 3,631 |
| Orbia Advance | 3,575 |
| Russia | |
| TCS GDR | 3,553 |
| South Africa | |
| Naspers 'N' | 6,174 |
| Old Mutual | 3,626 |
| South Korea | |
| Samsung Electronics pref. | 7,570 |
| Shinhan Financial | 3,431 |
| Taiwan | |
| MediaTek | 8,295 |
| Taiwan Semiconductor Manufacturing | 3,952 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Global Emerging Markets Fund (UK)

Financial Statements

Statement of Total Return

for the year 1 August 2019 to 31 July 2020

| | Notes | £'000 | 01.8.19 to 31.7.20 £'000 | £'000 | 01.8.18 to 31.7.19 £'000 |
|---|-------|---------|--------------------------------|---------|--------------------------------|
| Income | | | | | |
| Net capital losses | 2 | | (10,023) | | (4,734) |
| Revenue | 3 | 4,807 | | 8,096 | |
| Expenses | 4 | (2,436) | | (3,477) | |
| Interest payable and similar charges | 5 | (7) | | (3) | |
| Net revenue before taxation | | 2,364 | | 4,616 | |
| Taxation | 6 | (607) | | (932) | |
| Net revenue after taxation | | | 1,757 | | 3,684 |
| Total return before distributions | | | (8,266) | | (1,050) |
| Distributions | 7 | | (1,809) | | (3,787) |
| Change in net assets attributable to Shareholders from investment activities | | | (10,075) | | (4,837) |

Statement of Change in Net Assets Attributable to Shareholders

for the year 1 August 2019 to 31 July 2020

| | £'000 | 01.8.19 to 31.7.20 £'000 | £'000 | 01.8.18 to 31.7.19 £'000 |
|--|----------|--------------------------------|-----------|--------------------------------|
| Opening net assets attributable to Shareholders | | 252,371 | | 380,396 |
| Amounts received on issue of shares | 26,056 | | 69,545 | |
| Amounts paid on redemption of shares | (78,165) | | (195,904) | |
| | | (52,109) | | (126,359) |
| Dilution adjustment | | 215 | | 292 |
| Change in net assets attributable to Shareholders from investment activities | | (10,075) | | (4,837) |
| Retained distribution on accumulation shares | | 1,481 | | 2,879 |
| Closing net assets attributable to Shareholders | | 191,883 | | 252,371 |

Invesco Global Emerging Markets Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|---------|----------------|----------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | 191,233 | | 253,665 |
| Current assets | | | | |
| Debtors | 8 | 1,355 | | 1,830 |
| Cash and bank balances | 9 | 1,101 | | 491 |
| Total other assets | | | 2,456 | 2,321 |
| Total assets | | | 193,689 | 255,986 |
| Liabilities | | | | |
| Investment liabilities | | - | | - |
| Creditors | | | | |
| Bank overdrafts | | - | | 1,214 |
| Distribution payable | | 240 | | 444 |
| Other creditors | 10 | 1,566 | | 1,957 |
| Total other liabilities | | | 1,806 | 3,615 |
| Total liabilities | | | 1,806 | 3,615 |
| Net assets attributable to Shareholders | | | 191,883 | 252,371 |

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

| 2 Net capital losses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---------------------------------|---|---|
| Foreign currency contracts | (1) | (1) |
| Foreign currency (losses)/gains | (154) | 77 |
| Non-derivative securities | (9,868) | (4,810) |
| Net capital losses | (10,023) | (4,734) |

| 3 Revenue | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|---|---|
| Bank interest | - | 5 |
| Non-taxable overseas dividends | 4,411 | 6,369 |
| Stock dividends | - | 119 |
| Taxable overseas dividends | 381 | 1,415 |
| UK dividends | 15 | 188 |
| | 4,807 | 8,096 |

| 4 Expenses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 2,436 | 3,477 |
| | 2,436 | 3,477 |
| Total expenses | 2,436 | 3,477 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT and non-audit services in relation to tax services of £2,858 (2019 - £2,858) payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | 7 | 3 |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Overseas capital gains tax | - | 103 |
| Overseas tax | 607 | 829 |
| Total tax charge | 607 | 932 |

There is no corporation tax charge for the year (2019 - Nil).

b) Factors affecting the tax charge for the year

The tax assessed for the year is higher (2019 - higher) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Net revenue before taxation | 2,364 | 4,616 |
| Corporation tax at 20% (2019 - 20%) | 473 | 923 |
| Effects of: | | |
| Movement in excess expenses | 423 | 448 |
| Overseas capital gains tax | - | 103 |
| Overseas tax ¹ | 607 | 829 |
| Relief for overseas tax treated as an expense | (11) | (36) |
| Revenue not subject to tax | (885) | (1,335) |
| Total tax charge | 607 | 932 |

¹ Includes amounts for the recovery of excess withholding tax suffered on dividends received in prior accounting periods.

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

At the year end the Fund had surplus management expenses of £22,188,000 (2019 - £20,073,000). It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these expenses and therefore a deferred tax asset of £4,438,000 (2019 - £4,015,000) has not been recognised.

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 1,721 | 3,323 |
| Amounts deducted on redemption of shares | 223 | 660 |
| Amounts received on issue of shares | (135) | (196) |
| | 1,809 | 3,787 |
| The distributable amount has been calculated as follows: | | |
| Net revenue after taxation | 1,757 | 3,684 |
| Equalisation on conversions | 52 | - |
| Overseas capital gains tax | - | 103 |
| | 1,809 | 3,787 |

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 523 | 555 |
| Amounts receivable for issue of shares | 21 | 85 |
| Foreign currency contracts awaiting settlement | 327 | 501 |
| Overseas tax recoverable | 118 | 118 |
| Sales awaiting settlement | 366 | 571 |
| | 1,355 | 1,830 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 1,101 | 491 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 199 | 260 |
| Amounts payable for redemption of shares | 932 | 838 |
| Foreign currency contracts awaiting settlement | 319 | 498 |
| Purchases awaiting settlement | 116 | 361 |
| | 1,566 | 1,957 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £8,048,000 (2019 - Nil) and amounts paid in respect of purchases in the accounting year is £8,048,000 (2019 - Nil). Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £199,000 (2019 - £260,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As the Fund invests in emerging and developing markets, investors should be prepared to accept a higher degree of risk than for a Fund with a broader investment mandate as there is the potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 191,157 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | 76 | - |
| | 191,233 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 253,665 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 253,665 | - |

The majority of financial instruments are classified as level 1: Quoted prices. Instruments classified as level 3: Unobservable data mainly comprise non-market traded and unquoted securities.

Generally for the non-market traded and unquoted securities, where there is no price source from an active market for an investment, the Manager has applied judgement in determining the fair value. The Manager has used several valuation methodologies as prescribed in the International Private Equity and Venture Capital valuation guidelines to arrive at their best estimate of fair value. Valuation techniques used by the Manager are set out in Accounting Policies note 1 (i). The fair value is established by using measures of value such as:

- Price of recent transactions – Management determine the fair value based on the price of recent transactions made by management or a third party.
- Milestone analysis – Management assess the investment company's progress against milestones expected at the time of investment in order to determine whether an adjustment is required to the transaction price to determine fair value.
- Multiples – Earnings or Revenue multiples are selected from comparable public companies based on geographic location, industry, size, risk profile, earnings growth prospects, target markets and other factors that management consider reasonable. A discount for lack of liquidity may then be applied to represent the adjustment to comparable company multiples to reflect the illiquidity of the portfolio companies relative to the comparable peer group. Management determines the discount for lack of liquidity based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. One of the most common forms of multiples used for cash generating companies are EV/EBITDA multiples as EBITDA is generally seen to represent a good proxy for free cash flow. These are applied where appropriate based on the development of underlying portfolio companies but other multiples such as EV/Revenue may also be considered.
- Net assets – Management determine the fair value based on the net asset value of the underlying portfolio company.

In applying the above valuation techniques in arriving at the fair value the Manager has assessed any further information available from internal and external sources to arrive at an estimated fair value, which includes but is not limited to the following:

- Reference to listed securities of the same company.
- Consideration of seniority of the securities held and terms of repayment upon realisation.
- Consideration of any trading restrictions on the investment company's shares that would limit Invesco's ability to realise its holding.
- Consideration of any outstanding payments to be made by Invesco.
- Industry statistics or events (such as mergers and acquisitions).

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs

for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 89,116 | 40 | 0.04 | 41 | 0.05 |
| Total purchases | 89,116 | 40 | | 41 | |
| Total purchases including transaction costs | 89,197 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 141,772 | 69 | 0.05 | 113 | 0.08 |
| Total sales | 141,772 | 69 | | 113 | |
| Total sales net of transaction costs | 141,590 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 109 | | 154 | |
| Total transaction costs as a % of average net assets | | 0.05% | | 0.08% | |

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued

for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 109,163 | 62 | 0.06 | 72 | 0.07 |
| Total purchases | 109,163 | 62 | | 72 | |
| Total purchases including transaction costs | 109,297 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 228,995 | 113 | 0.05 | 208 | 0.09 |
| Total sales | 228,995 | 113 | | 208 | |
| Total sales net of transaction costs | 228,674 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 175 | | 280 | |
| Total transaction costs as a % of average net assets | | 0.06% | | 0.09% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.19% (2019 - 0.16%).

Invesco Global Emerging Markets Fund (UK)

Notes to the financial statements

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|------------------------|-----------------------------------|--------------------------|--------------------------|
| Opening shares | 16,752,735 | 578,374 | 13,428,007 | 31,356,453 |
| Shares issued | 1,910,557 | 33,508 | 155,400 | 3,193,859 |
| Shares redeemed | (1,920,003) | (370,450) | (4,646,347) | (12,884,245) |
| Shares converted | (4,181,259) | 6,213,842 | 25,574 | (8,103) |
| Closing shares | 12,562,030 | 6,455,274 | 8,962,634 | 21,657,964 |

| | Income shares | Income shares (No Trail) | Z Income shares | Y Income shares |
|-----------------------|------------------|-----------------------------|--------------------|--------------------|
| Opening shares | 2,740,003 | 47,497 | 2,610,779 | 4,916,261 |
| Shares issued | 870,538 | 2,245 | 1,052,248 | 637,200 |
| Shares redeemed | (735,867) | (39,109) | (2,451,932) | (1,021,173) |
| Shares converted | (246,971) | 359,128 | 19,851 | (15,331) |
| Closing shares | 2,627,703 | 369,761 | 1,230,946 | 4,516,957 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco Global Emerging Markets Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per share |
|--|--------------------------------------|------------------------------------|--|--|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 1.3791 | - | 1.3791 | 2.9852 |
| Group 2 | 0.5543 | 0.8248 | 1.3791 | 2.9852 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 2.1314 | - | 2.1314 | 3.1092 |
| Group 2 | 1.5492 | 0.5822 | 2.1314 | 3.1092 |
| Z Accumulation shares | | | | |
| Group 1 | 3.9407 | - | 3.9407 | 5.4807 |
| Group 2 | 3.0980 | 0.8427 | 3.9407 | 5.4807 |
| Y Accumulation shares | | | | |
| Group 1 | 3.7711 | - | 3.7711 | 5.1804 |
| Group 2 | 1.7078 | 2.0633 | 3.7711 | 5.1804 |
| Income shares | | | | |
| Group 1 | 1.2216 | - | 1.2216 | 2.6484 |
| Group 2 | 0.5137 | 0.7079 | 1.2216 | 2.6484 |
| Income shares (No Trail) | | | | |
| Group 1 | 1.8950 | - | 1.8950 | 2.8038 |
| Group 2 | 1.3067 | 0.5883 | 1.8950 | 2.8038 |
| Z Income shares | | | | |
| Group 1 | 3.5841 | - | 3.5841 | 5.0691 |
| Group 2 | 3.2415 | 0.3426 | 3.5841 | 5.0691 |
| Y Income shares | | | | |
| Group 1 | 3.4726 | - | 3.4726 | 4.8438 |
| Group 2 | 2.7961 | 0.6765 | 3.4726 | 4.8438 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco Global Smaller Companies Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of smaller companies, globally. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities, money-market instruments, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The investment objectives and policies currently shown within these financial statements are those that were in place as at 31 July 2020.

| Performance to 31 July 2020 | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Percentage growth Since 31.7.15 % | Since 31.7.10 % |
|---|--|--|--|--|--|
| Invesco Global Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | -5.40 | -8.01 | 1.94 | 46.54 | 158.43 |
| IA Global Sector NR ² | 0.32 | 0.56 | 22.23 | 63.52 | 159.70 |
| Fund Ranking | 182/233 | 191/224 | 179/197 | 137/178 | 64/119 |

| Standardised rolling 12 month performance | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | Percentage growth 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
|---|--|--|--|--|--|
| Invesco Global Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | 6.0 | 32.7 | 7.9 | 0.2 | -2.7 |
| IA Global Sector NR ² | 7.7 | 24.1 | 9.4 | 7.3 | 5.6 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 75 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 75 is based on the close of business bid price.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund fell 8.0% over the twelve months to the end of July 2020. This placed the Fund in the fourth quartile of its peer group, the IA Global Sector NR, which returned an average of 0.6%.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class.

Past performance is not a guide to future returns.

Up until mid-February 2020 when equity markets fell sharply as news emerged that the spread of the coronavirus was accelerating outside of China, it had generally been a positive period for small-cap equity markets. However, concerns that the global economy was facing an unprecedented event that would trigger a deep recession prompted a sharp sell-off in equities. However, aided by the swift and decisive action of governments and central banks in providing fiscal and monetary stimulus, equity markets thereafter staged a strong recovery.

There was a dispersion of Fund performance at both a regional and sector level. Asian stocks, led by our holdings in Taiwanese technology companies, contributed positively towards performance. Stocks held in Japan and China also generated positive returns. Other regions, by contrast, fared less favourably with Europe being a laggard with our UK holdings being the main drag on performance.

While exposure to consumer staples and healthcare stocks proved to be beneficial, our holdings in financials had a negative impact as sentiment towards banks was adversely affected by the likelihood that various national governments and regulators could put pressure on them to support the economy.

The Fund remains globally diversified and we continue to prefer markets such as the UK, Europe and Asia Pacific ex-Japan, where we have large positions. Although the Fund increased its exposure to US companies during the review period, we still have an underweight position here versus the country's weighting in the MSCI AC World Small Cap Index.

In recent times we have sought to upgrade the quality of the portfolio by investing more in companies with net cash balances at the expense of those with high debt levels and weak balance sheets. Semiconductors is a sector we currently favour. We are also finding opportunities in small financial intermediary companies that offer services such as wealth management, custody and administration solutions, as well as financial exchanges in smaller markets.

We continue to focus on seeking to identify smaller companies with sound business models and balance sheets trading at what we consider to be attractive valuations, including those that we believe are well positioned to benefit from the return to normality when it finally arrives.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco Global Smaller Companies Fund (UK) had risen 9.12% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

Erik Esselink (lead) and the Invesco Global Smaller Companies Group, Henley Investment Centre¹, Fund Managers

Where Erik Esselink and the Invesco Global Smaller Companies Group, Henley Investment Centre have expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

Effective 31 December 2019, Erik Esselink became the lead fund manager of the Invesco Global Smaller Companies Fund (UK).

