



# Invesco Asian Equity Income Fund (UK)

June 2020

Covering the month of May 2020

On 31 January 2020, Fiona Yang became a deputy fund manager of the Invesco Asian Equity Income Fund (UK).



**Fund managers:** Tim Dickson & Fiona Yang  
(Deputy Manager)

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

### Tim Dickson

Managed fund since	March 2011
Industry experience	27 years
Based in	Henley -on- Thames

### Fiona Yang (deputy manager)

Managed fund since	January 2020
Industry experience	7 years
Based in	Henley -on- Thames
Fund launch date	07 March 2011
Fund size	£29.39m
Legal status	UK authorised ICVC
Yield (Z Accumulation share class)	
Historic yield <sup>2</sup>	3.99%
Income distribution date(s)	31 January 31 July
Accounting period ends	31 May 30 November
Available with an ISA?	Yes

## Benchmark

Benchmark: Investment Association Asia Pacific excluding Japan Sector\*

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.

\* Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to facilitate comparison between funds with broadly similar characteristics.

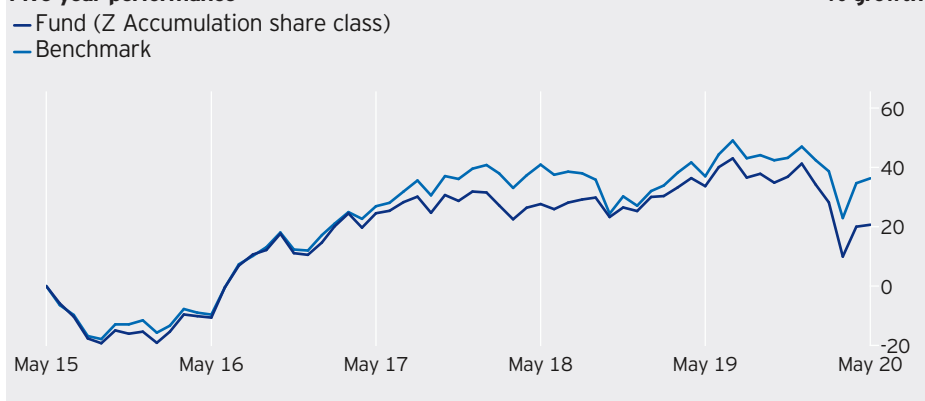
## Fund investment objective and policy

The objective of the Fund is to achieve income and capital growth over the long-term (5 years plus). The Fund invests at least 80% of its assets in shares of companies incorporated, domiciled or carrying out the main part of their economic activity in Asia and Australasia, excluding Japan. The Fund may use derivatives (complex instruments) to manage the Fund more efficiently, with the aim of reducing risk, reducing costs and/or generating additional capital or income.

## Fund strategy

We seek to invest in companies whose share prices are substantially below our estimate of fair value and, in our view, have an ability to grow or maintain their dividend payments. The fund manager believes that the fund should not only deliver an attractive dividend yield at the portfolio level, but also include companies that have growth potential and an ability to return cash to shareholders in the future. The manager places an emphasis on valuation and bottom-up fundamental analysis, which is combined with a top-down macroeconomic view.

## Five year performance



## Performance

	% growth					
	1 year	3 years	5 years	5 years ACR*	10 years	10 years ACR*
Fund (Z Accumulation share class)	-9.73	-3.12	20.66	3.82	n/a	n/a
Benchmark	-0.50	7.41	36.31	6.38	n/a	n/a

\*ACR - Annual Compound Return

## Standardised rolling 12-month performance

	% growth				
	31.03.15	31.03.16	31.03.17	31.03.18	31.03.19
	31.03.16	31.03.17	31.03.18	31.03.19	31.03.20
Fund (Z Accumulation share class)	-9.11	37.66	-1.60	8.78	-17.50
Benchmark	-7.50	35.41	6.52	3.88	-11.10

**Past performance is not a guide to future returns.** Performance figures are based on the Z Accumulation share class. As this was launched on 12 November 2012, for the periods prior to this launch date, performance figures are based on the accumulation share class, without any adjustment for fees. Performance figures for all share classes can be found in the relevant Key Investor Information Document. Fund performance figures are shown in sterling, inclusive of reinvested income and net of the ongoing charge and portfolio transaction costs to 31 May 2020 unless otherwise stated. Sector average performance is calculated on an equivalent basis. The standardised past performance information is updated on a quarterly basis. Source: Lipper.

