

Invesco Charter Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of Dec. 31, 2021



Investment objective

The fund seeks long-term growth of capital.

Portfolio management

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Fund facts

Nasdaq	A: CHTRX	C: CHTCX
	Y: CHTYX	S: CHRXS
Total Net Assets	\$3,845,191,418	
Total Number of Holdings	77	

Top holdings

	% of total net assets
Microsoft	6.77
Amazon	5.33
JPMorgan Chase	3.12
United Parcel Service 'B'	2.93
UnitedHealth	2.90
Apple	2.86
Qualcomm	2.80
Prologis	2.67
Procter & Gamble	2.67
Alphabet 'A'	2.58

Top contributors

	% of total net assets
1. Qualcomm	2.80
2. Prologis	2.67
3. UnitedHealth	2.90
4. Advanced Micro Devices	1.48
5. PayPal	0.89

Top detractors

	% of total net assets
1. Salesforce.com	2.35
2. JPMorgan Chase	3.12
3. Meta Platforms	0.00
4. Snap	0.30
5. Comcast	1.42

Not a deposit; Not FDIC insured; Not guaranteed by the bank; May lose value; Not insured by any federal agency

Market overview

- + Equity markets were volatile in the fourth quarter amid rising inflation and the emergence of a new COVID-19 variant.
- + Against this backdrop, the S&P 500 Index posted a robust 11.03% gain for the quarter as solid corporate earnings and optimism that the Omicron variant would be milder buoyed stock performance.
- + The real estate, materials and information technology (IT) sectors had the largest gains for the quarter, while the communication services sector lagged.

Positioning and outlook

- + The US economy is experiencing a sustained recovery from the COVID-induced recession as reopening builds steam. While the Omicron variant caused some mild reversals in return-to-office plans and paused normalization, it has not materially slowed economic growth. We believe COVID-19 appears to be moving from a pandemic to a less severe endemic disease.
- + Stocks have experienced significant gains over the past two years and underlying earnings have grown roughly in line with stock prices. We believe valuation multiples are reasonable in the context of current interest rates.
- + Inflation rates recently hit a multi-decade high. Interest rates remain low for now, but we think long-term rates bear watching.

Performance highlights

- + The fund's Class A shares at net asset value (NAV) returned 9.91% for the quarter, outperforming the Russell 1000 Index, which returned 9.78%. (Please see the investment results table on page 2 for fund and index performance.)
- + The fund's outperformance was mainly driven by stock selection in the real estate, health care and IT sectors. Weaker stock selection in the communication services, consumer discretionary and financials sectors partially offset these results.

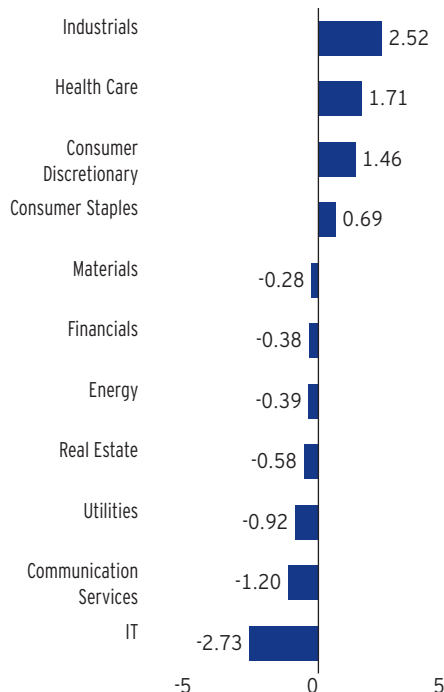
Contributors to performance

- + **Qualcomm** reported a better-than-expected quarter with strong profitability despite widespread supply chain constraints. The company hosted an analyst day where management provided longer term financial guidance that quantified the risk of losing **Apple's** (2.86% of total net assets) business in the future and laid out a set of financial targets that analysts viewed favorably.
- + **Prologis** continued to report substantial tenant demand and growth in same-property rents, driven by customers' need to expand and strengthen supply chains to support growth in ecommerce. Supply chain challenges have also spurred manufacturers and retailers to acquire space for extra "safety stock" inventories to guard against future product and component shortages.
- + **UnitedHealth** reported a solid quarter as elective deferrals more than offset higher COVID costs. Management reiterated its long-term earnings-per-share target of 13-16% and gave initial 2022 guidance that exceeded expectations.