¹ The Invesco Global Smaller Companies Group, Henley Investment Centre, comprises CIO Henley Investment Centre and Fund Managers, Andy Tidby, Ian Hargreaves, Jonathan Brown, Erik Esselink and Juan Hartsfield.

| The Fund's ten largest investments are | % |
|--|------|
| Signify | 0.83 |
| Avalara | 0.76 |
| Lattice Semiconductor | 0.70 |
| TKH | 0.67 |
| NeoGenomics | 0.66 |
| Horizon Pharma | 0.64 |
| Taylor Morrison Home | 0.64 |
| Pan Pacific International | 0.64 |
| Entegris | 0.64 |
| FirstService | 0.63 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 2,646.01 | 2,570.63 | 2,434.50 |
| Return before operating charges* | (181.18) | 117.04 | 179.05 |
| Operating charges | (41.51) | (41.66) | (42.92) |
| Return after operating charges | (222.69) | 75.38 | 136.13 |
| Distributions | - | (5.13) | - |
| Retained distributions on accumulation shares | - | 5.13 | - |
| Closing net asset value per share | 2,423.32 | 2,646.01 | 2,570.63 |
| *After direct transaction costs of | (3.02) | (2.23) | (2.34) |
| Performance | | | |
| Return after charges | (8.42%) | 2.93% | 5.59% |
| Other information | | | |
| Closing net asset value (£'000) | 169,850 | 265,432 | 291,363 |
| Closing number of shares | 7,008,991 | 10,031,447 | 11,334,308 |
| Operating charges | 1.70% | 1.70% | 1.70% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 2,700.48 | 2,669.00 | 2,641.82 |
| Lowest share price | 1,780.94 | 2,168.05 | 2,404.91 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 393.81 | 380.69 | 358.73 |
| Return before operating charges* | (26.95) | 17.49 | 26.44 |
| Operating charges | (4.37) | (4.37) | (4.48) |
| Return after operating charges | (31.32) | 13.12 | 21.96 |
| Distributions | (1.51) | (2.58) | (1.71) |
| Retained distributions on accumulation shares | 1.51 | 2.58 | 1.71 |
| Closing net asset value per share | 362.49 | 393.81 | 380.69 |
| *After direct transaction costs of | (0.45) | (0.33) | (0.35) |
| Performance | | | |
| Return after charges | (7.95%) | 3.45% | 6.12% |
| Other information | | | |
| Closing net asset value (£'000) | 123,564 | 52,586 | 51,402 |
| Closing number of shares | 34,087,288 | 13,352,930 | 13,502,334 |
| Operating charges | 1.20% | 1.20% | 1.20% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 402.88 | 397.24 | 390.16 |
| Lowest share price | 265.91 | 321.71 | 354.60 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 492.07 | 474.50 | 446.03 |
| Return before operating charges* | (33.65) | 21.88 | 32.88 |
| Operating charges | (4.33) | (4.31) | (4.41) |
| Return after operating charges | (37.98) | 17.57 | 28.47 |
| Distributions | (3.01) | (4.36) | (3.29) |
| Retained distributions on accumulation shares | 3.01 | 4.36 | 3.29 |
| Closing net asset value per share | 454.09 | 492.07 | 474.50 |
| *After direct transaction costs of | (0.56) | (0.41) | (0.43) |
| Performance | | | |
| Return after charges | (7.72%) | 3.70% | 6.38% |
| Other information | | | |
| Closing net asset value (£'000) | 68,118 | 90,106 | 97,343 |
| Closing number of shares | 15,001,105 | 18,311,654 | 20,514,971 |
| Operating charges | 0.95% | 0.95% | 0.95% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 503.99 | 496.35 | 485.64 |
| Lowest share price | 332.78 | 401.39 | 441.02 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 357.96 | 344.99 | 324.13 |
| Return before operating charges* | (24.49) | 15.94 | 23.90 |
| Operating charges | (2.98) | (2.97) | (3.04) |
| Return after operating charges | (27.47) | 12.97 | 20.86 |
| Distributions | (2.35) | (3.33) | (2.56) |
| Retained distributions on accumulation shares | 2.35 | 3.33 | 2.56 |
| Closing net asset value per share | 330.49 | 357.96 | 344.99 |
| *After direct transaction costs of | (0.41) | (0.30) | (0.31) |
| Performance | | | |
| Return after charges | (7.67%) | 3.76% | 6.44% |
| Other information | | | |
| Closing net asset value (£'000) | 167,966 | 237,512 | 314,981 |
| Closing number of shares | 50,823,414 | 66,352,708 | 91,300,829 |
| Operating charges | 0.90% | 0.90% | 0.90% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 366.71 | 361.07 | 353.00 |
| Lowest share price | 242.16 | 291.90 | 320.51 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

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Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 2,517.02 | 2,450.07 | 2,320.39 |
| Return before operating charges* | (172.26) | 111.53 | 170.59 |
| Operating charges | (39.48) | (39.71) | (40.91) |
| Return after operating charges | (211.74) | 71.82 | 129.68 |
| Distributions | - | (4.87) | - |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 2,305.28 | 2,517.02 | 2,450.07 |
| *After direct transaction costs of | (2.87) | (2.12) | (2.23) |
| Performance | | | |
| Return after charges | (8.41%) | 2.93% | 5.59% |
| Other information | | | |
| Closing net asset value (£'000) | 12,972 | 23,160 | 30,680 |
| Closing number of shares | 562,700 | 920,120 | 1,252,201 |
| Operating charges | 1.70% | 1.70% | 1.70% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 2,568.85 | 2,543.81 | 2,518.00 |
| Lowest share price | 1,694.14 | 2,066.36 | 2,292.19 |

| Year ended Income shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 368.17 | 358.25 | 339.11 |
| Return before operating charges* | (25.18) | 16.46 | 24.98 |
| Operating charges | (4.09) | (4.11) | (4.23) |
| Return after operating charges | (29.27) | 12.35 | 20.75 |
| Distributions | (1.42) | (2.43) | (1.61) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 337.48 | 368.17 | 358.25 |
| *After direct transaction costs of | (0.42) | (0.31) | (0.33) |
| Performance | | | |
| Return after charges | (7.95%) | 3.45% | 6.12% |
| Other information | | | |
| Closing net asset value (£'000) | 2,591 | 455 | 487 |
| Closing number of shares | 767,914 | 123,571 | 135,843 |
| Operating charges | 1.20% | 1.20% | 1.20% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 376.66 | 373.83 | 368.82 |
| Lowest share price | 248.60 | 302.75 | 335.20 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

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Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 465.55 | 452.92 | 428.71 |
| Return before operating charges* | (31.81) | 20.91 | 31.61 |
| Operating charges | (4.10) | (4.12) | (4.24) |
| Return after operating charges | (35.91) | 16.79 | 27.37 |
| Distributions | (2.84) | (4.16) | (3.16) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 426.80 | 465.55 | 452.92 |
| *After direct transaction costs of | (0.53) | (0.39) | (0.41) |
| Performance | | | |
| Return after charges | (7.71%) | 3.71% | 6.38% |
| Other information | | | |
| Closing net asset value (£'000) | 11,419 | 15,023 | 15,045 |
| Closing number of shares | 2,675,409 | 3,226,886 | 3,321,788 |
| Operating charges | 0.95% | 0.95% | 0.95% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 476.85 | 473.79 | 466.79 |
| Lowest share price | 314.87 | 383.15 | 423.90 |

| Year ended Y Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 340.72 | 331.45 | 313.73 |
| Return before operating charges* | (23.29) | 15.34 | 23.14 |
| Operating charges | (2.84) | (2.86) | (2.94) |
| Return after operating charges | (26.13) | 12.48 | 20.20 |
| Distributions | (2.24) | (3.21) | (2.48) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 312.35 | 340.72 | 331.45 |
| *After direct transaction costs of | (0.39) | (0.29) | (0.30) |
| Performance | | | |
| Return after charges | (7.67%) | 3.77% | 6.44% |
| Other information | | | |
| Closing net asset value (£'000) | 18,790 | 26,132 | 26,574 |
| Closing number of shares | 6,015,848 | 7,669,648 | 8,017,604 |
| Operating charges | 0.90% | 0.90% | 0.90% |
| Direct transaction costs | 0.12% | 0.09% | 0.09% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 349.07 | 346.91 | 341.68 |
| Lowest share price | 230.51 | 280.45 | 310.24 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

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Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited)
as at 31 July 2020

Investment

Asia & Australasia (excluding Japan) 13.89% (31.7.19 - 15.85%)

Australia 0.03% (31.7.19 - 0.02%)

| | | | |
|-------|-----------|-----|------|
| Vonex | 2,748,851 | 165 | 0.03 |
|-------|-----------|-----|------|

China 2.88% (31.7.19 - 3.55%)

| | | | |
|--------------------------|------------|-------|------|
| Baozun ADR | 84,886 | 2,720 | 0.47 |
| China Bluechemical | 14,888,000 | 1,668 | 0.29 |
| China MeiDong Auto | 1,502,701 | 3,191 | 0.56 |
| Dongfeng Motor 'H' | 2,046,000 | 1,116 | 0.19 |
| KWG Property | 1,404,000 | 1,902 | 0.33 |
| Minth | 1,000,000 | 2,271 | 0.40 |
| Shenzhen Expressway | 2,002,000 | 1,454 | 0.25 |
| Suofeiya Home Collection | 894,565 | 2,243 | 0.39 |

Hong Kong 1.81% (31.7.19 - 2.18%)

| | | | |
|--------------------------|------------|-------|------|
| COSCO Pacific | 4,624,000 | 1,836 | 0.32 |
| EVA Precision Industrial | 48,676,000 | 1,770 | 0.31 |
| Pacific Basin Shipping | 17,299,000 | 1,616 | 0.28 |
| Samsonite International | 2,343,900 | 1,671 | 0.29 |
| Union Medical Healthcare | 4,294,000 | 1,731 | 0.30 |
| Yue Yuen Industrial | 1,460,000 | 1,762 | 0.31 |

India 2.59% (31.7.19 - 2.70%)

| | | | |
|--|-----------|-------|------|
| Aurobindo Pharma | 368,918 | 3,289 | 0.57 |
| Azure Power Global | 105,447 | 1,659 | 0.29 |
| Escorts | 161,723 | 1,861 | 0.33 |
| Gujarat Pipavav Port | 1,297,062 | 988 | 0.17 |
| Mahindra & Mahindra | 464,682 | 2,890 | 0.50 |
| Shriram Transport Finance ¹ | 21,000 | 122 | 0.02 |
| Shriram Transport Finance | 190,158 | 1,341 | 0.23 |
| Shriram Transport Rights 31/8/2020 | 21,941 | 29 | 0.01 |
| UPL | 554,173 | 2,697 | 0.47 |

Indonesia Nil (31.7.19 - 0.59%)

Malaysia Nil (31.7.19 - 0.21%)

Philippines 0.22% (31.7.19 - 0.24%)

| | | | |
|----------------|---------|-------|------|
| Jollibee Foods | 609,160 | 1,270 | 0.22 |
|----------------|---------|-------|------|

Singapore 0.38% (31.7.19 - 0.95%)

| | | | |
|--------------------------|---------|-------|------|
| Jadestone Energy | 766,588 | 498 | 0.09 |
| Jardine Cycle & Carriage | 152,200 | 1,690 | 0.29 |

South Korea 1.91% (31.7.19 - 2.33%)

| | | | |
|--------------------------|---------|-------|------|
| Com2uS | 38,192 | 2,938 | 0.51 |
| DGB Financial | 787,558 | 2,594 | 0.45 |
| Fila Korea | 103,287 | 2,206 | 0.38 |
| Finetex EnE ¹ | 256,571 | 97 | 0.02 |
| Korean Reinsurance | 446,167 | 2,035 | 0.35 |
| Lotte Chemical | 10,571 | 1,136 | 0.20 |

Taiwan 3.58% (31.7.19 - 2.11%)

| | | | |
|---------------------|-----------|-------|------|
| ASUSTeK Computer | 404,000 | 2,270 | 0.40 |
| Chialease | 690,880 | 2,201 | 0.38 |
| Chroma ATE | 662,000 | 2,832 | 0.49 |
| Delta Electronics | 574,000 | 2,986 | 0.52 |
| Gigabyte Technology | 1,374,000 | 3,002 | 0.52 |
| MediaTek | 99,000 | 1,805 | 0.31 |
| Parade Technologies | 83,000 | 2,752 | 0.48 |
| TCI | 371,000 | 2,731 | 0.48 |

Thailand 0.49% (31.7.19 - 0.97%)

| | | | |
|----------------|------------|-------|------|
| Kasikornbank | 877,000 | 1,730 | 0.30 |
| Quality Houses | 20,675,000 | 1,071 | 0.19 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued
as at 31 July 2020

Investment

Europe (excluding UK) 19.73% (31.7.19 - 21.62%)

Austria 0.27% (31.7.19 - 1.22%)

| | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|-----|---------------------------------------|--------------------|----------------------------------|
| AMS | 120,340 | 1,528 | 0.27 |

Belgium 0.86% (31.7.19 - 1.27%)

| | | | |
|-------------------------|-----------|-------|------|
| Biocartis | 369,450 | 1,458 | 0.25 |
| X-Fab Silicon Foundries | 1,328,093 | 3,518 | 0.61 |

Denmark Nil (31.7.19 - 0.19%)

Finland Nil (31.7.19 - 0.45%)

France 2.62% (31.7.19 - 5.87%)

| | | | |
|----------------|---------|-------|------|
| FFP | 40,445 | 2,394 | 0.42 |
| Munic | 69,529 | 272 | 0.05 |
| Neoen | 47,868 | 1,661 | 0.29 |
| OL | 513,372 | 999 | 0.17 |
| Plastic Omnium | 89,080 | 1,370 | 0.24 |
| SCOR | 126,744 | 2,489 | 0.43 |
| SEB | 21,457 | 2,708 | 0.47 |
| SOITEC | 35,382 | 3,175 | 0.55 |

Germany 2.34% (31.7.19 - 0.73%)

| | | | |
|--------------------------|---------|-------|------|
| Compu Medical | 44,207 | 2,957 | 0.51 |
| Evotec | 22,818 | 461 | 0.08 |
| HanseYachts | 55,100 | 230 | 0.04 |
| Hella | 69,507 | 2,302 | 0.40 |
| LPKF Laser & Electronics | 57,947 | 1,141 | 0.20 |
| Nordex | 316,293 | 2,508 | 0.44 |
| Northern Data | 44,092 | 2,026 | 0.35 |
| Varta | 22,053 | 1,864 | 0.32 |

Greece 0.15% (31.7.19 - 0.27%)

| | | | |
|-------------------|-----------|-----|------|
| Eurobank Ergasias | 2,731,507 | 875 | 0.15 |
|-------------------|-----------|-----|------|

Hungary Nil (31.7.19 - 0.13%)

Italy 3.08% (31.7.19 - 1.72%)

| | | | |
|----------------------------------|-----------|-------|------|
| Antares Vision | 123,710 | 1,137 | 0.20 |
| Antares Vision warrant 19/4/2024 | 50,510 | 75 | 0.01 |
| Equita | 813,548 | 1,737 | 0.30 |
| Expert System | 821,349 | 2,105 | 0.36 |
| Fila | 167,926 | 1,192 | 0.21 |
| GVS | 175,140 | 1,745 | 0.30 |
| Iren | 1,037,414 | 1,995 | 0.35 |
| Piovan | 362,168 | 1,566 | 0.27 |
| Sesa | 48,138 | 2,759 | 0.48 |
| Tamburi Investment Partners | 428,976 | 2,164 | 0.38 |
| Wiit | 11,437 | 1,262 | 0.22 |

Kazakhstan 0.18% (31.7.19 - 0.08%)

| | | | |
|--------------|---------|-------|------|
| KAZ Minerals | 187,200 | 1,012 | 0.18 |
|--------------|---------|-------|------|

Netherlands 4.19% (31.7.19 - 4.82%)

| | | | |
|-----------------------------|---------|-------|------|
| Aalberts Industries | 36,107 | 981 | 0.17 |
| AFC Ajax | 180,440 | 2,445 | 0.42 |
| AMG Advanced Metallurgical | 108,618 | 1,471 | 0.26 |
| Arcadis | 144,105 | 2,241 | 0.39 |
| B&S | 440,790 | 2,109 | 0.37 |
| BE Semiconductor Industries | 58,172 | 1,960 | 0.34 |
| Eurocommercial | 66,213 | 620 | 0.11 |
| ICT | 237,186 | 1,573 | 0.27 |
| Kendrion | 203,434 | 2,071 | 0.36 |
| Signify | 208,661 | 4,764 | 0.83 |
| TKH | 129,210 | 3,867 | 0.67 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued as at 31 July 2020

Investment

Norway 0.40% (31.7.19 - 0.33%)

| | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--------------|---------------------------------------|--------------------|----------------------------------|
| Scatec Solar | 175,898 | 2,312 | 0.40 |

Poland Nil (31.7.19 - 0.14%)

Portugal Nil (31.7.19 - 0.40%)

Republic of Ireland 0.41% (31.7.19 - 1.58%)

| | | | |
|--------------|---------|-------|------|
| FBD Holdings | 324,103 | 1,875 | 0.33 |
| Grafton | 70,908 | 456 | 0.08 |

Russia 1.11% (31.7.19 - 0.62%)

| | | | |
|---------------------------|-----------|-------|------|
| Detsky Mir | 1,044,800 | 1,252 | 0.22 |
| Moscow Exchange MICEX-RTS | 874,955 | 1,198 | 0.21 |
| Petropavlovsk | 4,964,985 | 1,797 | 0.31 |
| TCS GDR | 110,906 | 2,121 | 0.37 |

Spain 1.86% (31.7.19 - 0.56%)

| | | | |
|--------------------------|-----------|-------|------|
| Acciona | 37,265 | 3,147 | 0.55 |
| Befesa | 73,349 | 2,277 | 0.39 |
| Deoleo | 6,529,190 | 1,768 | 0.31 |
| Enagas | 12,841 | 247 | 0.04 |
| Grupo Catalana Occidente | 140,044 | 2,523 | 0.44 |
| Talgo | 216,309 | 760 | 0.13 |

Sweden 0.91% (31.7.19 - 0.85%)

| | | | |
|------------|---------|-------|------|
| Elekta 'B' | 262,431 | 2,047 | 0.35 |
| SkiStar | 362,867 | 3,206 | 0.56 |

