

Invesco Charter Fund

Quarterly Performance Commentary

Mutual Fund Retail Share Classes
Data as of Dec. 31, 2022



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	\$2,760,413,267	
Total Number of Holdings	76	

Top holdings

	% of total net assets
Microsoft	7.09
Apple	4.04
Exxon Mobil	3.29
Amazon	3.01
Visa 'A'	2.49
JPMorgan Chase	2.43
UnitedHealth	2.42
PepsiCo	2.23
Pfizer	2.11
Nvidia	1.81

Top contributors

	% of total net assets
1. Exxon Mobil	3.29
2. HCA Healthcare	1.27
3. JPMorgan Chase	2.43
4. APA	1.10
5. Netflix	1.22

Top detractors

	% of total net assets
1. Airbnb	1.02
2. Tenet	0.00
3. CVS Health	1.39
4. Cheniere Energy	0.77
5. Meta Platforms	1.65

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

Market overview

- + US equity markets posted gains for the fourth quarter as better inflation data sparked a rally in October and November. However, Federal Reserve remarks sent equities lower in December and US stocks ended the year with their worst annual return since 2008.
- + Corporate earnings generally met expectations,

though future guidance was cautious. With inflation still at multi-decade highs and little evidence of a slowing economy, the Fed continued to raise the target federal funds rate.

- + Against this backdrop, the S&P 500 Index returned 7.56% in the fourth quarter and -18.11% for 2022.

Positioning and outlook

- + The Federal Reserve has raised interest rates since March to fight high inflation. The peak in the federal funds rate is yet to be determined, but we believe it will probably be in the 5% neighborhood.
- + We have seen several December employment reports that still show tight labor markets, while hourly wage inflation has moderated.
- + In our view, the federal funds rate will stay elevated for longer than the market would like, but we believe a significant recession is unlikely.
- + We expect sluggish GDP (gross domestic product) growth and pressure on corporate profits for a

year or more, particularly for companies with leveraged balance sheets that will need to refinance debt and/or those that have significant floating rate obligations in their debt structures.

- + We maintain our valuation discipline and our focus on companies with competitive advantages and skilled management teams that are executing better than their peers. These companies tend to have higher profit margins and returns on invested capital, rising market shares and consistently strong pricing power (important in an inflationary environment).

Performance highlights

- + The fund's Class A shares at net asset value (NAV) returned 7.24% for the quarter, in line with the Russell 1000 Index, which also returned 7.24%. (Please see the investment results table on page 2 for fund and index performance.)
- + Relative to the index, the fund mainly benefited from stock selection in the communication services and consumer discretionary sectors. A moderate underweight in the consumer discretionary sector also benefited relative return. Weaker stock selection in the information technology, health care and consumer staples sectors offset these results.

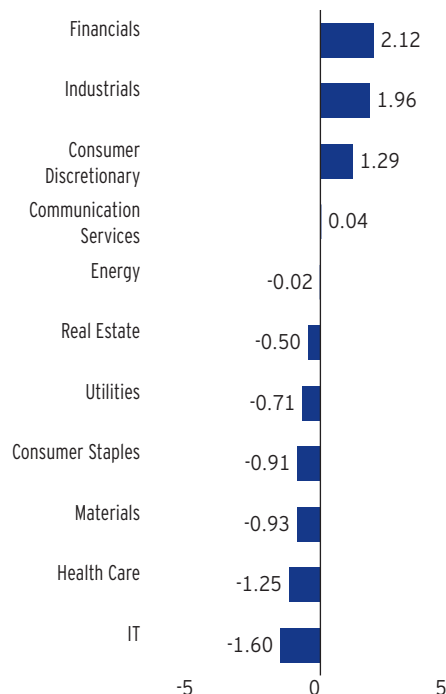
Contributors to performance

- + **Exxon Mobil** benefited from the general outperformance of the energy sector.
- + **HCA Healthcare** reported quarterly results in line with analyst expectations and the company's overall outlook improved as labor/wage costs -the hospital operator's largest expense -have started to decline.
- + **JPMorgan Chase** reported solid earnings along with deposit trends and capital ratios that were better than its peers. The company continues to exhibit solid execution despite the difficult interest rate environment and lingering concern about Fed-induced economic slowing.

Detractors from performance

- + **Airbnb** underperformed after management provided fourth quarter guidance that was below expectations due to tough year-over-year revenue comparisons and significant headwinds from the strong US dollar. Looking ahead, we expect continued growth and market share gains as well as ongoing expansion of the alternative stay category versus conventional hotels.
- + **Tenet** reported disappointing results and provided guidance that was below expectations. COVID-related headwinds have continued with lower admissions due to cancellations and elevated wage costs as contract labor is needed to replace staff with COVID.
- + **CVS Health** underperformed after the Centers for Medicare & Medicaid Services (CMS) lowered its star rating from 4 to 3.5 stars for the company's largest Medicare Advantage plan. This lowered estimates for future revenues. Additionally, **CVS** lost a PBM (pharmacy benefit manager) contract to Cigna (not a fund holding).

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



Investment results

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

Period	Class A Shares		Class C Shares		Class Y Shares	Class S Shares	Style-Specific Index
	Max Load	NAV	Max CDSC	NAV	NAV	NAV	
Inception	11/26/68	10.20	08/04/97	5.41	10/03/08	8.18	-
10 Years	7.40	8.01	7.36	7.36	8.28	8.12	12.37
5 Years	4.78	5.97	5.17	5.17	6.23	6.08	9.13
3 Years	2.70	4.66	3.85	3.85	4.92	4.77	7.35
1 Year	-25.07	-20.72	-22.05	-21.30	-20.50	-20.59	-19.13
Quarter	1.34	7.24	6.02	7.02	7.37	7.29	7.24

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	1.03	1.03	Dom Common Stock
Class C Shares	1.78	1.78	Intl Common Stock
Class Y Shares	0.78	0.78	Cash
Class S Shares	0.93	0.93	

Per the current prospectus

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 financial professionals 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.