Detractors from performance

- + **Salesforce.com** underperformed as solid quarterly results were overshadowed by management guidance that merely matched analyst expectations and by a general sell off in higher growth software stocks. We believe the company is well positioned to benefit from digital transformation initiatives and potential for sustainable improvements in operating margins.
- + **JPMorgan Chase** underperformed as interest rates declined and the yield curve flattened during the quarter. Though the company's earnings continued to beat expectations due to improving credit trends, the stock lagged during the quarter after appreciating over 30% in the first nine months of 2021.
- + **Meta Platforms** largely traded sideways amid the fourth quarter's equity gains as some higher growth stock segments underperformed due to inflation concerns.

The fund's positioning versus the Russell 1000 Index
(% underweight/overweight)



Investment results

Average annual total returns (%) as of Dec. 31, 2021

	Class A Shares	Class C Shares	Class Y Shares	Class S Shares	Style-Specific Index		
	Inception: 11/26/68	Inception: 08/04/97	Inception: 10/03/08	Inception: 09/25/09			
	Max Load	Max CDSC			Russell 1000 Index		
Period	5.50%	1.00%					
	NAV	NAV	NAV	NAV			
Inception	10.77	10.89	6.65	6.65	10.56	10.94	-
10 Years	11.28	11.91	11.25	11.25	12.19	12.02	16.54
5 Years	12.52	13.80	12.95	12.95	14.08	13.91	18.43
3 Years	20.81	23.10	22.16	22.16	23.41	23.22	26.21
1 Year	20.38	27.40	25.40	26.40	27.69	27.46	26.45
Quarter	3.87	9.91	8.72	9.65	9.96	9.91	9.78

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invesco.com/performance](https://www.invesco.com/performance) for the most recent month-end performance. Performance figures reflect reinvested distributions and changes in net asset value (NAV). Investment return and principal value will vary, and you may have a gain or a loss when you sell shares. No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C shares following one year from the date shares were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. Class Y shares have no sales charge; therefore, performance is at NAV. Performance includes litigation proceeds. Had these proceeds not been received, total return would have been lower. Returns less than one year are cumulative; all others are annualized. Class S shares have no sales charge; therefore, performance is at NAV. Fund performance reflects any applicable fee waivers and/or expense reimbursements. Had the adviser not waived fees and/or reimbursed expenses currently or in the past, returns would have been lower. See current prospectus for more information. Index returns do not reflect any fees, expenses, or sales charges.

Index source: FactSet Research Systems Inc.

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	1.07	1.07	Dom Common Stock	98.28
Class C Shares	1.82	1.82	Intl Common Stock	1.63
Class Y Shares	0.82	0.82	Cash	0.13
Class S Shares	0.97	0.97	Other	-0.04

Per the current prospectus

A negative in Cash or Other, as of the date shown, is normally due to fund activity that has accrued or is pending settlement.

For more information you can visit us at www.invesco.com/us

Class Y shares and Class S shares are available only to certain investors. See the prospectus for more information.

Asset allocation/diversification does not guarantee a profit or eliminate the risk of loss.

The fund holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and service mark of MSCI Inc. and Standard & Poor's.

The Russell 1000® Index is an unmanaged index considered representative of large-cap stocks. The Russell 1000 Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. An investment cannot be made directly in an index.

The S&P 500® Index is an unmanaged index considered representative of the US stock market. An investment cannot be made directly in an index.

About risk

Holding cash or cash equivalents may negatively affect performance.

Debt securities are affected by changing interest rates and changes in their effective maturities and credit quality.

Derivatives may be more volatile and less liquid than traditional investments and are subject to market, interest rate, credit, leverage, counterparty and management risks. An investment in a derivative could lose more than the cash amount invested.

The risks of investing in securities of foreign issuers can include fluctuations in foreign currencies, political and economic instability, and foreign taxation issues.

Stocks of small and mid-sized companies tend to be more vulnerable to adverse developments, may be more volatile, and may be illiquid or restricted as to resale.

The fund is subject to certain other risks. Please see the current prospectus for more information regarding the risks associated with an investment in the fund.

Before investing, investors should carefully read the prospectus and/or summary prospectus and carefully consider the investment objectives, risks, charges and expenses. For this and more complete information about the fund(s), investors should ask their advisors for a prospectus/summary prospectus or visit [invesco.com/fundprospectus](https://www.invesco.com/fundprospectus).

This does not constitute a recommendation of any investment strategy or product for a particular investor. Investors should consult a financial professional before making any investment decisions.

Note: Not all products available at all firms. Financial professionals, please contact your home office.

The opinions expressed are those of the fund's portfolio management, are based on current market conditions and are subject to change without notice. These opinions may differ from those of other Invesco investment professionals. Holdings are subject to change and are not buy/sell recommendations.

All data provided by Invesco unless otherwise noted.