Switzerland 0.65% (31.7.19 - Nil)

| | | | |
|---------------|---------|-------|------|
| ALSO | 6,527 | 1,301 | 0.23 |
| SIG Combibloc | 132,440 | 1,761 | 0.30 |
| Zur Rose | 3,213 | 680 | 0.12 |

Turkey 0.70% (31.7.19 - 0.39%)

| | | | |
|------------------------------|-----------|-------|------|
| Aselsan Elektronik | 331,987 | 1,277 | 0.22 |
| Eregli Demir ve Celik | 1,242,547 | 1,036 | 0.18 |
| Mavi Giyim Sanayi Ve Ticaret | 227,475 | 1,029 | 0.18 |
| Türkiye Garanti Bankasi | 912,986 | 699 | 0.12 |

Japan 12.09% (31.7.19 - 13.32%)

| | | | |
|----------------------------|---------|-------|------|
| Arata | 29,500 | 1,065 | 0.18 |
| As One | 25,000 | 2,016 | 0.35 |
| Azbil | 120,400 | 3,041 | 0.53 |
| BeNEXT | 94,400 | 671 | 0.12 |
| Capcom | 45,600 | 1,354 | 0.24 |
| Chiba Bank | 389,000 | 1,348 | 0.23 |
| CKD | 92,400 | 1,336 | 0.23 |
| Comsys | 117,100 | 2,612 | 0.45 |
| Daiseiki | 78,600 | 1,275 | 0.22 |
| Denka | 55,400 | 1,002 | 0.17 |
| FP | 29,100 | 1,780 | 0.31 |
| Fullcast | 130,200 | 1,144 | 0.20 |
| GLP J-REIT | 2,626 | 3,315 | 0.58 |
| Inter Action | 60,800 | 718 | 0.12 |
| Japan Material | 129,500 | 1,485 | 0.26 |
| Jeol | 70,500 | 1,483 | 0.26 |
| Kenedix Realty Investment | 252 | 1,048 | 0.18 |
| KH Neochem | 59,800 | 830 | 0.14 |
| KOMEDA | 94,400 | 1,133 | 0.20 |
| M&A Capital Partners | 46,500 | 1,285 | 0.22 |
| Minebea | 180,700 | 2,241 | 0.39 |
| Nakanishi | 141,700 | 1,696 | 0.29 |
| Nexon | 98,200 | 1,930 | 0.34 |
| Nichirei | 84,900 | 1,829 | 0.32 |
| Nifco | 50,000 | 848 | 0.15 |
| Nissan Chemical Industries | 39,000 | 1,554 | 0.27 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|---|---------------------------------------|--------------------|----------------------------------|
| Japan continued | | | |
| Paltac | 17,800 | 731 | 0.13 |
| Pan Pacific International | 212,500 | 3,678 | 0.64 |
| Penta-Ocean Construction | 559,300 | 2,221 | 0.39 |
| QB Net | 82,800 | 1,021 | 0.18 |
| Relia | 110,300 | 883 | 0.15 |
| Sho-Bond | 85,100 | 2,778 | 0.48 |
| Sohgo Security Services | 58,800 | 2,102 | 0.36 |
| Solasto | 313,500 | 2,309 | 0.40 |
| Square-Enix | 35,400 | 1,439 | 0.25 |
| Star Mica | 69,100 | 578 | 0.10 |
| Sushiro Global | 103,200 | 1,662 | 0.29 |
| Systema | 64,600 | 738 | 0.13 |
| Taiyo Yuden | 68,900 | 1,646 | 0.29 |
| TechnoPro | 33,300 | 1,289 | 0.22 |
| Tokyo Seimitsu | 43,200 | 1,035 | 0.18 |
| Tokyo Tatemono | 77,300 | 629 | 0.11 |
| Trusco Nakayama | 169,700 | 3,031 | 0.53 |
| Tsuruha | 9,600 | 1,009 | 0.18 |
| Yokogawa Bridge | 57,100 | 759 | 0.13 |
| Latin America 2.45% (31.7.19 - 2.38%) | | | |
| Argentina Nil (31.7.19 - 0.06%) | | | |
| Brazil 1.17% (31.7.19 - 1.53%) | | | |
| Alpargatas pref. | 274,475 | 1,262 | 0.22 |
| Banco ABC Brasil pref. | 584,184 | 1,200 | 0.21 |
| C&A Modas | 750,900 | 1,112 | 0.19 |
| Cyrela Brazil Realty | 319,600 | 1,282 | 0.22 |
| Gerdau pref. | 450,300 | 1,150 | 0.20 |
| Petrobras Distribuidora | 221,600 | 736 | 0.13 |
| Chile 0.20% (31.7.19 - 0.08%) | | | |
| Enel Chile | 17,721,274 | 1,151 | 0.20 |
| Mexico 0.79% (31.7.19 - 0.66%) | | | |
| Genomma Lab Internacional | 2,181,100 | 1,758 | 0.31 |
| Macquarie Mexico Real Estate Management | 1,452,350 | 1,275 | 0.22 |
| Regional | 775,737 | 1,521 | 0.26 |
| Peru Nil (31.7.19 - 0.05%) | | | |
| Uruguay 0.29% (31.7.19 - Nil) | | | |
| Arcos Dorados 'A' | 466,305 | 1,652 | 0.29 |
| Middle East and Africa 1.12% (31.7.19 - 1.62%) | | | |
| South Africa 0.99% (31.7.19 - 1.19%) | | | |
| Impala Platinum | 172,883 | 1,167 | 0.20 |
| KAP Industrial | 9,029,689 | 1,050 | 0.18 |
| PSG | 249,730 | 1,724 | 0.30 |
| Transaction Capital | 2,157,989 | 1,770 | 0.31 |
| United Arab Emirates 0.13% (31.7.19 - 0.43%) | | | |
| Aramex | 1,097,188 | 744 | 0.13 |
| NMC Health ¹ | 79,000 | - | 0.00 |
| North America 41.91% (31.7.19 - 32.97%) | | | |
| Bermuda Nil (31.7.19 - 0.49%) | | | |
| Canada 1.50% (31.7.19 - 0.78%) | | | |
| Fairfax India | 271,953 | 1,641 | 0.29 |
| FirstService | 40,136 | 3,650 | 0.63 |
| TMX | 43,289 | 3,363 | 0.58 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued
as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|---------------------------------------|--------------------|----------------------------------|
| United States 40.41% (31.7.19 - 31.70%) | | | |
| Acadia Healthcare | 75,800 | 1,722 | 0.30 |
| Altra Industrial Motion | 121,850 | 3,179 | 0.55 |
| American Eagle Outfitters | 178,812 | 1,362 | 0.24 |
| Applied Industrial Technologies | 52,622 | 2,528 | 0.44 |
| Ashland Global | 45,162 | 2,596 | 0.45 |
| Assurant | 26,770 | 2,192 | 0.38 |
| Avalara | 42,586 | 4,362 | 0.76 |
| Badger Meter | 53,195 | 2,538 | 0.44 |
| Blucora | 91,957 | 825 | 0.14 |
| Boot Barn | 40,499 | 597 | 0.10 |
| BrightView | 112,385 | 1,038 | 0.18 |
| Brooks Automation | 74,221 | 3,075 | 0.53 |
| Calavo Growers | 37,470 | 1,648 | 0.29 |
| California Water | 35,680 | 1,275 | 0.22 |
| Casella Waste Systems | 53,852 | 2,274 | 0.40 |
| Children's Place | 30,215 | 562 | 0.10 |
| Ciena | 54,281 | 2,461 | 0.43 |
| Coherent | 20,469 | 2,165 | 0.38 |
| Columbia Banking Systems | 106,255 | 2,340 | 0.41 |
| Community Bank System | 49,244 | 2,114 | 0.37 |
| CONMED | 38,076 | 2,394 | 0.42 |
| Cooper Tire & Rubber | 104,400 | 2,471 | 0.43 |
| Crocs | 93,772 | 2,567 | 0.45 |
| Cubic | 61,161 | 1,957 | 0.34 |
| Curtiss-Wright | 23,962 | 1,627 | 0.28 |
| Diamondback Energy | 56,325 | 1,711 | 0.30 |
| Dycom Industries | 84,991 | 2,773 | 0.48 |
| Eagle Materials | 38,480 | 2,351 | 0.41 |
| EastGroup Properties | 26,609 | 2,689 | 0.47 |
| Encompass Health | 53,398 | 2,770 | 0.48 |
| Enersys | 54,752 | 2,805 | 0.49 |
| Entegris | 66,702 | 3,654 | 0.64 |
| Essent | 70,457 | 1,922 | 0.33 |
| Gaming and Leisure Properties | 95,956 | 2,644 | 0.46 |
| Gates Industrial | 258,637 | 2,075 | 0.36 |
| Glacier Bancorp | 75,853 | 2,041 | 0.35 |
| Graphic Packaging | 172,192 | 1,829 | 0.32 |
| Hanover Insurance | 22,486 | 1,746 | 0.30 |
| Healthcare Trust of America | 128,090 | 2,693 | 0.47 |
| Hill-Rom | 34,942 | 2,588 | 0.45 |
| Horizon Pharma | 79,020 | 3,684 | 0.64 |
| Huron Consulting | 70,701 | 2,570 | 0.45 |
| ICU Medical | 15,093 | 2,113 | 0.37 |
| IDACORP | 23,576 | 1,674 | 0.29 |
| IPG Photonics | 14,730 | 2,009 | 0.35 |
| Iridium Communications | 169,656 | 3,537 | 0.61 |
| Knight-Swift Transportation 'A' | 92,617 | 3,068 | 0.53 |
| Lattice Semiconductor | 169,214 | 4,010 | 0.70 |
| Lithia Motors | 9,597 | 1,675 | 0.29 |
| LivePerson | 55,750 | 1,823 | 0.32 |
| LPL Financial | 49,844 | 3,003 | 0.52 |
| Lumentum | 46,814 | 3,311 | 0.58 |
| MACOM Technology Solutions | 88,548 | 2,851 | 0.50 |
| Manhattan Associates | 40,244 | 2,937 | 0.51 |
| Masonite International | 37,399 | 2,403 | 0.42 |
| Medpace | 30,983 | 2,817 | 0.49 |
| National Energy Services Reunited | 308,239 | 1,573 | 0.27 |
| NeoGenomics | 130,037 | 3,787 | 0.66 |
| Neurocrine Biosciences | 27,348 | 2,508 | 0.44 |
| Nuance Communications | 146,384 | 3,050 | 0.53 |
| NV5 Global | 57,270 | 2,475 | 0.43 |
| Old Dominion Freight Line | 19,794 | 2,757 | 0.48 |
| Onemain | 131,513 | 2,876 | 0.50 |
| Owens Corning | 61,791 | 2,847 | 0.50 |
| Pacific Premier Bancorp | 101,050 | 1,618 | 0.28 |
| Papa Johns International | 27,226 | 1,964 | 0.34 |
| Parsley Energy | 236,245 | 1,976 | 0.34 |
| Paylocity | 25,711 | 2,609 | 0.45 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|---------------------------------------|--------------------|----------------------------------|
| United States continued | | | |
| Penn National Gaming | 107,671 | 2,778 | 0.48 |
| Pinnacle Financial Partners | 54,187 | 1,634 | 0.28 |
| Piper Jaffray | 54,746 | 2,582 | 0.45 |
| Power Integrations | 32,250 | 2,997 | 0.52 |
| Primerica | 27,705 | 2,526 | 0.44 |
| Q2 | 36,065 | 2,584 | 0.45 |
| Radian | 126,006 | 1,432 | 0.25 |
| Rapid7 | 58,371 | 2,650 | 0.46 |
| Ryman Hospitality | 92,909 | 2,266 | 0.39 |
| Scotts Miracle-Gro | 18,643 | 2,252 | 0.39 |
| Selective Insurance | 40,471 | 1,676 | 0.29 |
| Semtech | 71,382 | 3,031 | 0.53 |
| Servicemaster | 70,551 | 2,197 | 0.38 |
| Sims | 293,860 | 1,276 | 0.22 |
| South State | 39,194 | 1,423 | 0.25 |
| Sprouts Farmers Market | 121,474 | 2,441 | 0.42 |
| SPX | 59,270 | 1,897 | 0.33 |
| STAG Industrial | 108,494 | 2,694 | 0.47 |
| STERIS | 22,802 | 2,772 | 0.48 |
| Strategic Education | 16,236 | 1,556 | 0.27 |
| Summit Materials | 188,031 | 2,109 | 0.37 |
| Taylor Morrison Home | 206,013 | 3,681 | 0.64 |
| Trex | 18,453 | 1,960 | 0.34 |
| Univar | 196,238 | 2,642 | 0.46 |
| Vertex | 14,994 | 269 | 0.05 |
| Visteon | 46,835 | 2,591 | 0.45 |
| Webster Financial | 74,327 | 1,544 | 0.27 |
| Wendy's | 105,744 | 1,867 | 0.32 |
| Western Alliance | 69,692 | 1,909 | 0.33 |
| WillScot Mobile Mini | 247,513 | 2,840 | 0.49 |
| Wolverine World Wide | 147,837 | 2,707 | 0.47 |
| Wyndham Worldwide | 97,273 | 1,971 | 0.34 |
| United Kingdom 8.21% (31.7.19 - 10.76%) | | | |
| 4imprint | 52,354 | 1,243 | 0.22 |
| A J Bell | 91,010 | 392 | 0.07 |
| Advanced Medical Solutions | 248,855 | 478 | 0.08 |
| Alfa Financial Software | 417,215 | 326 | 0.06 |
| Alpha Financial | 224,338 | 413 | 0.07 |
| Aptitude Software | 185,417 | 744 | 0.13 |
| Arrow Global | 524,700 | 390 | 0.07 |
| Avast | 315,052 | 1,810 | 0.31 |
| Brooks MacDonald | 46,168 | 785 | 0.14 |
| Churchill China | 52,078 | 479 | 0.08 |
| Clinigen | 170,525 | 1,202 | 0.21 |
| CLS | 418,736 | 817 | 0.14 |
| Coats | 1,176,837 | 666 | 0.12 |
| Cohort | 75,583 | 458 | 0.08 |
| Crest Nicholson | 161,978 | 303 | 0.05 |
| CVS | 145,564 | 1,658 | 0.29 |
| DFS Furniture | 226,806 | 341 | 0.06 |
| DiscoverIE | 127,483 | 757 | 0.13 |
| Dunelm | 49,379 | 607 | 0.10 |
| ECO Animal Health | 23,308 | 56 | 0.01 |
| Energear Oil & Gas | 98,579 | 562 | 0.10 |
| Essentra | 222,420 | 667 | 0.12 |
| Euromoney Institutional Investor | 48,633 | 386 | 0.07 |
| FDM | 68,361 | 635 | 0.11 |
| Future | 169,131 | 2,334 | 0.41 |
| Gym | 251,870 | 336 | 0.06 |
| Hill & Smith | 77,523 | 938 | 0.16 |
| Hilton Food | 110,676 | 1,217 | 0.21 |
| Hollywood Bowl | 506,227 | 683 | 0.12 |
| Inspeks | 155,546 | 342 | 0.06 |
| James Fisher & Sons | 58,594 | 669 | 0.12 |
| Johnson Service | 925,156 | 861 | 0.15 |
| JTC | 346,713 | 1,668 | 0.29 |
| Kainos | 77,263 | 847 | 0.15 |

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|---------------------------------------|--------------------|----------------------------------|
| United Kingdom continued | | | |
| Keywords Studios | 52,621 | 1,000 | 0.17 |
| Knights | 153,945 | 633 | 0.11 |
| Learning Technologies | 437,273 | 581 | 0.10 |
| Loungers | 260,179 | 278 | 0.05 |
| LSL Property Services | 78,304 | 150 | 0.03 |
| M&C Saatchi | 412,594 | 231 | 0.04 |
| Marlowe | 66,361 | 336 | 0.06 |
| Midwich | 67,425 | 260 | 0.04 |
| Mitchells & Butlers | 158,642 | 242 | 0.04 |
| NCC | 642,772 | 1,085 | 0.19 |
| Nucleus Financial | 61,382 | 75 | 0.01 |
| Patisserie ¹ | 1,010,636 | - | 0.00 |
| Polypipe | 155,674 | 630 | 0.11 |
| Premier Oil | 692,589 | 244 | 0.04 |
| Restore | 200,190 | 711 | 0.12 |
| Ricardo | 120,020 | 402 | 0.07 |
| Robert Walters | 118,530 | 480 | 0.08 |
| RWS | 152,733 | 920 | 0.16 |
| Safestore | 70,084 | 535 | 0.09 |
| Sanne | 189,470 | 1,186 | 0.21 |
| Savills | 65,628 | 491 | 0.08 |
| Scapa | 578,106 | 495 | 0.09 |
| SDL | 213,005 | 978 | 0.17 |
| Secure Trust Bank | 41,090 | 227 | 0.04 |
| Severfield | 963,045 | 566 | 0.10 |
| Softcat | 26,647 | 336 | 0.06 |
| St. Modwen Properties | 214,989 | 662 | 0.11 |
| Staffline | 124,574 | 35 | 0.01 |
| Thruvision | 750,384 | 210 | 0.04 |
| Topps Tiles | 746,899 | 317 | 0.05 |
| Ultra Electronics | 54,111 | 1,289 | 0.22 |
| Urban & Civic | 224,862 | 525 | 0.09 |
| Vectura | 954,848 | 948 | 0.16 |
| Vesuvius | 51,754 | 211 | 0.04 |
| Vistry | 63,439 | 390 | 0.07 |
| Vitec | 43,810 | 287 | 0.05 |
| Volution | 339,339 | 560 | 0.10 |
| Vp | 105,492 | 738 | 0.13 |
| Wetherspoon (JD) | 35,129 | 297 | 0.05 |
| Workspace | 79,622 | 489 | 0.08 |
| XPS Pensions | 421,081 | 497 | 0.09 |
| Young & Co's Brewery (non-voting) | 87,719 | 608 | 0.11 |
| Portfolio of investments (31.7.19 - 98.52%) | | 571,821 | 99.40 |
| Net other assets (31.7.19 - 1.48%) | | 3,449 | 0.60 |
| Net assets | | 575,270 | 100.00 |

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Unquoted securities - for the year ended 31 July 2020 these amount to 0.04% (31 July 2019 - 0.01%) of the Net Asset Value of the Fund.

