

# Invesco Balanced-Risk Allocation Fund (Z, Acc, EUR)

Total return strategy that seeks to generate consistent returns in various market environments by investing in multiple asset classes to provide investors with broad economic diversification. \*\*\*

## 30 seconds: Why we believe in this fund

- Fund aims to achieve a **positive total return** over a market cycle with a **low to moderate correlation** to traditional financial market indices via **exposure to equities, debt and commodities**
- Portfolio composition including commodities has seen **strong performance in inflationary environment of 2021 (+9.4%) and turbulent environment of 2020 (+6.9%)** which resulted in above average peer group ranking in 3 out of 5 calendar years. Also strong capabilities to preserve capital during Q1 2022 with only -0.9% vs. -4.3% of peer group
- Strong risk-adjusted ratios:** Sortino and Sharpe ratio in 2nd quartile since inception
- Strategy was enhanced in 2021**, incorporating both long put options and defensive factor exposures into the equity component to bolster the defensiveness in light of the current low yield environment
- Supplemented with a **flexible tactical component** allowing for changes in the absolute level and composition of portfolio risk
- Invesco Global Asset Allocation team takes a team-based approach with **experienced, long-tenured investment professionals** (average team experience of over 25 yrs)

## Snapshot\*

Morningstar Category	EAA Fund EUR Flexible Allocation - Global
Inception Date of Fund's Oldest Share Class	01.09.2009
Base Currency	Euro
Fund Size	1.254.264.073,00 €
ISIN	LU0955861710
Morningstar Rating Overall	***
Manager Tenure (Longest)	14,08
EU SFDR Fund type (Article 8 or Article 9)	Not Stated
Corp. Sustainability % Rank in Glb. Cat.	—
Carbon Risk Score % Rank in Cat.	—
Percent of AuM Covered - ESG	51,16

## Risk / return statistics (3Y)\*

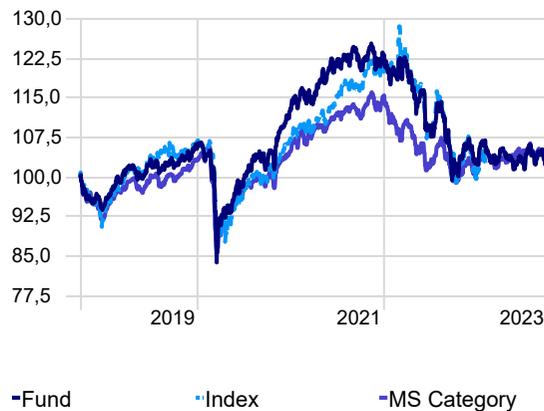
	Return (ann.)	Peer group Std Dev %tile	Peer group Max Drawdown %tile	Peer group Gain/Loss Ratio %tile	Peer group Sharpe Ratio (arith) %tile	Peer group Sortino Ratio (arith) %tile	Peer group Up Capture Ratio %tile	Peer group Down Capture Ratio %tile
Fund	0,05	62	10,44	72	-18,26	72	1,04	61
Index	0,47	57	11,91	83	-18,62	73	1,08	58
MS Category	1,61	2	7,59	95	-13,65	56	1,20	6

	Sharpe Ratio (arith)	Peer group Sortino Ratio (arith) %tile	Peer group Up Capture Ratio %tile	Peer group Down Capture Ratio %tile
Fund	-0,06	60	-0,09	60
Index	-0,02	56	-0,03	56
MS Category	0,12	4	0,17	4

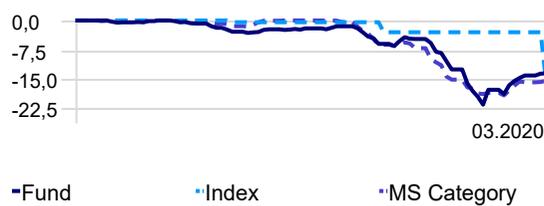
## Performance 5Ys

Time Period: 01.10.2018 to 30.09.2023



## Drawdown in market turbulences Q1 2020

Time Period: 01.01.2020 to 31.03.2020



## Team as at 30/09/2023

- Fund manager:** The fund is managed by the Invesco Global Asset Allocation Team which has 19 members based in the USA
- The **average industry experience** of the team is **over 23 years** and the team is very committed with an average time at the firm of over 18 years
- Team responsibilities are divided in fundamental research, quantitative research, portfolio management & client service
- The Invesco Global Asset Allocation Team manages USD 21.0 billion in various strategies

## Risk Warnings

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. Investment in instruments providing exposure to commodities is generally considered to be high risk which may result in large fluctuations in the value of the fund. 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.