<b>Top 10 Issuers<sup>1</sup></b>	<b>%</b>	<b>Industry breakdown<sup>1</sup></b>	<b>%</b>
Taiwan Semiconductor Manufacturing Co Ltd	6.38	Information Technology	25.42
Samsung Electronics Co Ltd	5.62	Financials	22.62
Tencent Holdings Ltd	3.55	Consumer Discretionary	11.97
Alibaba Group Holding Ltd	3.32	Communication Services	11.78
AIA Group Ltd	3.02	Energy	5.89
Jiangsu Yanghe Brewery Joint-Stock Co Ltd	3.02	Consumer Staples	5.34
MediaTek Inc	2.94	Industrials	4.81
Mahindra & Mahindra Ltd	2.90	Real Estate	4.38
Gigabyte Technology Co Ltd	2.67	Materials	4.33
NetLink NBN Trust	2.50	Utilities	2.73
		Cash	0.73
<b>Total Top 10 Holdings (%)</b>	<b>35.93</b>	<b>Total</b>	<b>100</b>
<b>Total number of holdings</b>	<b>52</b>		

<b>Country of investment breakdown<sup>1</sup></b>	<b>%</b>
China	29.90
Taiwan	19.46
South Korea	11.46
India	10.98
Australia	10.00
Hong Kong	7.15
Singapore	4.98
Indonesia	3.18
Thailand	2.18
Cash	0.73
<b>Total</b>	<b>100</b>

#### Investment risks

- The value of investments and any income will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.
- The fund invests 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 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 fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of its investments, reduce the costs of investing and/or generate additional capital or income, although this may not be achieved. The use of such complex instruments may result in greater fluctuations of the value of the fund. The Manager, however, will ensure that the use of derivatives within the fund does not materially alter the overall risk profile of the fund.
- As one of the key objectives of the fund is to provide income, the ongoing charge is taken from capital rather than income. This can erode capital and reduce the potential for capital growth.
- 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. In addition, some companies are suspending, lowering or postponing their dividend payments, which may cause those funds that have an income objective to pay a lower income during this period.

#### Contact information

##### Client services

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Telephone calls may be recorded.

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#### Important information

- <sup>1</sup> All fund portfolio figures within this leaflet are as at 31 May 2020 (source: Invesco).
- <sup>2</sup> The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market price of the fund, as at the date shown. It does not include any entry charge and investors may be subject to tax on their distributions. The fund's ongoing charge is charged to capital. This has the effect of increasing the distributions for the year by the amount of the ongoing charge and constraining the fund's capital performance to an equivalent extent.

Where individuals or the business 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. This document is marketing material and is not intended as a recommendation to invest in any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication. The information provided is for illustrative purposes only, it should not be relied upon as recommendations to buy or sell securities.

For the most up to date information on our funds, please refer to the relevant fund and share class specific Key Investor Information Documents, the Supplementary Information Document, the ICVC ISA Terms and Conditions, the Annual or Interim Reports and the Prospectus, which are available using the contact details shown.

#### Who is this fund for?

##### The fund might be right for you if you:

- Are a private or professional investor looking for income and growth over the long term.
- Are able to make an informed investment decision based on this document and the Key Investor Information Document (KIID).
- Are willing to accept that your capital is at risk and you may not get back the amount invested.

##### The fund will not be right for you if you:

- Require capital protection or have no appetite for risk.