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|---------------------------|----------------|
| Total purchases | 431,203 |
| Largest purchases: | |
| Belgium | |
| X-Fab Silicon Foundries | 2,918 |
| Canada | |
| TMX | 3,186 |
| Fairfax India | 3,026 |
| France | |
| Air France-KLM | 3,569 |
| Germany | |
| Software | 3,349 |
| Hong Kong | |
| COSCO Pacific | 2,945 |
| Italy | |
| Pirelli & C | 3,903 |
| Japan | |
| Azbil | 3,221 |
| Comsys | 3,026 |
| Penta-Ocean Construction | 2,968 |
| Netherlands | |
| Signify | 3,525 |
| Norway | |
| Scatec Solar | 3,344 |
| South Korea | |
| Hyundai Steel | 3,544 |
| Spain | |
| Acciona | 5,008 |
| Bankinter | 3,314 |
| Taiwan | |
| Gigabyte Technology | 3,869 |
| TCI | 3,135 |
| Thailand | |
| Kasikornbank | 3,946 |
| United States | |
| Summit Materials | 3,062 |
| Altra Industrial Motion | 2,943 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Global Smaller Companies Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes continued

for the year 1 August 2019 to 31 July 2020

| | Proceeds £'000 |
|----------------------------|-------------------|
| Total sales | 500,329 |
| Largest sales: | |
| Austria | |
| Voestalpine | 3,514 |
| China | |
| China MeiDong Auto | 7,400 |
| France | |
| Eurazeo | 6,118 |
| Oeneo | 5,603 |
| Mediawan | 4,563 |
| CGG | 3,562 |
| Germany | |
| Software | 3,568 |
| India | |
| ICICI Bank | 4,262 |
| Japan | |
| Lasertec | 6,602 |
| Nippon Prologis | 4,792 |
| Miura | 3,991 |
| Kenedix Realty Investment | 3,635 |
| Tsuruha | 3,486 |
| Netherlands | |
| Alfen | 5,046 |
| Portugal | |
| NOS | 4,028 |
| Republic of Ireland | |
| Irish Continental | 4,403 |
| Singapore | |
| ESR-REIT | 5,209 |
| South Korea | |
| Hyundai Motor '2' pref. | 3,589 |
| Taiwan | |
| MediaTek | 4,016 |
| United States | |
| SPX | 4,231 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Global Smaller Companies Fund (UK)

Financial Statements

| Statement of Total Return | | | 01.8.19 | | 01.8.18 |
|---|--------------|--------------|-------------------|--------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | | to 31.7.19 |
| | Notes | £'000 | £'000 | £'000 | £'000 |
| Income | | | | | |
| Net capital (losses)/gains | 2 | | (59,020) | | 12,909 |
| Revenue | 3 | 10,615 | | 15,098 | |
| Expenses | 4 | (7,493) | | (9,103) | |
| Interest payable and similar charges | 5 | (12) | | (2) | |
| Net revenue before taxation | | 3,110 | | 5,993 | |
| Taxation | 6 | (949) | | (1,521) | |
| Net revenue after taxation | | | 2,161 | | 4,472 |
| Total return before distributions | | | (56,859) | | 17,381 |
| Distributions | 7 | | (2,531) | | (4,658) |
| Change in net assets attributable to Shareholders from investment activities | | | (59,390) | | 12,723 |

| Statement of Change in Net Assets Attributable to Shareholders | | | 01.8.19 | | 01.8.18 |
|--|--|--------------|-------------------|--------------|-------------------|
| for the year 1 August 2019 to 31 July 2020 | | | to 31.7.20 | | to 31.7.19 |
| | | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to Shareholders | | | 710,406 | | 827,875 |
| Amounts received on issue of shares | | 45,470 | | 9,763 | |
| Amounts paid on redemption of shares | | (123,776) | | (144,132) | |
| | | | (78,306) | | (134,369) |
| Dilution adjustment | | | 397 | | 307 |
| Change in net assets attributable to Shareholders from investment activities | | | (59,390) | | 12,723 |
| Retained distribution on accumulation shares | | | 2,163 | | 3,870 |
| Closing net assets attributable to Shareholders | | | 575,270 | | 710,406 |

Invesco Global Smaller Companies Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|----------------|---------|----------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | 571,821 | | 699,883 |
| Current assets | | | | |
| Debtors | 8 | 3,813 | | 10,836 |
| Cash and bank balances | 9 | 5,982 | | 11,189 |
| Total other assets | | 9,795 | | 22,025 |
| Total assets | | 581,616 | | 721,908 |
| Liabilities | | | | |
| Investment liabilities | | - | | - |
| Creditors | | | | |
| Distribution payable | | 222 | | 428 |
| Other creditors | 10 | 6,124 | | 11,074 |
| Total other liabilities | | 6,346 | | 11,502 |
| Total liabilities | | 6,346 | | 11,502 |
| Net assets attributable to Shareholders | | 575,270 | | 710,406 |

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

| 2 Net capital (losses)/gains | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Derivative securities | 32 | (32) |
| Foreign currency (losses)/gains | (82) | 113 |
| Non-derivative securities | (58,970) | 12,828 |
| Net capital (losses)/gains | (59,020) | 12,909 |

| 3 Revenue | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|---|---|
| Bank interest | 10 | 33 |
| Non-taxable overseas dividends | 8,318 | 11,328 |
| Non-US overseas REIT dividends | - | 67 |
| Stock dividends | 173 | 71 |
| Taxable overseas dividends | 756 | 1,480 |
| UK dividends | 824 | 1,764 |
| UK REIT dividends | 56 | 65 |
| US REIT dividends | 478 | 290 |
| | 10,615 | 15,098 |

| 4 Expenses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 7,493 | 9,103 |
| | 7,493 | 9,103 |
| Total expenses | 7,493 | 9,103 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT and non-audit services in relation to tax services of £4,194 (2019 - £4,194) payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | 12 | 2 |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Overseas capital gains tax | 20 | 173 |
| Overseas tax | 929 | 1,348 |
| Total tax charge | 949 | 1,521 |

There is no corporation tax charge for the year (2019 - Nil).

b) Factors affecting the tax charge for the year

The tax assessed for the year is higher (2019 - higher) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Net revenue before taxation | 3,110 | 5,993 |
| Corporation tax at 20% (2019 - 20%) | 622 | 1,199 |
| Effects of: | | |
| Movement in excess expenses | 1,270 | 1,415 |
| Overseas capital gains tax | 20 | 173 |
| Overseas tax ¹ | 929 | 1,348 |
| Prior year adjustment | (1) | 69 |
| Relief for overseas tax treated as an expense | (28) | (37) |
| Revenue not subject to tax | (1,863) | (2,646) |
| Total tax charge | 949 | 1,521 |

¹ Includes amounts for the recovery of excess withholding tax suffered on dividends received in prior accounting periods.

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

At the year end the Fund had surplus management expenses of £87,542,000 (2019 - £81,194,000). It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these expenses and therefore a deferred tax asset of £17,509,000 (2019 - £16,239,000) has not been recognised.

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 2,385 | 4,298 |
| Amounts deducted on redemption of shares | 208 | 372 |
| Amounts received on issue of shares | (62) | (12) |
| | 2,531 | 4,658 |
| The distributable amount has been calculated as follows: | | |
| Net revenue after taxation | 2,161 | 4,472 |
| Equalisation on conversions | 287 | 13 |
| Overseas capital gains tax | 20 | 173 |
| Shortfall of income taken to capital | 177 | - |
| Tax relief on Fund Management Fee taken to capital | 1 | - |
| US REIT capital gain retention | (115) | - |
| | 2,531 | 4,658 |

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 557 | 912 |
| Amounts receivable for issue of shares | 7 | 33 |
| Overseas tax recoverable | 370 | 370 |
| Foreign currency contracts awaiting settlement | 914 | 4,530 |
| Sales awaiting settlement | 1,965 | 4,991 |
| | 3,813 | 10,836 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 5,982 | 11,189 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 603 | 755 |
| Amounts payable for redemption of shares | 1,247 | 1,664 |
| Foreign currency contracts awaiting settlement | 918 | 4,507 |
| Purchases awaiting settlement | 3,356 | 4,148 |
| | 6,124 | 11,074 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £23,702,000 (2019 - Nil) and amounts paid in respect of purchases in the accounting year is £23,702,000 (2019 - Nil). Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £603,000 (2019 - £755,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As this is a smaller companies fund, investors should be prepared to accept a higher degree of risk than for a Fund with a broader investment mandate. Although the Fund invests mainly in established markets, it can invest in emerging and developing markets, where there is potential for a decrease in market liquidity, which may mean that it is not easy to buy or sell securities. There may also be difficulties in dealing and settlement, and custody problems could arise.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 571,602 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | 219 | - |
| | 571,821 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 699,778 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | 105 | - |
| | 699,883 | - |

The majority of financial instruments are classified as level 1: Quoted prices. Instruments classified as level 3: Unobservable data mainly comprise non-market traded and unquoted securities.

Generally for the non-market traded and unquoted securities, where there is no price source from an active market for an investment, the Manager has applied judgement in determining the fair value. The Manager has used several valuation methodologies as prescribed in the International Private Equity and Venture Capital valuation guidelines to arrive at their best estimate of fair value. Valuation techniques used by the Manager are set out in Accounting Policies note 1 (i). The fair value is established by using measures of value such as:

- Price of recent transactions – Management determine the fair value based on the price of recent transactions made by management or a third party.
- Milestone analysis – Management assess the investment company's progress against milestones expected at the time of investment in order to determine whether an adjustment is required to the transaction price to determine fair value.
- Multiples – Earnings or Revenue multiples are selected from comparable public companies based on geographic location, industry, size, risk profile, earnings growth prospects, target markets and other factors that management consider reasonable. A discount for lack of liquidity may then be applied to represent the adjustment to comparable company multiples to reflect the illiquidity of the portfolio companies relative to the comparable peer group. Management determines the discount for lack of liquidity based on its judgement, after considering market liquidity conditions and company specific factors such as the development stage of the portfolio company. One of the most common forms of multiples used for cash generating companies are EV/EBITDA multiples as EBITDA is generally seen to represent a good proxy for free cash flow. These are applied where appropriate based on the development of underlying portfolio companies but other multiples such as EV/Revenue may also be considered.
- Net assets – Management determine the fair value based on the net asset value of the underlying portfolio company.

In applying the above valuation techniques in arriving at the fair value the Manager has assessed any further information available from internal and external sources to arrive at an estimated fair value, which includes but is not limited to the following:

- Reference to listed securities of the same company.
- Consideration of seniority of the securities held and terms of repayment upon realisation.
- Consideration of any trading restrictions on the investment company's shares that would limit Invesco's ability to realise its holding.
- Consideration of any outstanding payments to be made by Invesco.
- Industry statistics or events (such as mergers and acquisitions).

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs

for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 430,824 | 193 | 0.04 | 186 | 0.04 |
| Total purchases | 430,824 | 193 | | 186 | |
| Total purchases including transaction costs | 431,203 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 500,693 | 240 | 0.05 | 124 | 0.02 |
| Total sales | 500,693 | 240 | | 124 | |
| Total sales net of transaction costs | 500,329 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 433 | | 310 | |
| Total transaction costs as a % of average net assets | | 0.07% | | 0.05% | |

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued

for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|----------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 300,966 | 144 | 0.05 | 213 | 0.07 |
| Total purchases | 300,966 | 144 | | 213 | |
| Total purchases including transaction costs | 301,323 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 429,811 | 211 | 0.05 | 97 | 0.02 |
| Total sales | 429,811 | 211 | | 97 | |
| Total sales net of transaction costs | 429,503 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 355 | | 310 | |
| Total transaction costs as a % of average net assets | | 0.05% | | 0.04% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.38% (2019 - 0.30%).

Invesco Global Smaller Companies Fund (UK)

Notes to the financial statements

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|------------------------|-----------------------------------|--------------------------|--------------------------|
| Opening shares | 10,031,447 | 13,352,930 | 18,311,654 | 66,352,708 |
| Shares issued | 1,245,926 | 389,997 | 143,494 | 2,856,924 |
| Shares redeemed | (939,889) | (666,582) | (4,357,535) | (18,599,124) |
| Shares converted | (3,328,493) | 21,010,943 | 903,492 | 212,906 |
| Closing shares | 7,008,991 | 34,087,288 | 15,001,105 | 50,823,414 |

| | Income shares | Income shares (No Trail) | Z Income shares | Y Income shares |
|-----------------------|------------------|-----------------------------|--------------------|--------------------|
| Opening shares | 920,120 | 123,571 | 3,226,886 | 7,669,648 |
| Shares issued | 57,560 | 5,327 | 139,029 | 388,102 |
| Shares redeemed | (301,962) | (51,743) | (742,652) | (2,006,467) |
| Shares converted | (113,018) | 690,759 | 52,146 | (35,435) |
| Closing shares | 562,700 | 767,914 | 2,675,409 | 6,015,848 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco Global Smaller Companies Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per share |
|--|--------------------------------------|------------------------------------|--|--|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 5.1315 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 5.1315 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 1.5108 | - | 1.5108 | 2.5841 |
| Group 2 | 1.0076 | 0.5032 | 1.5108 | 2.5841 |
| Z Accumulation shares | | | | |
| Group 1 | 3.0068 | - | 3.0068 | 4.3593 |
| Group 2 | 2.0033 | 1.0035 | 3.0068 | 4.3593 |
| Y Accumulation shares | | | | |
| Group 1 | 2.3546 | - | 2.3546 | 3.3340 |
| Group 2 | 0.7884 | 1.5662 | 2.3546 | 3.3340 |
| Income shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 4.8691 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 4.8691 |
| Income shares (No Trail) | | | | |
| Group 1 | 1.4157 | - | 1.4157 | 2.4307 |
| Group 2 | 0.7290 | 0.6867 | 1.4157 | 2.4307 |
| Z Income shares | | | | |
| Group 1 | 2.8445 | - | 2.8445 | 4.1626 |
| Group 2 | 1.6793 | 1.1652 | 2.8445 | 4.1626 |
| Y Income shares | | | | |
| Group 1 | 2.2419 | - | 2.2419 | 3.2055 |
| Group 2 | 1.2380 | 1.0039 | 2.2419 | 3.2055 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco Japanese Smaller Companies Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of smaller companies incorporated, domiciled or carrying out the main part of their economic activity in Japan. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities (including non Japanese companies), money-market instruments, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The investment objectives and policies currently shown within these financial statements are those that were in place as at 31 July 2020.

Performance

to 31 July 2020

| | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Percentage growth Since 31.7.15 % | Since 31.7.10 % |
|---|-----------------------|-----------------------|-----------------------|--|-----------------------|
| Invesco Japanese Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | 0.28 | -6.24 | 9.58 | 97.06 | 177.87 |
| Russell Nomura Small Cap Index TR ² | -9.28 | -10.25 | -4.50 | 46.07 | n/a |

Standardised rolling 12 month performance

| | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | Percentage growth 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
|---|-------------------------|-------------------------|-------------------------|--|-------------------------|
| Invesco Japanese Smaller Companies Fund (UK) (Z Accumulation shares) ¹ | 58.4 | 7.8 | 32.6 | -15.5 | 6.6 |
| Russell Nomura Small Cap Index TR ² | 20.8 | 26.1 | 13.6 | -9.3 | 3.0 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 100 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 100 is based on the close of business bid price. Russell Nomura Small Cap Index TR² data source: Lipper, total return, in Sterling.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund returned -6.2% over the twelve months in Sterling terms to the end of July 2020, underperforming the benchmark Russell Nomura Small Cap Index TR¹ which returned -10.3%.

