

Invesco Pan European High Income Fund

Monthly Report April 2025 (covering March)

This marketing communication is exclusively for use by Professional Clients, Financial Advisers and Qualified Clients/Sophisticated Investors. This document may also be used by financial intermediaries in the United States. This is not for consumer use, please do not redistribute. Investors should read the legal documents prior to investing.

Investment Risks

For complete information on risks, refer to the legal documents.

The value of investments and any income will fluctuate (this may partly be the result of exchange-rate fluctuations) and investors may not get back the full amount invested. Debt instruments are exposed to credit risk which is the ability of the borrower to repay the interest and capital on the redemption date. Changes in interest rates will result in fluctuations in the value of the fund. The fund uses derivatives (complex instruments) for investment purposes, which may result in the fund being significantly leveraged and may result in large fluctuations in the value of the fund. Investments in debt instruments which are of lower credit quality may result in large fluctuations in the value of the fund. The fund may invest in distressed securities which carry a significant risk of capital loss. The fund may invest in contingent convertible bonds which may result in significant risk of capital loss based on certain trigger events. The Fund may invest in a dynamic way across assets/asset classes, which may result in periodic changes in the risk profile, underperformance and/or higher transaction costs.

Summary of fund objective

The Fund aims to achieve a high level of income together with long-term capital growth. The Fund seeks to achieve its objective by investing primarily in European securities (debt and equity). At least 50% of the NAV will be invested in debt securities. For the full objectives and investment policy please consult the current prospectus.

Fund Performance

The Invesco Pan European High Income Fund returned -1.56% in March. This placed the fund in the second quartile of its peer group, the EAA EUR Cautious Allocation, which returned -1.67%. The fund's allocation to equities was the biggest detractor from performance as concerns rose that an escalating global trade war could trigger an economic downturn and lead to corporate earnings being revised lower. Our holdings in Novo Nordisk (pharmaceutical company) and Stellantis (car manufacturer) were the biggest single detractors. Credit also had a negative impact on returns with high yield bonds and subordinated financials detracting the most. Over longer time periods of 1, 3, 5 and 10 years, the fund is first quartile.

Fund Positioning

The fund is focused on higher yielding bonds but is avoiding companies that we think are likely to face significant challenges from an economic slowdown. The largest allocation by industry within the bond portion is financials. The biggest non-financial exposures are to utilities, telecoms and food. The fund also has investment grade corporate bonds. To broaden the opportunities for income and increase the opportunities for capital return, the fund holds an allocation of 20% in European equities. The focus here is on high-quality companies with strong balance sheets, healthy free cash flow generation and good management teams that are committed to and capable of returning that cash flow to shareholders where appropriate.

Outlook

Policy uncertainty on whether other countries will retaliate against US tariffs is likely to weigh on economic activity, putting pressure on central banks to cut interest rates further than previously expected. The longer these high tariffs are in force, the risk of recession increases. In the near term we expect market volatility to remain a feature. Despite these uncertainties, we believe that it's still a good time to hold high-quality fixed income and equity assets. On the credit side, fundamentals remain relatively healthy. Issuance of corporate bonds has been strong and company balance sheets are robust. We are still finding some opportunities in the primary market. Although spreads have widened markedly in recent days, there is no evidence of widespread selling.

Fund Facts

Z-share ISIN	LU1625225666
Bloomberg	INPEHZA LX
Domicile	Luxembourg
AuM	6.56bn EUR
Launch Date	31 Mar 2006
Reference Index**	45% ICE BofA Euro High Yield Index (Total Return), 35% Bloomberg Pan European Aggregate Corp EUR Hedged Index (Total Return) & 20% MSCI Europe ex UK Index (Net Total Return)

Fund Managers*** Thomas H. Moore, Alexandra Ivanova and Oliver Collin

** The benchmark index is shown for performance comparison purposes only. The fund does not track the index.

*** Thomas Moore since August 2020, Alexandra Ivanova since August 2021 and Oliver Collin since November 2022

Fund Characteristics

(Annualised Data)