**Fund Objective and Policy:** The Fund aims to achieve a positive total return over a market cycle with a low to moderate correlation to traditional financial market indices. The Fund seeks to achieve its objective via exposure to equities, debt and commodities. For the full objectives and investment policy please consult the current prospectus. The investment concerns the acquisition of units in a actively managed fund and not in a given underlying asset.

## Correlation matrix

Time Period: Since Common Inception (01.09.2013) to 30.09.2023

	1	2	3	4	5	6
1 Fund	1,00					
2		1,00				
3			1,00			
4 Bloomberg Commodity TR Hdg EUR	0,54			1,00		
5 Reference Index					1,00	
6 MS Category	0,83			0,37		1,00

Legend: ■ 1,00 to 0,75 ■ 0,75 to 0,50 ■ 0,50 to 0,25 ■ 0,25 to 0,00 ■ 0,00 to -0,25 ■ -0,25 to -0,50 ■ -0,50 to -0,75 ■ -0,75 to -1,00

## Investment process & policy\*

- Long only strategy that invests in liquid equity, bond and commodity markets through the use of derivatives
- Primary approach strategically balances the amount of risk exposure to a diverse set of macro factor exposures, to limit the impact of surprise outcomes
- Tactical allocation shifts from a precise balance to each macro factor in order to emphasize those exposures with the highest expected reward
- Defensive "shock absorber" during recessions and crises: Long duration government bonds (hedged), Long out-of-the-money put options (nearly -1 correlation to stocks) and defensive style equity factor premia
- Non-Euro currency exposure is systematically hedged
- Benchmark:** 50% FTSE German Government Bond 10 Years+ Index (Total Return), 25% MSCI World Index EUR-Hedged (Net Total Return) & 25% S&P Goldman Sachs Commodity Index EUR-Hedged (Total Return)

\*Source: Morningstar, Invesco; Portfolio characteristics are subject to change without notice. Monthly Total Return, net of fees, the performance data shown does not take account of the commissions and costs incurred on the issue and redemption of units, currency: EUR, Peer Group: MS Category EUR Flexible Allocation, time period 01.10.2018 to 30.09.2023 if not otherwise noted. More information on the peer group can be found at www.morningstar.com. The fund is managed by the Invesco Global Asset Allocation Team. \*\*\*The goals formulated constitute investment targets. It cannot be guaranteed that these will be reached. The benchmark index is shown for performance comparison purposes only. The fund is not managed in reference to a benchmark.

Past performance does not predict future returns.

## Rolling Returns

Data Point: Return	Currency: Euro	Source Data: Total, Monthly Return	Peer Group: MS Category EUR Flexible Allocation - Global								
	01.10.2013 - 30.09.2014	01.10.2014 - 30.09.2015	01.10.2015 - 30.09.2016	01.10.2016 - 30.09.2017	01.10.2017 - 30.09.2018	01.10.2018 - 30.09.2019	01.10.2019 - 30.09.2020	01.10.2020 - 30.09.2021	01.10.2021 - 30.09.2022	01.10.2022 - 30.09.2023	
Fund	4,79	-2,80	12,28	2,74	1,33	2,79	-0,24	18,17	-16,60	1,62	
Index	9,03	-7,82	6,75	-1,04	9,21	5,39	-5,06	16,30	-14,04	—	
MS Category	6,21	0,04	2,64	5,49	0,25	0,43	-1,06	13,03	-11,29	4,62	

## Calendar Year Return\*

	2018	2019	2020	2021	2022
Fund	-8,23	11,66	6,94	9,40	-16,79
Index	-3,31	14,71	1,57	12,13	-17,03
MS Category	-8,71	12,00	2,10	9,52	-12,38

Source Data: Morningstar, Total Monthly Return, net of fees. The performance data shown does not take account of the commissions and costs incurred on the issue and redemption of units. Returns may increase or decrease as a result of currency fluctuations.

Between 30.11.2015 and 01.10.2021, the performance of the Share Class was compared to another benchmark: 50% FTSE German Government Bond 10 Years+ Index (Total Return), 25% MSCI World Index EUR-Hedged (Net Total Return) & 25% S&P Goldman Sachs Commodity Index EUR-Hedged (Total Return).

Prior to 30.11.2015, the performance of the Share Class was compared to another benchmark: 60% MSCI World Index (Net Total Return) & 40% JP Morgan GBI Global Europe (Traded) Index (Total Return).

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