Fund performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class. Russell Nomura Small Cap Index TR¹ data source: Lipper, total return, in Sterling.

Past performance is not a guide to future returns.

During the period, stock selection was the main driver of the Fund's outperformance while sector allocation also added value. At the sector level, our overweight relative to the benchmark in Information & Communication, Machinery and Iron & Steel was a positive contributor to relative returns while our overweight in Services and a lack of exposure to Wholesale Trade adversely impacted performance. At a stock level, the solar power company West Holdings rose on the back of rising demand for renewable energy which is driving the company's double-digit operating profit growth. Elsewhere, Media, an on-line distributor of e-books, also outperformed amid the Covid-19 outbreak as more people staying at home boosted its digital content distribution. Conversely, Riso Kyoiku, an academic tutoring business underperformed as the market was concerned about the partial lockdown measures' impact on the company's on-site classes in the near term.

During 2019, external factors continued to take centre stage. Japanese equities initially declined in August 2019 as the US-China trade war intensified. However, market sentiment eventually stabilised toward the end of 2019 helped by the supportive policies of the large central banks and progress on the US-China trade talks. On the domestic macroeconomic front, the consumption tax hike from 8% to 10% combined with the impact of the typhoon in October weighted on economic activity. Since late January 2020, the halt in economic activity due to Covid-19 caused a sell-off in stock markets globally. After the markets reached a floor in mid-March, Japanese equities enjoyed a relief rally as the central banks' supportive policies combined with the gradual easing of lockdowns sparked optimism about a swift recovery in the global economy.

At the moment, most economies have started taking steps back to normality. Japan has been relatively successfully in controlling the Covid-19 outbreak and its partial lockdown measures have largely been lifted. Like elsewhere, Japan faces a dilemma: reopen the economy or contain the virus. That said, its economy has started to recover, and the largest-ever stimulus package has been introduced. We expect that pent-up demand will bolster economic and corporate activity going forward. Meanwhile, our stock selection approach remains focused on high growth companies which we believe will continue to achieve significant earnings growth for the next several years.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco Japanese Smaller Companies Fund (UK) had risen 18.44% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

Osamu Tokuno, Fund Manager

Where Osamu Tokuno has expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

¹ Comparator benchmark for performance comparison purposes only.

| The Fund's ten largest investments are | % |
|---|------|
| West Holdings | 5.80 |
| Media | 5.39 |
| Digital Arts | 4.83 |
| PeptiDream | 4.77 |
| Nextage | 4.10 |
| Maruwa | 3.93 |
| Ain Pharmaciez | 3.91 |
| MEC | 3.64 |
| Japan Material | 3.13 |
| Invesco Liquidity Funds plc – Invesco Sterling Liquidity Portfolio Agency Class | 3.04 |

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 131.61 | 138.63 | 114.33 |
| Return before operating charges* | (7.70) | (4.81) | 26.61 |
| Operating charges | (2.08) | (2.21) | (2.31) |
| Return after operating charges | (9.78) | (7.02) | 24.30 |
| Distributions | - | - | - |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 121.83 | 131.61 | 138.63 |
| *After direct transaction costs of | (0.09) | (0.11) | (0.15) |
| Performance | | | |
| Return after charges | (7.43%) | (5.06%) | 21.25% |
| Other information | | | |
| Closing net asset value (£'000) | 22,404 | 36,053 | 44,553 |
| Closing number of shares | 18,388,743 | 27,394,008 | 32,138,071 |
| Operating charges ¹ | 1.69% | 1.74% | 1.74% |
| Direct transaction costs | 0.07% | 0.09% | 0.11% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 134.89 | 142.00 | 148.49 |
| Lowest share price | 89.80 | 114.64 | 112.53 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 341.55 | 357.96 | 293.75 |
| Return before operating charges* | (19.97) | (12.33) | 68.46 |
| Operating charges | (3.82) | (4.08) | (4.25) |
| Return after operating charges | (23.79) | (16.41) | 64.21 |
| Distributions | - | - | - |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 317.76 | 341.55 | 357.96 |
| *After direct transaction costs of | (0.23) | (0.28) | (0.38) |
| Performance | | | |
| Return after charges | (6.97%) | (4.58%) | 21.86% |
| Other information | | | |
| Closing net asset value (£'000) | 7,844 | 200 | 183 |
| Closing number of shares | 2,468,640 | 58,488 | 51,252 |
| Operating charges ¹ | 1.19% | 1.24% | 1.24% |
| Direct transaction costs | 0.07% | 0.09% | 0.11% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 350.87 | 366.94 | 383.21 |
| Lowest share price | 233.78 | 296.60 | 289.13 |

¹ Effective 1 April 2020, the Fund Management Fee for the Accumulation shares reduced from 1.74% to 1.60% and the Accumulation shares (No Trail) reduced from 1.24% to 1.10%.

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 625.60 | 654.05 | 535.39 |
| Return before operating charges* | (36.56) | (22.49) | 124.85 |
| Operating charges | (5.53) | (5.96) | (6.19) |
| Return after operating charges | (42.09) | (28.45) | 118.66 |
| Distributions | (0.01) | (0.57) | - |
| Retained distributions on accumulation shares | 0.01 | 0.57 | - |
| Closing net asset value per share | 583.51 | 625.60 | 654.05 |
| *After direct transaction costs of | (0.42) | (0.51) | (0.70) |
| Performance | | | |
| Return after charges | (6.73%) | (4.35%) | 22.16% |
| Other information | | | |
| Closing net asset value (£'000) | 4,843 | 6,210 | 9,510 |
| Closing number of shares | 830,005 | 992,710 | 1,453,995 |
| Operating charges ¹ | 0.94% | 0.99% | 0.99% |
| Direct transaction costs | 0.07% | 0.09% | 0.11% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 643.41 | 670.73 | 700.03 |
| Lowest share price | 428.89 | 542.46 | 526.98 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 407.89 | 426.23 | 348.72 |
| Return before operating charges* | (23.83) | (14.65) | 81.34 |
| Operating charges | (3.42) | (3.69) | (3.83) |
| Return after operating charges | (27.25) | (18.34) | 77.51 |
| Distributions | (0.20) | (0.57) | - |
| Retained distributions on accumulation shares | 0.20 | 0.57 | - |
| Closing net asset value per share | 380.64 | 407.89 | 426.23 |
| *After direct transaction costs of | (0.27) | (0.33) | (0.46) |
| Performance | | | |
| Return after charges | (6.68%) | (4.30%) | 22.23% |
| Other information | | | |
| Closing net asset value (£'000) | 12,220 | 16,905 | 28,677 |
| Closing number of shares | 3,210,416 | 4,144,415 | 6,727,960 |
| Operating charges ¹ | 0.89% | 0.94% | 0.94% |
| Direct transaction costs | 0.07% | 0.09% | 0.11% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 419.60 | 437.13 | 456.15 |
| Lowest share price | 279.72 | 353.58 | 343.24 |

¹ Effective 1 April 2020, the Fund Management Fee for the Z Accumulation shares reduced from 0.99% to 0.85% and the Y Accumulation shares reduced from 0.94% to 0.80%.

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

| Portfolio Statement (Unaudited) as at 31 July 2020 | | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|--|--|-----------------------------------|---|
| Investment | | | | |
| Equities 96.19% (31.7.19 - 96.39%) | | | | |
| Construction 5.80% (31.7.19 - 2.68%) | | | | |
| West Holdings | | 155,510 | 2,745 | 5.80 |
| Manufacturing 18.99% (31.7.19 - 24.71%) | | | | |
| Asahi Intecc | | 51,700 | 1,096 | 2.32 |
| GIKEN | | 6,700 | 185 | 0.39 |
| Maruwa | | 28,400 | 1,860 | 3.93 |
| MEC | | 126,000 | 1,723 | 3.64 |
| Meiko Electronics | | 105,200 | 960 | 2.03 |
| Optorun | | 54,000 | 906 | 1.91 |
| PeptiDream | | 73,800 | 2,255 | 4.77 |
| Transport & Communication 2.00% (31.7.19 - 7.55%) | | | | |
| M-UP | | 36,000 | 575 | 1.22 |
| Vision | | 88,200 | 371 | 0.78 |
| Trade 11.15% (31.7.19 - 11.43%) | | | | |
| Ain Pharmaciez | | 38,100 | 1,848 | 3.91 |
| Nextage | | 286,200 | 1,939 | 4.10 |
| PC Depot | | 280,500 | 1,269 | 2.68 |
| Raksul | | 10,400 | 216 | 0.46 |
| Industrials 6.72% (31.7.19 - Nil) | | | | |
| Nitto Boseki | | 33,200 | 1,183 | 2.50 |
| Penta-Ocean Construction | | 173,600 | 689 | 1.46 |
| TKP | | 76,200 | 1,307 | 2.76 |
| Consumer Goods 1.17% (31.7.19 - 3.75%) | | | | |
| Katitas | | 32,100 | 554 | 1.17 |
| Health Care 1.17% (31.7.19 - Nil) | | | | |
| Amvis | | 27,700 | 555 | 1.17 |
| Consumer Services 6.25% (31.7.19 - 3.63%) | | | | |
| Media | | 59,100 | 2,551 | 5.39 |
| Oricon | | 76,100 | 408 | 0.86 |
| Financials 4.88% (31.7.19 - 1.06%) | | | | |
| eGuarantee | | 28,000 | 474 | 1.00 |
| Japan Property Management Center | | 116,100 | 1,006 | 2.13 |
| SRE | | 42,200 | 827 | 1.75 |
| Finance & Insurance 2.23% (31.7.19 - 4.42%) | | | | |
| Aruhi | | 108,700 | 1,054 | 2.23 |
| Services 19.25% (31.7.19 - 31.65%) | | | | |
| Central Security Patrols | | 40,000 | 930 | 1.96 |
| CyberAgent | | 13,300 | 569 | 1.20 |
| Elan | | 99,200 | 1,268 | 2.68 |
| Fullcast | | 112,100 | 985 | 2.08 |
| Japan Material | | 129,100 | 1,480 | 3.13 |
| J-COM | | 61,000 | 734 | 1.55 |
| M&A Capital Partners | | 32,300 | 893 | 1.89 |
| Riso Kyoiku | | 424,800 | 921 | 1.95 |
| S-Pool | | 209,000 | 988 | 2.09 |
| Sprix | | 7,800 | 37 | 0.08 |
| Takeei | | 36,000 | 303 | 0.64 |

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued
as at 31 July 2020

| Investment | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|--|---------------------------------------|-----------------------|----------------------------------|
| Technology 14.96% (31.7.19 - 5.51%) | | | |
| Change | 13,400 | 864 | 1.83 |
| Dai-ichi Seiko | 94,000 | 1,259 | 2.66 |
| Digital Arts | 36,500 | 2,286 | 4.83 |
| Ebase | 96,800 | 1,041 | 2.20 |
| FINDEX | 70,200 | 477 | 1.01 |
| GMO Financial Gate | 500 | 27 | 0.06 |
| Inter Action | 54,200 | 640 | 1.35 |
| Locoguide | 2,000 | 94 | 0.20 |
| Ricksoft | 10,800 | 389 | 0.82 |
| Utilities 1.62% (31.7.19 - Nil) | | | |
| Nippon Gas | 21,500 | 767 | 1.62 |
| Open-Ended Funds 3.04% (31.7.19 - Nil) | | | |
| Invesco Liquidity Funds plc – Invesco Sterling Liquidity Portfolio Agency Class ¹ | 1,439,424 | 1,439 | 3.04 |
| Portfolio of investments (31.7.19 - 96.39%) | | 46,947 | 99.23 |
| Net other assets (31.7.19 - 3.61%) | | 364 | 0.77 |
| Net assets | | 47,311 | 100.00 |

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Investments managed or advised by Invesco Asset Management Limited or associates of the Invesco Group and therefore are related parties.

Invesco Japanese Smaller Companies Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|----------------------------------|---------------|
| Total purchases | 23,252 |
| Largest purchases: | |
| TKP | 1,921 |
| Digital Arts | 1,567 |
| SRE | 1,153 |
| Oricon | 1,114 |
| Maruwa | 1,064 |
| Nitto Boseki | 1,055 |
| Inter Action | 957 |
| Change | 849 |
| S-Pool | 825 |
| Penta-Ocean Construction | 753 |
| Nippon Gas | 752 |
| J-COM | 733 |
| FINDEX | 608 |
| Dai-ichi Seiko | 594 |
| Ain Pharmaciez | 565 |
| Japan Property Management Center | 553 |
| Japan Material | 519 |
| Ebase | 509 |
| PeptiDream | 476 |
| Ricksoft | 460 |

| | Proceeds £'000 |
|-----------------------|-------------------|
| Total sales | 31,108 |
| Largest sales: | |
| Change | 1,724 |
| Katitas | 1,682 |
| Sansan | 1,456 |
| Topcon | 1,425 |
| West Holdings | 1,393 |
| MCJ | 1,336 |
| Optorun | 1,279 |
| Riso Kyoiku | 1,170 |
| Macromill | 1,140 |
| Aruhi | 1,081 |
| Vision | 1,058 |
| Sourcenext | 1,034 |
| PeptiDream | 1,007 |
| Members | 806 |
| QB Net | 678 |
| Japan Material | 625 |
| Fullcast | 589 |
| Digital Arts | 587 |
| SoldOut | 554 |
| Nexys | 548 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco Japanese Smaller Companies Fund (UK)

Financial Statements

| Statement of Total Return | | | 01.8.19 to 31.7.20 | 01.8.18 to 31.7.19 |
|---|--------------|-------|-------------------------------|-------------------------------|
| for the year 1 August 2019 to 31 July 2020 | | | £'000 | £'000 |
| | Notes | | | |
| Income | | | | |
| Net capital losses | 2 | | (3,843) | (4,411) |
| Revenue | 3 | 545 | | 803 |
| Expenses | 4 | (708) | | (943) |
| Interest payable and similar charges | 5 | - | | - |
| Net expenses before taxation | | (163) | | (140) |
| Taxation | 6 | (55) | | (80) |
| Net expenses after taxation | | | (218) | (220) |
| Total return before distributions | | | (4,061) | (4,631) |
| Distributions | 7 | | 3 | (8) |
| Change in net assets attributable to Shareholders from investment activities | | | (4,058) | (4,639) |

| Statement of Change in Net Assets Attributable to Shareholders | | | 01.8.19 to 31.7.20 | 01.8.18 to 31.7.19 |
|--|--|----------|-------------------------------|-------------------------------|
| for the year 1 August 2019 to 31 July 2020 | | | £'000 | £'000 |
| Opening net assets attributable to Shareholders | | | | |
| | | | 59,368 | 82,923 |
| Amounts received on issue of shares | | 4,126 | | 5,624 |
| Amounts paid on redemption of shares | | (12,145) | | (24,628) |
| | | | (8,019) | (19,004) |
| Dilution adjustment | | | 14 | 59 |
| Change in net assets attributable to Shareholders from investment activities | | | (4,058) | (4,639) |
| Retained distribution on accumulation shares | | | 6 | 29 |
| Closing net assets attributable to Shareholders | | | 47,311 | 59,368 |

Invesco Japanese Smaller Companies Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|-------|---------------|---------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | | 46,947 | 57,225 |
| Current assets | | | | |
| Debtors | 8 | 698 | | 302 |
| Cash and bank balances | 9 | 139 | | 2,330 |
| Total other assets | | | 837 | 2,632 |
| Total assets | | | 47,784 | 59,857 |
| Liabilities | | | | |
| Investment liabilities | | | - | - |
| Creditors | | | | |
| Distribution payable | | - | | - |
| Other creditors | 10 | 473 | | 489 |
| Total other liabilities | | | 473 | 489 |
| Total liabilities | | | 473 | 489 |
| Net assets attributable to Shareholders | | | 47,311 | 59,368 |

Invesco Japanese Smaller Companies Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

2 Net capital losses

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|----------------------------|--------------------------------|--------------------------------|
| Derivative securities | 7 | 12 |
| Foreign currency losses | (6) | (32) |
| Forward currency contracts | 11 | 26 |
| Non-derivative securities | (3,855) | (4,417) |
| Net capital losses | (3,843) | (4,411) |

3 Revenue

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|--------------------------------|--------------------------------|
| Bank interest | 4 | 9 |
| Interest on term deposits | 1 | - |
| Non-taxable overseas dividends | 540 | 794 |
| | 545 | 803 |

4 Expenses

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|--------------------------------|--------------------------------|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 708 | 945 |
| | 708 | 945 |
| Other expenses: | | |
| VAT - prior period adjustment | - | (2) |
| | - | (2) |
| Total expenses | 708 | 943 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco Japanese Smaller Companies Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | - | - |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Overseas tax | 55 | 80 |
| Total tax charge | 55 | 80 |

There is no corporation tax charge for the year (2019 - Nil).

b) Factors affecting the tax charge for the year

The tax assessed for the year is higher (2019 - higher) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Net expenses before taxation | (163) | (140) |
| Corporation tax at 20% (2019 - 20%) | (33) | (28) |
| Effects of: | | |
| Movement in excess expenses | 141 | 187 |
| Overseas tax | 55 | 80 |
| Revenue not subject to tax | (108) | (159) |
| Total tax charge | 55 | 80 |

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

At the year end the Fund had surplus management expenses of £20,089,000 (2019 - £19,385,000). It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these expenses and therefore a deferred tax asset of £4,018,000 (2019 - £3,877,000) has not been recognised.