	3Y	5Y
Gain/Loss Ratio	1.55	2.07
Sharpe Ratio	0.17	0.68
Gain/Loss Ratio	N/A	N/A
Information Ratio	N/A	N/A
Sharpe Ratio	N/A	N/A
Tracking Error	N/A	N/A

Awards & Gradings



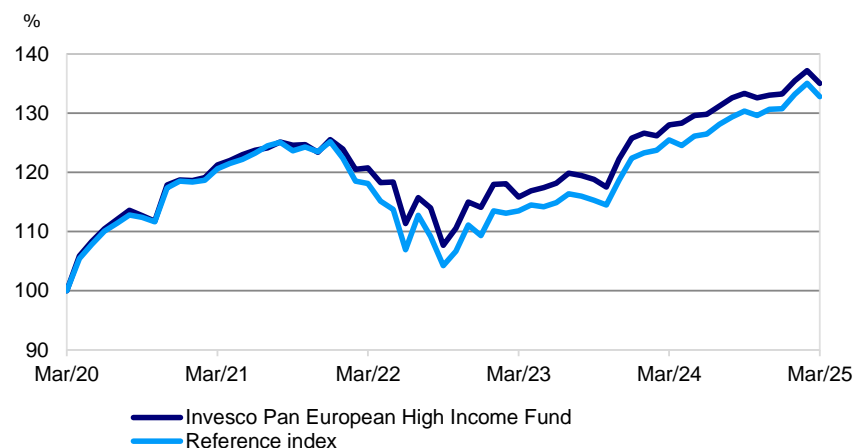
Morningstar Rating 31.03.25

Any reference to a ranking, a rating or an award provides no guarantee for future performance results and is not constant over time.

Past performance does not predict future returns.

Performance (EUR) ^{1, 2}

5 Year Active Return



Cumulative	YTQ	YTD	1M	1Y	3Y	5Y
Fund (Z-shares)	1.36	1.36	-1.56	5.51	11.86	35.04
Reference Index	1.55	1.55	-1.68	5.81	12.40	32.78
Active return	-0.19	-0.19	0.12	-0.30	-0.54	2.26

Calendar Year	2020	2021	2022	2023	2024
Fund (Z-shares)	2.78	5.76	-9.11	10.21	5.95
Reference Index	3.15	5.60	-12.66	11.96	6.83

Rolling 12 Months	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-shares)	-5.61	9.82	2.14	1.00	-7.33
Reference Index	-2.80	8.95	2.65	2.59	-7.46
Peer Group	-3.81	3.64	0.27	-0.36	-5.41

	31.03.20	31.03.21	31.03.22	31.03.23	31.03.24
	31.03.21	31.03.22	31.03.23	31.03.24	31.03.25
Fund (Z-shares)	21.26	-0.44	-4.07	10.52	5.51
Reference Index	20.58	-2.03	-3.93	10.57	5.81
Peer Group	11.18	-1.55	-4.97	6.45	3.21

Source fund/sector: Morningstar as of 31 March 2025

Source index: RIMES + Bloomberg as at 31 March 2025, on a total return basis in EUR

Peer Group: Morningstar Category EAA Fund EUR Cautious Allocation

¹Fund returns are inclusive of gross income re-invested and net of the ongoing charge and portfolio transaction costs, cumulative, in fund currency. The figures do not reflect the entry charge payable by individual investors. Returns may increase or decrease as a result of currency fluctuations.

²Previous Benchmarks: Mstar GIF OS EUR Cautious Allocation up to 29 February 2020 and 20% MSCI Europe ex UK | 35% Barclays Pan European Agg (Eur Hedged) | 45% ICE BoA EUR HY up to 13 October 2021.

Important Information

This marketing communication is exclusively for use by professional investors in Continental Europe as defined below, Qualified Clients/Sophisticated Investors in Israel and Professional Clients in Dubai, Guernsey, Isle of Man and the UK. This communication may also be used by financial intermediaries in the United States as defined below. It is not intended for and should not be distributed to the public.

