

Invesco International Small-Mid Company Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of March 31, 2022



Limited Offering

Investment objective

The fund seeks capital appreciation.

Portfolio management

David Nadel

Fund facts

Nasdaq	A: OSMAX	C: OSMCX Y: OSMYX
Total Net Assets	\$6,957,114,996	
Total Number of Holdings	122	

Top holdings

	% of total net assets
Partners Group	2.37
Croda	1.76
Obic	1.75
Carl Zeiss Meditec	1.72
Nice ADR	1.70
Azbil	1.58
Daifuku	1.49
Spirax-Sarco Engineering	1.49
Larsen & Toubro Infotech	1.39
Loomis	1.33

Top contributors

	% of total net assets
1. TOTVS	1.02
2. Brewin Dolphin	0.11
3. MonotaRO	1.12
4. OdontoPrev	1.21
5. Gaztransport & Technigaz	0.75

Top detractors

	% of total net assets
1. Partners Group	2.37
2. Nice ADR	1.70
3. Azbil	1.58
4. Benefit One	0.77
5. Croda	1.76

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

Market overview

+ Equity markets opened the quarter with a sharp turn toward value and lower-quality companies, as well as more cyclical industries typically better-suited to shorter term investments. This was in keeping with investors' preference for shorter duration assets across financial markets. Several

fears - of inflation, higher interest rates and continued supply chain problems - were exacerbated by Russia's invasion of Ukraine. Amid rising uncertainty, investors took money out of equities, particularly high-quality stocks where they had some of the largest profits to take.

Positioning and outlook

+ A year ago, in the first quarter of 2021, we saw similar market preferences for value and cyclical stocks, and the portfolio underperformed. We have experienced this scenario periodically over the fund's 25-year history, including within the past two years under the current management team.

+ While quality growth compounders sometimes take a back seat, their underperformance is typically driven by sentiment, rather than fundamentals. In our opinion, the status of the fund's companies as industry leaders, combined with their equity- and

cash-rich balance sheets, positions them to neutralize rising input costs and to take market share from more financially leveraged peers.

+ It is too early to tell how this year will unfold. Regardless of the wider market environment, we will continue to practice our time-tested discipline: seeking to invest in consistently profitable companies with high internal rates of return on their capital, that have strong balance sheets and can fund their operations without recourse to bank financing.

Performance highlights

+ Invesco International Small-Mid Company Fund's Class A shares at net asset value (NAV) returned -17.35% for the first quarter, underperforming its benchmark, the MSCI All Country World ex-USA Small-Mid Cap Index, which returned -6.63%. The fund holds companies that are quality growth compounders; therefore, it underperformed, as would be expected in a market environment that favored value and lower quality stocks. (Please see the investment results table on page 2 for fund and index performance.)

Contributors to performance

+ During the first quarter, the fund outperformed the benchmark in the consumer discretionary sector due to the fund's underweight position.

+ Of the fund's top five contributors to absolute return, four rebounded sharply from declines last year and three had been among the fund's largest detractors last quarter.

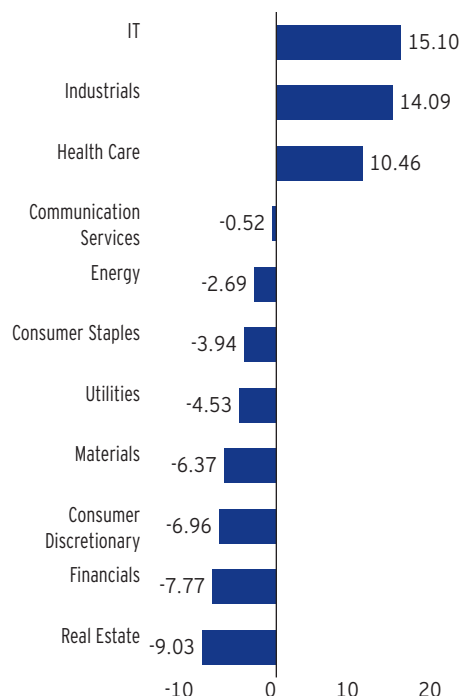
+ The top individual contributors were Brazilian companies **TOTVS**, a software provider, and **OdontoPrev**, a specialized dental insurer; Japanese online machine tool retailer **MonotaRO**; **Gaztransport & Technigaz**, a French company that provides liquid natural gas transport and storage systems; and UK-based wealth manager, **Brewin Dolphin**.

Detractors from performance

+ The fund underperformed most in the industrials sector due to stock selection and in the information technology and health care sectors due to stock selection and overweight positions.

+ The largest individual detractors were **Partners**, a Swiss private equity asset manager; **NICE**, a call center software company; **Azbil**, a Japanese systems maker for smart factories and buildings; **Benefit One**, a Japanese management software provider; and **Croda**, a UK company that supplies specialty chemicals to manufacturers worldwide. The common theme among these stocks was profit taking, with four of them having reached record highs last year.

The fund's positioning versus the MSCI All Country World ex USA SMID Cap Index (% underweight/overweight)



Investment results

Average annual total returns (%) as of March 31, 2022

Period	Class A Shares		Class C Shares		Class Y Shares	Style-Specific Index
	Inception: 11/17/97	Inception: 11/17/97	Inception: 11/17/97	Inception: 11/17/97	Inception: 09/07/05	
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	MSCI All Country World ex USA SMID Cap Index
Inception	11.95	12.21	11.92	11.92	11.43	-
10 Years	11.97	12.61	11.93	11.93	12.91	6.54
5 Years	9.61	10.85	10.02	10.02	11.13	7.03
3 Years	6.69	8.72	7.90	7.90	8.99	8.54
1 Year	-8.18	-2.85	-4.45	-3.59	-2.60	-1.31
Quarter	-21.89	-17.35	-18.32	-17.49	-17.27	-6.63

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. Returns less than one year are cumulative; all others are annualized. 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. As the result of a reorganization on May 24, 2019, the returns of the fund for periods on or prior to May 24, 2019 reflect performance of the Oppenheimer predecessor fund. Share class returns will differ from the predecessor fund due to a change in expenses and sales charges.

Index sources: Invesco, RIMES Technologies Corp.

Expense ratios	% net	% total	Asset mix (%)	
Class A Shares	1.31	1.31	Dom Common Stock	0.94
Class C Shares	2.07	2.07	Intl Common Stock	96.90
Class Y Shares	1.07	1.07	Cash	2.16

Per the current prospectus

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

As of the close of business on April 1, 2016, the fund limited public sales of its shares to certain investors. For more information on who may invest in the fund, please see the prospectus.

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

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.

Please keep in mind that high, double-digit returns are highly unusual and cannot be sustained.

The MSCI All Country World ex USA SMID Cap Index is considered representative of small- and mid-cap stocks in developed and emerging markets, excluding the US. The indexes are computing using the net return, which withholds applicable taxes for non-resident investors. An investment cannot be made directly in an index.

About risk

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.

Stock and other equity securities values fluctuate in response to activities specific to the company as well as general market, economic and political conditions.

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

Growth stocks tend to be more sensitive to changes in their earnings and can be more volatile.

Many countries in the European Union are susceptible to high economic risks associated with high levels of debt, notably due to investments in sovereign debts of European countries such as Greece, Italy and Spain.

Investments concentrated in a comparatively narrow segment of the economy may be more volatile than non-concentrated investments.

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.

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.