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 6 | 29 |
| Amounts deducted on redemption of shares | (9) | (26) |
| Amounts received on issue of shares | - | 5 |
| | (3) | 8 |
| The distributable amount has been calculated as follows: | | |
| Net expenses after taxation | (218) | (220) |
| Equalisation on conversions | 25 | - |
| Shortfall of income taken to capital | 190 | 228 |
| | (3) | 8 |

Invesco Japanese Smaller Companies Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 44 | 89 |
| Amounts receivable for issue of shares | 7 | - |
| Foreign currency contracts awaiting settlement | 297 | 69 |
| Sales awaiting settlement | 350 | 144 |
| | 698 | 302 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 139 | 2,330 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 52 | 72 |
| Amounts payable for redemption of shares | 71 | 273 |
| Foreign currency contracts awaiting settlement | 295 | 68 |
| Purchases awaiting settlement | 55 | 76 |
| | 473 | 489 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £2,111,000 (2019 - Nil) and amounts paid in respect of purchases in the accounting year is £3,551,000 (2019 - Nil). Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £52,000 (2019 - £72,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As this is a smaller companies fund, investors should be prepared to accept a higher degree of risk than funds that can invest in larger company sizes. Market conditions, such as a decrease in market liquidity, may mean that it is not easy to buy or sell securities.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco Japanese Smaller Companies Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 46,947 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 46,947 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 57,225 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 57,225 | - |

All financial instruments are classified as level 1: Quoted prices.

14 Portfolio transaction costs for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|---|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 23,240 | 12 | 0.05 | - | - |
| Total purchases | 23,240 | 12 | | - | |
| Total purchases including transaction costs | 23,252 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 31,133 | 25 | 0.08 | - | - |
| Total sales | 31,133 | 25 | | - | |
| Total sales net of transaction costs | 31,108 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 37 | | - | |
| Total transaction costs as a % of average net assets | | 0.07% | | 0.00% | |

Invesco Japanese Smaller Companies Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued

for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|----------------------------|----------------------|------|----------------|---|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 33,942 | 14 | 0.04 | - | - |
| Total purchases | 33,942 | 14 | | - | |
| Total purchases including transaction costs | 33,956 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 52,032 | 43 | 0.08 | - | - |
| Total sales | 52,032 | 43 | | - | |
| Total sales net of transaction costs | 51,989 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 57 | | - | |
| Total transaction costs as a % of average net assets | | 0.09% | | 0.00% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.37% (2019 - 0.34%).

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|---------------------|--------------------------------|-----------------------|-----------------------|
| Opening shares | 27,394,008 | 58,488 | 992,710 | 4,144,415 |
| Shares issued | 606,634 | 39,397 | 252,974 | 479,686 |
| Shares redeemed | (3,188,790) | (75,732) | (422,983) | (1,419,687) |
| Shares converted | (6,423,109) | 2,446,487 | 7,304 | 6,002 |
| Closing shares | 18,388,743 | 2,468,640 | 830,005 | 3,210,416 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco Japanese Smaller Companies Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per share |
|--|--------------------------------------|------------------------------------|--|--|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 0.0000 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 0.0000 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| Z Accumulation shares | | | | |
| Group 1 | 0.0081 | - | 0.0081 | 0.5722 |
| Group 2 | 0.0000 | 0.0081 | 0.0081 | 0.5722 |
| Y Accumulation shares | | | | |
| Group 1 | 0.1978 | - | 0.1978 | 0.5657 |
| Group 2 | 0.0000 | 0.1978 | 0.1978 | 0.5657 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

The Investment Objective and Policy of the Invesco UK Smaller Companies Equity Fund (UK)

The Fund aims to achieve long-term (5 years plus) capital growth. The Fund invests at least 80% of its assets in shares or other equity related securities of smaller companies incorporated, domiciled or carrying out the main part of their economic activity in the UK. In pursuing the Fund's investment objective, the fund manager may consider it appropriate to also invest in other transferable securities (including non UK companies), money-market instruments, cash, collective investment schemes (including funds managed by the Invesco group), deposits and cash. The Fund may use derivatives for efficient portfolio management purposes only, to reduce risk, reduce costs and/or generate additional capital or income.

On the 7 August 2019 there was an update to the Prospectus for the various ICVC funds in light of the FCA's Asset Management Market Study. As part of this update, various changes were implemented regarding the Fund's investment objectives, investment policies, investment strategies and benchmark disclosures, all for clarification purposes only. There has been no changes to the way the Funds are managed as a result of these changes. The updated prospectus is available at www.invesco.co.uk. The objectives currently shown within these financial statements are those objectives that were in place as at 31 July 2020.

| Performance to 31 July 2020 | Percentage growth | | | | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Since 31.1.20 % | Since 31.7.19 % | Since 31.7.17 % | Since 31.7.15 % | Since 31.7.10 % |
| Invesco UK Smaller Companies Equity Fund (UK) (Z Accumulation shares) ¹ | -23.05 | -11.75 | 1.10 | 39.20 | 204.46 |
| IA UK Smaller Companies Sector NR ² | -15.92 | -5.05 | 1.46 | 31.41 | 180.13 |
| Fund Ranking | 44/51 | 40/51 | 24/47 | 18/45 | 23/38 |

| Standardised rolling 12 month performance | Percentage growth | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30.6.15 30.6.16 % | 30.6.16 30.6.17 % | 30.6.17 30.6.18 % | 30.6.18 30.6.19 % | 30.6.19 30.6.20 % |
| Invesco UK Smaller Companies Equity Fund (UK) (Z Accumulation shares) ¹ | -4.9 | 42.0 | 15.1 | 2.0 | -10.2 |
| IA UK Smaller Companies Sector NR ² | -6.0 | 36.2 | 17.1 | -6.1 | -5.6 |

This standardised past performance information is updated on a quarterly basis. Should you require up to date past performance information, this is available on our website www.invesco.co.uk or by contacting us.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. This may differ from the performance figure shown on page 115 for Z Accumulation shares as the figure above is based on the quoted 12pm price and the figure shown on page 115 is based on the close of business bid price.

The value of investments and any income from them will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

Past performance is not a guide to future returns. Current tax levels and reliefs may change. Depending on individual circumstances, this may affect investment returns.

¹ Effective 18 April 2016, the primary share class changed from Accumulation share class to Z Accumulation share class. Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the years prior to this launch date, performance figures are based on the Accumulation share class, without any adjustment for fees.

² This is a Comparator Benchmark. Given its geographic focus the Fund's performance can be compared against the Benchmark. However, the Fund is actively managed and is not constrained by any benchmark.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Strategy, review and outlook

The Fund delivered a return of -11.8% over the twelve months to the end of July 2020. This placed the Fund in the fourth quartile of its peer group, the IA UK Smaller Companies Sector NR, which fell by an average of 5.1%.

Fund and sector average performance data source: Lipper, in Sterling, with income reinvested and net of the ongoing charge and portfolio transaction costs. Performance figures are based on the Z Accumulation share class.

Past performance is not a guide to future returns.

It has been a volatile 12 months for the UK equity market, dominated by concerns affecting the outlook for global economic growth, the protracted Brexit negotiations and a General Election, but then overwhelmed for much of 2020 by the impact of Covid-19. US-China trade relations, Brexit, and domestic politics were known uncertainties in 2019, but 2020 so far has delivered the market shock that no one could have foreseen.

The disruption caused by Covid-19 in the first quarter of 2020 has been unprecedented. The UK equity market posted its biggest quarterly drop for more than three decades as the global economic costs of the pandemic continued to mount. In the second quarter, however, the UK equity market staged something of a recovery. It delivered its biggest quarterly rise in a decade as investors bet on a rapid rebound from the coronavirus crisis following a massive wave of support from government fiscal stimulus and central banks around the world.

The UK equity market finished July in negative territory, however, when share prices came under pressure towards the end of the month as investor concern grew about a second wave of the virus. The government, meanwhile, made further pledges to spend more money on the post-pandemic recovery. The additional measures should provide further support to the recovery in economic activity which has started to emerge in recent weeks.

The biggest contributor to the Fund's performance over the period was media group Future. The business has continued to grow both organically and via acquisition, with its full year results in November 2019 showing a near trebling of profits. By the second quarter of 2020, Future released a strong interim statement and reiterated its confidence in meeting full year expectations.

Kainos, the Belfast-based software developer, had a strong 12 months, with profit increasing thanks to strong momentum in its digital services business. It also announced the acquisition of two specialist consulting companies in November 2019.

Sanne, a business services provider, issued a decent full-year statement in the first quarter of 2020 which showed improved margins in the second half of the year. It also suggested that trading has been largely unaffected by the crisis.

Meanwhile, food processing firm Hilton Foods saw increased demand due to its supermarket customers trading well through the crisis, given that people are eating more meals at home; while Vectura, a

pharmaceuticals firm specialising in inhaled drugs, issued a solid half year statement in the first quarter and saw its share price rise as a result.

Elsewhere, the share price of defence business Ultra Electronics rose strongly in July as it won a \$42m modification to a contract previously awarded to the US Navy. It also resumed dividend payments.

Conversely, the Fund's holding in M&C Saatchi weighed on performance. Shares in the advertising agency fell after it issued profit warnings in September and December 2019. A new finance director instigated an independent accounting review and found that adjustments of £11.6m would need to be made to its annual results.

Other notable detractors included Aptitude Software, Secure Trust Bank, and Young & Co Brewery. Aptitude shares fell in December 2019 when it said that revenue had been hurt by a delay in the implementation of a new accounting standard, which was expected to drive adoption of its accounting software.

Secure Trust Bank traded weakly given the impact of Covid-19 on consumer credit, while Young & Co Brewery has seen its revenues and final profits negatively impacted by lockdown measures. It warned that trading in the 2021 full-year would be "materially below average" but that it expected sales to return to more normalised levels in 2022.

The outlook for the UK continues to be clouded by uncertainty. In light of the current environment, the fund manager retains a preference for stocks with "self-help" characteristics that gives them the potential to grow independently of the economy. This can include the restructuring of underperforming businesses, sector consolidation, roll-out strategies or market share gains led by innovation. Fortunately, the breadth and diversity of the smaller companies sector enables the manager to find a steady stream of such investments. Therefore, despite the uncertain outlook, he remains confident in the positioning of the Fund.

As at 6 October 2020 the Net Asset Value (pence per share) of the Invesco UK Smaller Companies Equity Fund (UK) had risen 6.37% since the balance sheet date of 31 July 2020. It is likely markets will continue to be much more volatile than normal over the next few months until the coronavirus impact passes.

Jonathan Brown, Fund Manager

Where Jonathan Brown has expressed opinions, they are based on current market conditions, they may differ from those of other investment professionals and are subject to change without notice.

| The Fund's ten largest investments are | % |
|---|------|
| Future | 4.91 |
| CVS | 3.60 |
| JTC | 3.56 |
| Clinigen | 2.76 |
| 4imprint | 2.69 |
| Ultra Electronics | 2.67 |
| Invesco Liquidity Funds plc – Invesco Sterling Liquidity Portfolio Agency Class | 2.55 |
| NCC | 2.35 |
| Sanne | 2.29 |
| Hilton Food | 2.25 |

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Comparative tables

| Year ended Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 1,328.14 | 1,295.29 | 1,176.29 |
| Return before operating charges* | (157.72) | 53.60 | 139.78 |
| Operating charges | (21.50) | (20.75) | (20.78) |
| Return after operating charges | (179.22) | 32.85 | 119.00 |
| Distributions | - | (8.49) | (5.55) |
| Retained distributions on accumulation shares | - | 8.49 | 5.55 |
| Closing net asset value per share | 1,148.92 | 1,328.14 | 1,295.29 |
| *After direct transaction costs of | (1.65) | (0.93) | (0.94) |
| Performance | | | |
| Return after charges | (13.49%) | 2.54% | 10.12% |
| Other information | | | |
| Closing net asset value (£'000) | 179,357 | 322,959 | 349,477 |
| Closing number of shares | 15,610,887 | 24,316,641 | 26,980,652 |
| Operating charges | 1.67% | 1.67% | 1.67% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 1,545.29 | 1,337.55 | 1,314.09 |
| Lowest share price | 902.59 | 1,105.63 | 1,157.10 |

| Year ended Accumulation shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 440.52 | 427.47 | 386.26 |
| Return before operating charges* | (52.51) | 17.86 | 46.00 |
| Operating charges | (5.01) | (4.81) | (4.79) |
| Return after operating charges | (57.52) | 13.05 | 41.21 |
| Distributions | (0.84) | (4.87) | (3.87) |
| Retained distributions on accumulation shares | 0.84 | 4.87 | 3.87 |
| Closing net asset value per share | 383.00 | 440.52 | 427.47 |
| *After direct transaction costs of | (0.55) | (0.31) | (0.31) |
| Performance | | | |
| Return after charges | (13.06%) | 3.05% | 10.67% |
| Other information | | | |
| Closing net asset value (£'000) | 97,122 | 9,695 | 9,110 |
| Closing number of shares | 25,358,411 | 2,200,927 | 2,131,001 |
| Operating charges | 1.17% | 1.17% | 1.17% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 513.73 | 443.25 | 433.38 |
| Lowest share price | 300.32 | 365.63 | 380.02 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 526.84 | 509.97 | 459.66 |
| Return before operating charges* | (62.89) | 21.39 | 54.80 |
| Operating charges | (4.72) | (4.52) | (4.49) |
| Return after operating charges | (67.61) | 16.87 | 50.31 |
| Distributions | (2.27) | (7.04) | (5.84) |
| Retained distributions on accumulation shares | 2.27 | 7.04 | 5.84 |
| Closing net asset value per share | 459.23 | 526.84 | 509.97 |
| *After direct transaction costs of | (0.66) | (0.37) | (0.37) |
| Performance | | | |
| Return after charges | (12.83%) | 3.31% | 10.95% |
| Other information | | | |
| Closing net asset value (£'000) | 56,749 | 52,725 | 48,780 |
| Closing number of shares | 12,357,603 | 10,007,801 | 9,565,295 |
| Operating charges | 0.92% | 0.92% | 0.92% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 615.12 | 529.87 | 516.85 |
| Lowest share price | 359.75 | 436.64 | 452.26 |

| Year ended Y Accumulation shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 359.58 | 347.89 | 313.41 |
| Return before operating charges* | (42.95) | 14.60 | 37.38 |
| Operating charges | (3.04) | (2.91) | (2.90) |
| Return after operating charges | (45.99) | 11.69 | 34.48 |
| Distributions | (1.72) | (4.97) | (4.15) |
| Retained distributions on accumulation shares | 1.72 | 4.97 | 4.15 |
| Closing net asset value per share | 313.59 | 359.58 | 347.89 |
| *After direct transaction costs of | (0.45) | (0.25) | (0.25) |
| Performance | | | |
| Return after charges | (12.79%) | 3.36% | 11.00% |
| Other information | | | |
| Closing net asset value (£'000) | 156,749 | 167,132 | 161,029 |
| Closing number of shares | 49,985,209 | 46,479,328 | 46,286,942 |
| Operating charges | 0.87% | 0.87% | 0.87% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 419.94 | 361.62 | 352.56 |
| Lowest share price | 245.62 | 297.93 | 308.37 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 998.62 | 980.21 | 893.98 |
| Return before operating charges* | (118.60) | 40.53 | 106.24 |
| Operating charges | (16.16) | (15.70) | (15.79) |
| Return after operating charges | (134.76) | 24.83 | 90.45 |
| Distributions | - | (6.42) | (4.22) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 863.86 | 998.62 | 980.21 |
| *After direct transaction costs of | (1.24) | (0.70) | (0.72) |
| Performance | | | |
| Return after charges | (13.49%) | 2.53% | 10.12% |
| Other information | | | |
| Closing net asset value (£'000) | 13,819 | 43,224 | 82,127 |
| Closing number of shares | 1,599,633 | 4,328,303 | 8,378,501 |
| Operating charges | 1.67% | 1.67% | 1.67% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 1,161.91 | 1,012.16 | 998.72 |
| Lowest share price | 678.66 | 836.66 | 879.41 |