For the distribution of this communication, Continental Europe is defined as Austria, Belgium, Finland, France, Germany, Greece, Italy, Luxembourg, Netherlands, Norway, Portugal, Spain, Sweden and Switzerland

Data as at 31.03.2025, unless otherwise stated. By accepting this material, you consent to communicate with us in English, unless you inform us otherwise. This is marketing material and not financial advice. It is not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication. Views and opinions are based on current market conditions and are subject to change. For information on our funds and the relevant risks, refer to the Key Information Documents/Key Investor Information Documents (local languages) and Prospectus (English, French, German, Spanish, Italian), and the financial reports, available from www.invesco.eu. A summary of investor rights is available in English from www.invescomanagementcompany.lu. The management company may terminate marketing arrangements. Not all share classes of this fund may be available for public sale in all jurisdictions and not all share classes are the same nor do they necessarily suit every investor.

Issued by Invesco Management S.A., President Building, 37A Avenue JF Kennedy, L-1855 Luxembourg, regulated by the Commission de Surveillance du Secteur Financier, Luxembourg.

Dubai: Invesco Asset Management Limited, Index Tower Level 6 - Unit 616, P.O. Box 506599, Al Mustaqbal Street, DIFC, Dubai, United Arab Emirates. Regulated by the Dubai Financial Services Authority. Guernsey: The fund can only be promoted to Professional Clients. Israel: Issued by Invesco Asset Management Limited, Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, UK. Authorised and regulated by the Financial Conduct Authority. No action has been taken or will be taken in Israel that would permit a public offering of the Fund or distribution of this document to the public. This Fund has not been approved by the Israel Securities Authority (the ISA). The Fund shall only be sold in Israel to an investor of the type listed in the First Schedule to the Israeli Securities Law, 1968, who in each case have provided written confirmation that they qualify as Sophisticated Investors, and that they are aware of the consequences of such designation and agree thereto and further that the Fund is being purchased for its own account and not for the purpose of re-sale or distribution, other than, in the case of an offeree which is an Sophisticated Investor, where such offeree is purchasing product for another party which is an Sophisticated Investor. This document may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have been sent. Nothing in this document should be considered investment advice or investment marketing as defined in the Regulation of Investment Advice, Investment Marketing and Portfolio Management Law, 1995 ("the Investment Advice Law"). Neither Invesco Ltd. nor its subsidiaries are licensed under the Investment Advice Law, nor does it carry the insurance as required of a licensee thereunder. This document does not constitute an offer to sell or solicitation of an offer to buy any securities or fund units other than the fund offered hereby, nor does it constitute an offer to sell to or solicitation of an offer to buy from any person in any state or other jurisdiction in which such offer or solicitation would be unlawful, or in which the person making such offer or solicitation is not qualified to do so, or to a person to whom it is unlawful to make such offer or solicitation. Switzerland: Issued by Invesco Asset Management (Schweiz) AG, Talacker 34, CH-8001 Zurich, who acts as representative for the funds distributed in Switzerland. Paying agent in Switzerland: BNP PARIBAS, Paris, Zurich Branch, Selnaustrasse 16 8002 Zürich. The Prospectus, Key Information Document, financial reports and articles of incorporation may be obtained free of charge from the Representative. The funds are domiciled in Luxembourg. Additional information for financial intermediaries in the United States: This document is intended for distribution to US financial intermediaries for informational purposes and in relation to their activities with offshore clients only. The Funds are not registered under any US securities law, and may not be offered or sold directly or indirectly in the US, its territories or possessions, nor to any US persons, citizens or residents. The Fund must not be marketed on US soil. Issued in the US by Invesco Distributors, Inc., 11 Greenway Plaza, Suite 1000, Houston, Texas 77046, USA. Invesco Distributors, Inc. is the appointed US sub-distributor of the Invesco Funds SICAV. All entities are indirect, wholly owned subsidiaries of Invesco Ltd.. © 2025 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

EMEA 4402726