| Year ended Income shares (No Trail) | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 391.56 | 384.21 | 350.35 |
| Return before operating charges* | (46.66) | 16.04 | 41.73 |
| Operating charges | (4.45) | (4.32) | (4.35) |
| Return after operating charges | (51.11) | 11.72 | 37.38 |
| Distributions | (0.75) | (4.37) | (3.52) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 339.70 | 391.56 | 384.21 |
| *After direct transaction costs of | (0.49) | (0.28) | (0.28) |
| Performance | | | |
| Return after charges | (13.05%) | 3.05% | 10.67% |
| Other information | | | |
| Closing net asset value (£'000) | 21,935 | 595 | 847 |
| Closing number of shares | 6,457,384 | 151,991 | 220,338 |
| Operating charges | 1.17% | 1.17% | 1.17% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 456.65 | 398.39 | 393.09 |
| Lowest share price | 266.96 | 328.63 | 344.69 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Comparative tables continued

| Year ended Z Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 482.46 | 473.33 | 431.56 |
| Return before operating charges* | (57.58) | 19.85 | 51.47 |
| Operating charges | (4.32) | (4.19) | (4.22) |
| Return after operating charges | (61.90) | 15.66 | 47.25 |
| Distributions | (2.08) | (6.53) | (5.48) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 418.48 | 482.46 | 473.33 |
| *After direct transaction costs of | (0.60) | (0.34) | (0.35) |
| Performance | | | |
| Return after charges | (12.83%) | 3.31% | 10.95% |
| Other information | | | |
| Closing net asset value (£'000) | 14,949 | 10,976 | 11,335 |
| Closing number of shares | 3,572,225 | 2,274,969 | 2,394,762 |
| Operating charges | 0.92% | 0.92% | 0.92% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 563.31 | 491.81 | 485.27 |
| Lowest share price | 329.46 | 405.27 | 424.63 |

| Year ended Y Income shares | 31.7.20 (pence per share) | 31.7.19 (pence per share) | 31.7.18 (pence per share) |
|---|------------------------------|------------------------------|------------------------------|
| Change in net assets per share | | | |
| Opening net asset value per share | 333.04 | 326.73 | 297.89 |
| Return before operating charges* | (39.76) | 13.72 | 35.53 |
| Operating charges | (2.82) | (2.74) | (2.75) |
| Return after operating charges | (42.58) | 10.98 | 32.78 |
| Distributions | (1.60) | (4.67) | (3.94) |
| Retained distributions on accumulation shares | - | - | - |
| Closing net asset value per share | 288.86 | 333.04 | 326.73 |
| *After direct transaction costs of | (0.42) | (0.24) | (0.24) |
| Performance | | | |
| Return after charges | (12.79%) | 3.36% | 11.00% |
| Other information | | | |
| Closing net asset value (£'000) | 29,318 | 17,087 | 17,423 |
| Closing number of shares | 10,149,589 | 5,130,500 | 5,332,675 |
| Operating charges | 0.87% | 0.87% | 0.87% |
| Direct transaction costs | 0.13% | 0.07% | 0.08% |
| Performance fee | - | - | - |
| Prices | | | |
| Highest share price | 388.95 | 339.62 | 335.11 |
| Lowest share price | 227.50 | 279.81 | 293.11 |

Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the Fund and share class returns before operating charges.

The operating charges figure is equivalent to the FMF shown on page 08, which we also refer to as the ongoing charge in our Key Investor Information Documents (KIIDs) and our literature.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited)
as at 31 July 2020

Investment

Equities 97.10% (31.7.19 - 97.02%)

Oil & Gas 2.99% (31.7.19 - 3.82%)

| | | | |
|---------------------|------------|-------|------|
| Energiean Oil & Gas | 1,213,297 | 6,916 | 1.21 |
| Jadestone Energy | 10,767,904 | 6,999 | 1.23 |
| Premier Oil | 8,937,564 | 3,151 | 0.55 |

Basic Materials 1.03% (31.7.19 - 1.44%)

| | | | |
|-------|-----------|-------|------|
| Scapa | 6,820,934 | 5,846 | 1.03 |
|-------|-----------|-------|------|

Industrials 34.53% (31.7.19 - 33.16%)

| | | | |
|------------------------------------|------------|--------|------|
| Alpha Financial Markets Consulting | 2,460,794 | 4,528 | 0.79 |
| Coats | 14,931,538 | 8,451 | 1.48 |
| Cohort | 812,754 | 4,925 | 0.86 |
| DiscoverIE | 1,403,063 | 8,334 | 1.46 |
| Essentra | 2,391,699 | 7,175 | 1.26 |
| Gooch & Housego | 114,964 | 1,167 | 0.20 |
| Grafton | 836,611 | 5,379 | 0.94 |
| Hill & Smith | 821,223 | 9,937 | 1.74 |
| James Fisher & Sons | 694,290 | 7,929 | 1.39 |
| Johnson Service | 10,482,714 | 9,759 | 1.71 |
| Keywords Studios | 624,427 | 11,870 | 2.08 |
| Knights | 1,791,862 | 7,365 | 1.29 |
| Learning Technologies | 5,060,863 | 6,726 | 1.18 |
| Marlowe | 729,210 | 3,690 | 0.65 |
| Midwich | 792,086 | 3,057 | 0.54 |
| Polypipe | 1,760,584 | 7,122 | 1.25 |
| Restore | 2,558,282 | 9,082 | 1.59 |
| Ricardo | 1,347,821 | 4,515 | 0.79 |
| Robert Walters | 1,465,984 | 5,937 | 1.04 |
| RWS | 1,870,716 | 11,262 | 1.98 |
| Sanne | 2,080,926 | 13,027 | 2.29 |
| Severfield | 11,874,892 | 6,982 | 1.23 |
| Staffline | 1,485,155 | 416 | 0.07 |
| Thruvision | 8,853,590 | 2,479 | 0.44 |
| Ultra Electronics | 638,390 | 15,207 | 2.67 |
| Vesuvius | 573,554 | 2,340 | 0.41 |
| Vitec | 510,405 | 3,338 | 0.59 |
| Volution | 4,129,170 | 6,813 | 1.20 |
| Vp | 1,144,667 | 8,013 | 1.41 |

Consumer Goods 5.28% (31.7.19 - 4.46%)

| | | | |
|-----------------|-----------|--------|------|
| Churchill China | 560,007 | 5,152 | 0.91 |
| Crest Nicholson | 1,820,287 | 3,404 | 0.60 |
| Hilton Food | 1,167,413 | 12,841 | 2.25 |
| Inspeks | 1,714,444 | 3,772 | 0.66 |
| Vistry | 799,841 | 4,911 | 0.86 |

Health Care 5.66% (31.7.19 - 6.79%)

| | | | |
|----------------------------|-----------|--------|------|
| Advanced Medical Solutions | 3,107,896 | 5,967 | 1.05 |
| Clinigen | 2,230,650 | 15,726 | 2.76 |
| ECO Animal Health | 288,068 | 691 | 0.12 |
| Vectura | 9,966,544 | 9,897 | 1.73 |

Consumer Services 20.20% (31.7.19 - 21.47%)

| | | | |
|----------------------------------|-----------|--------|------|
| 4imprint | 647,065 | 15,368 | 2.69 |
| CVS | 1,803,770 | 20,545 | 3.60 |
| DFS Furniture | 2,676,027 | 4,025 | 0.71 |
| Dunelm | 582,621 | 7,160 | 1.26 |
| Euromoney Institutional Investor | 609,667 | 4,841 | 0.85 |
| Future | 2,027,098 | 27,974 | 4.91 |
| Hollywood Bowl | 5,862,110 | 7,914 | 1.39 |
| Loungers | 2,560,202 | 2,739 | 0.48 |
| M&C Saatchi | 5,251,726 | 2,941 | 0.52 |
| Mitchells & Butlers | 1,782,774 | 2,724 | 0.48 |
| Patisserie ¹ | 7,484,925 | - | 0.00 |
| The Gym Group | 2,931,657 | 3,905 | 0.68 |
| Topps Tiles | 9,382,235 | 3,978 | 0.70 |

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Portfolio Statement (Unaudited) continued as at 31 July 2020

Investment

Consumer Services continued

| | Holding or nominal value of positions | Market value £'000 | Percentage of total net assets % |
|-----------------------------------|---------------------------------------|-----------------------|----------------------------------|
| Wetherspoon (JD) | 444,470 | 3,756 | 0.66 |
| Young & Co's Brewery (non-voting) | 1,046,379 | 7,246 | 1.27 |

Financials 16.64% (31.7.19 - 16.28%)

| | | | |
|-----------------------|-----------|--------|------|
| A J Bell | 1,054,730 | 4,546 | 0.80 |
| Arrow Global | 6,235,590 | 4,639 | 0.81 |
| Brooks MacDonald | 604,610 | 10,278 | 1.80 |
| CLS | 5,404,727 | 10,550 | 1.85 |
| JTC | 4,218,900 | 20,293 | 3.56 |
| LSL Property Services | 1,320,070 | 2,521 | 0.44 |
| Nucleus Financial | 621,135 | 758 | 0.13 |
| Safestore | 858,396 | 6,549 | 1.15 |
| Savills | 752,700 | 5,626 | 0.99 |
| Secure Trust Bank | 497,038 | 2,744 | 0.48 |
| St. Modwen Properties | 2,880,112 | 8,871 | 1.56 |
| Urban & Civic | 2,606,342 | 6,086 | 1.07 |
| Workspace | 944,242 | 5,798 | 1.02 |
| XPS Pensions | 4,723,800 | 5,574 | 0.98 |

Technology 10.77% (31.7.19 - 9.60%)

| | | | |
|-------------------------|-----------|--------|------|
| Alfa Financial Software | 4,689,507 | 3,667 | 0.64 |
| Aptitude Software | 2,473,908 | 9,920 | 1.74 |
| FDM | 806,569 | 7,493 | 1.32 |
| Kainos | 954,922 | 10,466 | 1.84 |
| NCC | 7,944,615 | 13,411 | 2.35 |
| SDL | 2,760,919 | 12,673 | 2.22 |
| Softcat | 300,558 | 3,787 | 0.66 |

Open-Ended Funds 2.55% (31.7.19 - Nil)

| | | | |
|--|------------|--------|------|
| Invesco Liquidity Funds plc – Invesco Sterling Liquidity Portfolio Agency Class ² | 14,564,850 | 14,565 | 2.55 |
|--|------------|--------|------|

Portfolio of investments (31.7.19 - 97.02%)

| | | |
|--|----------------|--------------|
| | 568,029 | 99.65 |
|--|----------------|--------------|

Net other assets (31.7.19 - 2.98%)

| | | |
|--|--------------|-------------|
| | 1,969 | 0.35 |
|--|--------------|-------------|

Net assets

| | | |
|--|----------------|---------------|
| | 569,998 | 100.00 |
|--|----------------|---------------|

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

¹ Unquoted securities - for the year ended 31 July 2020 these amount to 0.00% (31 July 2019 - 0.00%) of the Net Asset Value of the Fund.

² Investments managed or advised by Invesco Asset Management Limited or associates of the Invesco Group and therefore are related parties.

Invesco UK Smaller Companies Equity Fund (UK)

Investment report for the year

Summary of Material Portfolio Changes

for the year 1 August 2019 to 31 July 2020

| | Cost £'000 |
|------------------------------------|----------------|
| Total purchases | 201,959 |
| Largest purchases: | |
| Volution | 8,474 |
| Churchill China | 8,158 |
| DiscoverIE | 6,412 |
| DFS Furniture | 6,359 |
| NCC | 5,615 |
| Advanced Medical Solutions | 5,514 |
| Vitec | 5,470 |
| SDL | 5,274 |
| Hollywood Bowl | 5,253 |
| Johnson Service | 5,163 |
| Vistry | 5,136 |
| Future | 5,002 |
| Crest Nicholson | 4,865 |
| M&C Saatchi | 4,577 |
| Alpha Financial Markets Consulting | 4,466 |
| Cohort | 4,448 |
| The Gym Group | 4,291 |
| LSL Property Services | 4,183 |
| Midwich | 4,179 |
| Grafton | 4,071 |

| | Proceeds £'000 |
|-----------------------|-------------------|
| Total sales | 161,625 |
| Largest sales: | |
| Consort Medical | 15,014 |
| Tarsus | 14,096 |
| Equiniti | 10,730 |
| Future | 10,527 |
| Polypipe | 6,508 |
| Softcat | 5,814 |
| boohoo.com | 5,793 |
| 4imprint | 5,518 |
| Diploma | 5,197 |
| Johnson Service | 5,131 |
| Vistry | 4,966 |
| Kainos | 4,758 |
| Learning Technologies | 3,775 |
| Bakkavor | 3,576 |
| Savills | 3,345 |
| Ultra Electronics | 3,270 |
| Marston's | 3,190 |
| RWS | 3,166 |
| A J Bell | 3,039 |
| Ted Baker | 2,940 |

Transactions in money-market instruments to manage the Fund's liquidity position are excluded from the analysis.

Invesco UK Smaller Companies Equity Fund (UK)

Financial Statements

Statement of Total Return

for the year 1 August 2019 to 31 July 2020

| | Notes | £'000 | 01.8.19 to 31.7.20 £'000 | £'000 | 01.8.18 to 31.7.19 £'000 |
|---|-------|---------|--------------------------------|---------|--------------------------------|
| Income | | | | | |
| Net capital (losses)/gains | 2 | | (92,460) | | 8,709 |
| Revenue | 3 | 8,447 | | 14,299 | |
| Expenses | 4 | (8,093) | | (8,323) | |
| Interest payable and similar charges | 5 | - | | - | |
| Net revenue before taxation | | 354 | | 5,976 | |
| Taxation | 6 | - | | - | |
| Net revenue after taxation | | | 354 | | 5,976 |
| Total return before distributions | | | (92,106) | | 14,685 |
| Distributions | 7 | | (1,480) | | (5,997) |
| Change in net assets attributable to Shareholders from investment activities | | | (93,586) | | 8,688 |

Statement of Change in Net Assets Attributable to Shareholders

for the year 1 August 2019 to 31 July 2020

| | £'000 | 01.8.19 to 31.7.20 £'000 | £'000 | 01.8.18 to 31.7.19 £'000 |
|--|----------|--------------------------------|----------|--------------------------------|
| Opening net assets attributable to Shareholders | | 624,393 | | 680,128 |
| Amounts received on issue of shares | 112,220 | | 24,043 | |
| Amounts paid on redemption of shares | (74,763) | | (93,950) | |
| | | 37,457 | | (69,907) |
| Dilution adjustment | | 360 | | 278 |
| Change in net assets attributable to Shareholders from investment activities | | (93,586) | | 8,688 |
| Retained distribution on accumulation shares | | 1,354 | | 5,186 |
| Unclaimed distribution monies | | 20 | | 20 |
| Closing net assets attributable to Shareholders | | 569,998 | | 624,393 |

Invesco UK Smaller Companies Equity Fund (UK)

Financial Statements

| Balance Sheet | | | 31.7.20 | 31.7.19 |
|--|-------|---------|----------------|----------------|
| as at 31 July 2020 | | | £'000 | £'000 |
| | Notes | £'000 | £'000 | £'000 |
| Assets | | | | |
| Fixed assets | | | | |
| Investments | | 568,029 | | 605,817 |
| Current assets | | | | |
| Debtors | 8 | 2,567 | | 1,130 |
| Cash and bank balances | 9 | 1,440 | | 19,410 |
| Total other assets | | | 4,007 | 20,540 |
| Total assets | | | 572,036 | 626,357 |
| Liabilities | | | | |
| Investment liabilities | | | - | - |
| Creditors | | | | |
| Distribution payable | | 285 | | 673 |
| Other creditors | 10 | 1,753 | | 1,291 |
| Total other liabilities | | | 2,038 | 1,964 |
| Total liabilities | | | 2,038 | 1,964 |
| Net assets attributable to Shareholders | | | 569,998 | 624,393 |

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

Refer to pages 06 to 16 for notes applicable to the financial statements of all Funds.

1 Accounting policies

The Fund's Accounting Policies, Distribution Policies and Generic Risk Factors are set out on pages 06 to 07 and 09 to 14.

| 2 Net capital (losses)/gains | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Non-derivative securities | (92,460) | 8,709 |
| Net capital (losses)/gains | (92,460) | 8,709 |

| 3 Revenue | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--------------------------------|---|---|
| Bank interest | 50 | 49 |
| Management fee rebates | 3 | 32 |
| Non-taxable overseas dividends | 528 | 751 |
| Non-taxable stock dividends | 430 | - |
| Taxable overseas dividends | 5 | - |
| UK dividends | 6,924 | 12,988 |
| UK REIT dividends | 507 | 479 |
| | 8,447 | 14,299 |

| 4 Expenses | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Payable to the Manager, associates of the Manager and agents of either of them: | | |
| Fund Management Fee ¹ | 8,093 | 8,323 |
| | 8,093 | 8,323 |
| Total expenses | 8,093 | 8,323 |

¹ Total audit fees of £8,250 (2019 - £8,250) exclusive of VAT payable to the auditors for the year ended 31 July 2020 are borne out of the Fund Management Fee.

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

| 5 Interest payable and similar charges | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| Interest | - | - |

| 6 Taxation | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|---|---|---|
| a) Analysis of charge for the year | | |
| Overseas tax | - | - |
| Total tax charge | - | - |

There is no corporation tax charge for the year (2019 - Nil).

b) Factors affecting the tax charge for the year

The tax assessed for the year is lower (2019 - lower) than the standard rate of corporation tax in the UK for an authorised investment company with variable capital. The differences are explained below:

| | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|-------------------------------------|---|---|
| Net revenue before taxation | 354 | 5,976 |
| Corporation tax at 20% (2019 - 20%) | 71 | 1,195 |
| Effects of: | | |
| Movement in excess expenses | 1,505 | 1,553 |
| Revenue not subject to tax | (1,576) | (2,748) |
| Total tax charge | - | - |

Authorised investment companies with variable capital are exempt from tax on capital gains. Therefore any capital return is not included in the above reconciliation.

c) Deferred tax

At the year end the Fund had surplus management expenses of £131,805,000 (2019 - £124,277,000). It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these expenses and therefore a deferred tax asset of £26,361,000 (2019 - £24,856,000) has not been recognised.

| 7 Distributions | 01.8.19 to 31.7.20 £'000 | 01.8.18 to 31.7.19 £'000 |
|--|---|---|
| Accumulations and distributions paid 30 September 2020 | 1,639 | 5,859 |
| Amounts deducted on redemption of shares | 264 | 348 |
| Amounts received on issue of shares | (423) | (210) |
| | 1,480 | 5,997 |

The distributable amount has been calculated as follows:

| | | |
|--------------------------------------|-------|-------|
| Net revenue after taxation | 354 | 5,976 |
| Equalisation on conversions | 445 | 21 |
| Shortfall of income taken to capital | 681 | - |
| | 1,480 | 5,997 |

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

| 8 Debtors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued revenue | 282 | 631 |
| Amounts receivable for issue of shares | 179 | 498 |
| Sales awaiting settlement | 2,106 | 1 |
| | 2,567 | 1,130 |

| 9 Cash and bank balances | 31.7.20 £'000 | 31.7.19 £'000 |
|---------------------------------|--------------------------|--------------------------|
| Cash and bank balances | 1,440 | 19,410 |

| 10 Other creditors | 31.7.20 £'000 | 31.7.19 £'000 |
|--|--------------------------|--------------------------|
| Accrued expenses | 590 | 711 |
| Amounts payable for redemption of shares | 442 | 568 |
| Purchases awaiting settlement | 721 | 12 |
| | 1,753 | 1,291 |

11 Commitments, contingent liabilities and contingent assets

There were no commitments, contingent liabilities or contingent assets at the balance sheet date (2019 - Nil).

12 Related parties

Related party interests in the Fund are disclosed in note 10 of the notes applicable to the financial statements of all Funds on pages 15 to 16. Amounts received in respect of sales in the accounting year is £26,155,000 (2019 - £4,851,000) and amounts paid in respect of purchases in the accounting year is £39,181,000 (2019 - Nil) are included within the figures disclosed in note 14. Amounts payable to Invesco Fund Managers Limited in respect of Fund Management Fees are disclosed in note 4. Amounts due at the end of the accounting year for Fund Management Fees of £590,000 (2019 - £711,000) are disclosed in note 10 within accrued expenses.

13 Generic Risk factors

As this is a smaller companies fund, investors should be prepared to accept a higher degree of risk than funds that can invest in larger company sizes. Market conditions, such as a decrease in market liquidity, may mean that it is not easy to buy or sell securities.

The Fund's performance may be adversely affected by variations in the relative strength of world currencies or if Sterling strengthens against those currencies.

The Fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of their 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.

The generic risk factors relating to the Fund are discussed more fully in note 5 of the notes applicable to the financial statements of all Funds on pages 09 to 14.

a) Counterparty risk

The Fund was not exposed to any counterparty risk as at the balance sheet date (2019 - Nil).

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

13 Generic Risk factors continued

b) Valuation of financial instruments

The categorisation of financial instruments in the tables below reflect the basis of valuation of instruments used to measure their fair value.

| | Assets £'000 | Liabilities £'000 |
|---------------------------------|-----------------|----------------------|
| 31.7.20 | | |
| Level 1: Quoted prices | 568,029 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 568,029 | - |
| 31.7.19 | | |
| Level 1: Quoted prices | 605,817 | - |
| Level 2: Observable market data | - | - |
| Level 3: Unobservable data | - | - |
| | 605,817 | - |

All financial investments are classified as level 1: Quoted prices.

14 Portfolio transaction costs for the year 1 August 2019 to 31 July 2020

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 201,216 | 106 | 0.05 | 637 | 0.32 |
| Total purchases | 201,216 | 106 | | 637 | |
| Total purchases including transaction costs | 201,959 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 160,144 | 58 | 0.04 | - | - |
| Collective investment schemes | 1,540 | 1 | 0.06 | - | - |
| Total sales | 161,684 | 59 | | - | |
| Total sales net of transaction costs | 161,625 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 165 | | 637 | |
| Total transaction costs as a % of average net assets | | 0.03% | | 0.10% | |

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

14 Portfolio transaction costs continued for the year 1 August 2018 to 31 July 2019

| | Transaction Value £'000 | Commissions £'000 | % | Taxes £'000 | % |
|---|-------------------------------|----------------------|------|----------------|------|
| Purchases (excluding derivatives) | | | | | |
| Equity instruments | 99,502 | 45 | 0.05 | 213 | 0.21 |
| Total purchases | 99,502 | 45 | | 213 | |
| Total purchases including transaction costs | 99,760 | | | | |
| Sales (excluding derivatives) | | | | | |
| Equity instruments | 159,926 | 80 | 0.05 | 112 | 0.07 |
| Collective investment schemes | 4,854 | 4 | 0.08 | 0 | 0.00 |
| Total sales | 164,780 | 84 | | 112 | |
| Total sales net of transaction costs | 164,584 | | | | |
| Derivative transaction costs | | - | | - | |
| Total transaction costs | | 129 | | 325 | |
| Total transaction costs as a % of average net assets | | 0.02% | | 0.05% | |

The above analysis covers any direct transaction costs suffered by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares, there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments, cash and short-term collective investment schemes utilised as part of a daily sweep to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying Funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 1.38% (2019 - 1.00%).

Invesco UK Smaller Companies Equity Fund (UK)

Notes to the financial statements

15 Share movement

for the year 1 August 2019 to 31 July 2020

| | Accumulation shares | Accumulation shares (No Trail) | Z Accumulation shares | Y Accumulation shares |
|-----------------------|------------------------|-----------------------------------|--------------------------|--------------------------|
| Opening shares | 24,316,641 | 2,200,927 | 10,007,801 | 46,479,328 |
| Shares issued | 1,143,256 | 252,276 | 3,800,498 | 14,069,109 |
| Shares redeemed | (1,875,679) | (649,158) | (1,559,383) | (10,910,451) |
| Shares converted | (7,973,331) | 23,554,366 | 108,687 | 347,223 |
| Closing shares | 15,610,887 | 25,358,411 | 12,357,603 | 49,985,209 |

| | Income shares | Income shares (No Trail) | Z Income shares | Y Income shares |
|-----------------------|------------------|-----------------------------|--------------------|--------------------|
| Opening shares | 4,328,303 | 151,991 | 2,274,969 | 5,130,500 |
| Shares issued | 36,225 | 20,506 | 1,462,174 | 6,020,443 |
| Shares redeemed | (235,952) | (58,016) | (226,945) | (1,002,404) |
| Shares converted | (2,528,943) | 6,342,903 | 62,027 | 1,050 |
| Closing shares | 1,599,633 | 6,457,384 | 3,572,225 | 10,149,589 |

16 Post balance sheet events

The Fund's post balance sheet events are set out on page 16.

Invesco UK Smaller Companies Equity Fund (UK)

Distribution table

Distribution table

for the year 1 August 2019 to 31 July 2020

| | Net revenue pence per share | Equalisation pence per share | Net distribution paid 30.9.20 pence per share | Net distribution paid 30.9.19 pence per share |
|--|--------------------------------------|------------------------------------|--|--|
| Distribution paid 30 September 2020 | | | | |
| Accumulation shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 8.4884 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 8.4884 |
| Accumulation shares (No Trail) | | | | |
| Group 1 | 0.8419 | - | 0.8419 | 4.8669 |
| Group 2 | 0.0000 | 0.8419 | 0.8419 | 4.8669 |
| Z Accumulation shares | | | | |
| Group 1 | 2.2665 | - | 2.2665 | 7.0401 |
| Group 2 | 0.0150 | 2.2515 | 2.2665 | 7.0401 |
| Y Accumulation shares | | | | |
| Group 1 | 1.7204 | - | 1.7204 | 4.9709 |
| Group 2 | 0.0325 | 1.6879 | 1.7204 | 4.9709 |
| Income shares | | | | |
| Group 1 | 0.0000 | - | 0.0000 | 6.4175 |
| Group 2 | 0.0000 | 0.0000 | 0.0000 | 6.4175 |
| Income shares (No Trail) | | | | |
| Group 1 | 0.7483 | - | 0.7483 | 4.3667 |
| Group 2 | 0.0000 | 0.7483 | 0.7483 | 4.3667 |
| Z Income shares | | | | |
| Group 1 | 2.0798 | - | 2.0798 | 6.5331 |
| Group 2 | 0.0000 | 2.0798 | 2.0798 | 6.5331 |
| Y Income shares | | | | |
| Group 1 | 1.5996 | - | 1.5996 | 4.6678 |
| Group 2 | 0.1393 | 1.4603 | 1.5996 | 4.6678 |

Group 1: shares purchased prior to 1 August 2019

Group 2: shares purchased on or after 1 August 2019

Equalisation applies only to shares purchased during the distribution period (Group 2). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of shares for capital gains purposes.

Invesco Smaller Companies and Markets Investment Series

(the “Company”)

Regulatory statements

Statement of the Manager’s Responsibilities in relation to the Financial Statements

The Collective Investment Schemes sourcebook (“COLL”) requires the Manager to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company as at the end of the year and of the net revenue or expense and the net capital gains or losses on the scheme property of the Company for the year then ended. In preparing the financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future;
- comply with the disclosure requirements of the Statement of Recommended Practice relating to Financial Statements of Authorised Funds;
- follow applicable accounting standards; and
- keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements.

The Manager is responsible for the management of the Company in accordance with the Prospectus and the OEIC Regulations.

The Manager is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of the Depositary’s Responsibilities in relation to the Financial Statements

The Depositary is responsible for the safekeeping of all the property of the Company which is entrusted to it and ensuring proper registration of tangible moveable property, and for the collection of income arising from all such scheme property. It is the duty of the Depositary to take reasonable care to ensure that the Company is managed and operated by the Manager in accordance with the Financial Conduct Authority’s Collective Investment Schemes Sourcebook (“the Sourcebook”), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), the Company’s Instrument of Incorporation, and the Prospectus, as appropriate, concerning: the pricing of and dealing in Shares in the Company; the application of income of the Company; and the investment portfolio and borrowing activities of the Company.

Depositary’s Report to Shareholders

Having carried out procedures and enquiries considered duly necessary to discharge our responsibilities as Depositary of the Company, based on information and explanations provided to us, we believe that, in all material respects, the Company, acting through the Manager:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company’s shares and the application of the Company’s income in accordance with the Sourcebook, and where applicable, the OEIC regulations, the Company’s Instrument of Incorporation, and the Prospectus;
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company; and
- (iii) has, otherwise, ensured the proper operation of the Company.

Citibank Europe plc, UK Branch
London
08 October 2020

Invesco Smaller Companies and Markets Investment Series (the "Company")

Independent auditors' report to the Shareholders of Invesco Smaller Companies and Markets Investment Series

Report on the audit of the financial statements

Opinion

In our opinion, the financial statements of Invesco Smaller Companies and Markets Investment Series' (UK) (the "Company"):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 31 July 2020 and of the net revenue and the net capital losses on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Invesco Smaller Companies and Markets Investment Series (UK) is an Open Ended Investment Company ('OEIC') with six sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report Including Long Form Financial Statements (the "Annual Report"), which comprise: the balance sheets as at 31 July 2020; the statements of total return and the statements of change in net assets attributable to shareholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Corporate Director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's or any of the sub-funds' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's or any of the sub-funds' ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon.

The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Authorised Corporate Director's Report

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Invesco Smaller Companies and Markets Investment Series (the “Company”)

Independent auditors’ report to the Shareholders of Invesco Smaller Companies and Markets Investment Series continued

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of the Manager’s Responsibilities in relation to the Financial Statements set out on page 130, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company’s and each of the sub-funds’ ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

Auditors’ responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors’ report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council’s website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors’ report.

Use of this report

This report, including the opinions, has been prepared for and only for the Company’s shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors
Edinburgh
08 October 2020

Invesco Smaller Companies and Markets Investment Series (the “Company”)

General Information

Directors of the Manager

Rachel Court (independent non-executive Director)*

Judith Eden (independent non-executive Director)*

Matthieu Grosclaude***

Rene Marston**

Hayley Norford

Douglas Sharp

Alan Trotter

* Effective 11 September 2019 Rachel Court and Judith Eden were appointed as Independent Non-Executive Directors of Invesco Fund Managers Limited.

** Effective 8 January 2020 Rene Marston was appointed as a Director of Invesco Fund Managers Limited.

*** Effective 9 January 2020 Matthieu Grosclaude was appointed as a Director of Invesco Fund Managers

Authorised Corporate Director (the “Manager”)

Invesco Fund Managers Limited

Registered Office: Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, UK

Registered in England No. 898166

The Manager’s investment adviser is:

Invesco Asset Management Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, UK

Registered in England No. 949417

Invesco Asset Management Limited and Invesco Fund Managers Limited are authorised and regulated by the Financial Conduct Authority.

Registrar

Invesco Fund Managers Limited

Registered Office: Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, UK

For registration enquiries please call free on telephone 0800 085 8677 or write to us at:

Invesco Administration Centre, PO Box 11150, Chelmsford CM99 2DL, UK

Depository

Citibank Europe plc, UK Branch

Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, UK

Authorised by the Prudential Regulation Authority and regulated by the Prudential Regulation Authority and the Financial Conduct Authority.

Independent Auditors

PricewaterhouseCoopers LLP

Atria One, 144 Morrison Street, Edinburgh, EH3 8EX

Further information

General enquiries

Client Services Team 0800 085 8677
International calls +44 (0)1491 417000

Lines are open 8.30am to 6pm, Monday to Friday, excluding UK Bank Holidays.

www.invesco.co.uk
enquiry@invesco.com

Fax 01491 416000

Post:
Invesco Administration Centre, PO Box 11150, Chelmsford CM99 2DL, UK

All instructions for investment and other correspondence relating to your account should be sent to this address. If you do not use this address, instructions for investment will be returned to you and our response to other correspondence may be delayed.

To invest

ICVC Dealing Line 0800 085 8571*

- * The initial investment into an ICVC account must be made by completing and signing an application form; subsequent investments into the account can be made by post or via the telephone dealing line.

Clients must confirm that they have been provided with the most up to date relevant Fund and share class specific Key Investor Information Document(s) prior to investing.

Telephone conversations of all dealers, staff and those of clients on our Dealing Lines will be recorded for mutual protection.

Valuations

Automated Valuation Service 0800 028 4050. Lines are open 24 hours a day.

Online Valuation Service. Available to UK residents and their financial advisers only.
To register for this service please go to www.invesco.co.uk

Further information on our products, including the most up to date relevant Fund and share class specific Key Investor Information Document(s) and the Supplementary Information Document, is available using the contact details as set out in the section "General Enquiries" above.

The Prospectus, which contains a written statement of the terms and conditions of the Company, can be obtained from the Manager, as can copies of Interim and Annual Reports. Please call our Client Services Team Line on 0800 085 8677 or log onto our website (www.invesco.co.uk).

Telephone conversations of all staff and those of clients may be recorded for mutual protection.

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Registered in England No. 898166
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Oxfordshire RG9 1HH, UK