

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Metaverse Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting, excluded if military contracting overall $\geq 10\%$ ; small arms overall $\geq 10\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1.GHG Emissions	310.69	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		580.49	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		5,221.25	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		6,112.43	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	71.05	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	317.34	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	54.62	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	6.42		
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector	
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.00		
	Electricity, Gas, Steam & Air Conditioning Supply	0.00		
	Manufacturing	0.27		
	Mining & Quarrying	0.00		
Real Estate Activities	0.37			
Transportation & Storage	0.00			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00			
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00			
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	0.00		Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01		Adjusted weighted average per issuer in the

			fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.20	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	3.17	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	61.31	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	17.70	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	30.44	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
MICROSOFT CORP	Information Technology	7.51%	United States
AMAZON.COM INC	Consumer Discretionary	6.10%	United States
META PLATFORMS-A	Communication Services	5.66%	United States
BROADCOM INC	Information Technology	5.27%	United States
NVIDIA CORP	Information Technology	5.16%	United States
SAMSUNG ELECTRON	Information Technology	4.49%	South Korea
APPLE INC	Information Technology	4.27%	United States
ALPHABET INC-A	Communication Services	4.07%	United States
ADOBE INC	Information Technology	3.92%	United States
TSMC	Information Technology	3.88%	Taiwan



**Asset allocation**  
describes the share of investments in specific assets.

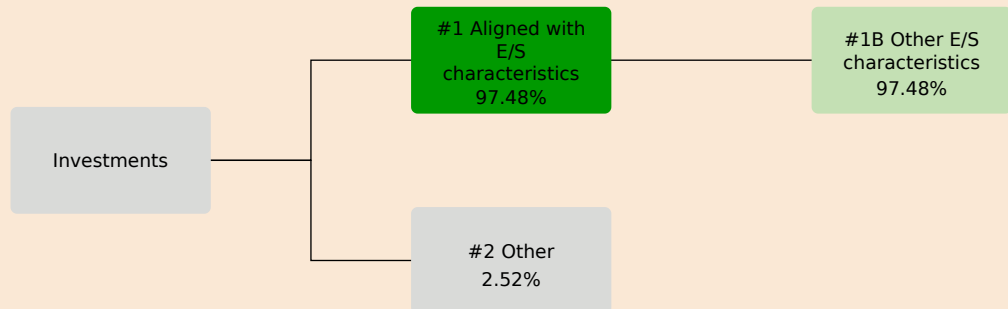
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### What was the asset allocation?

97.48% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

2.52% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

### In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	0.00
Communication Services	24.61
Consumer Discretionary	11.03
Information Technology	54.75
Industrials	0.00
Consumer Staples	0.00
Energy	0.00
Real Estate	3.50
Health Care	1.73
Materials	1.86
Utilities	0.00
Cash	2.52
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

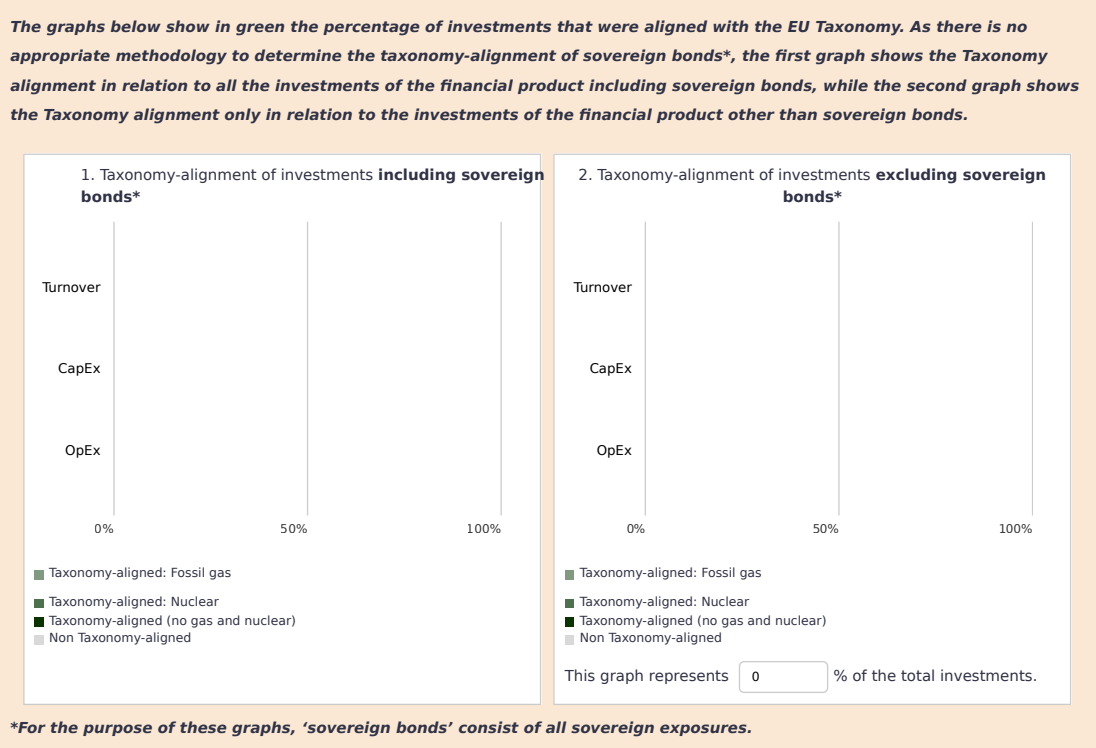
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not Applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

2.52% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.



In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 19.22 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Responsible Global Real Assets Fund (the "Fund") aimed to invest in companies which have sound environmental, social and governance (ESG) practices. The ESG assessment of those companies considered environmental characteristics such as climate (by considering for example carbon emission and clean energy use), and social characteristics (by considering, for example, companies with higher standard of health and safety and employee welfare and relations and corporate diversity).

The Fund also excluded certain sectors being considered controversial for the environment (such as activities involved in coal and unconventional oil and gas).

The Fund excluded certain sectors considered socially controversial (such as manufacturing or sale of conventional weapons, production and distribution of tobacco and gambling). The Fund also excluded issuers in violation of the UN Global Compact, based on third-party data and the Investment Manager's proprietary analysis and research.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics. The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability Indicator</b>	<b>Indicator Performance</b>
UN Global Compact Compliance principles, excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues derived from Thermal Coal Mining, excluded if $\geq 5\%$ revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Proportion of Power production from Thermal Coal, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from 1) Arctic oil & gas extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $> 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological/chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Manufacture or sales of nuclear weapons or components of nuclear weapons to countries that have not signed the Nuclear Non-Proliferation Treaty, excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from small arms sales, including assault weapons, to military, law enforcement or civilian customers or key components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military contracting weapons and related services, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from production of tobacco, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from products containing tobacco, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from wholesale trading of tobacco, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from the operation or provision of equipment or services or supporting products connected with gambling, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from the production or distribution of products or services related to adult entertainment, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from the production, product and services or sale of alcoholic beverages, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Any company with a Sustainalytics controversy score of 4 or 5 will be excluded	During the reference period, there were no active breaches of the Fund's exclusion criteria.
% of issuers with proprietary ESG score better than 5 (on a scale of 1-10)	100%

● **...and compared to previous periods?**

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
% of issuers with proprietary ESG score better than 5 (on a scale of 1-10)	100%	100%

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as gender equality, action to make cities sustainable).

The Fund sought to achieve those objectives by investing in issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer’s revenue) that relates to the above objectives. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the “sustainable investments” within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager’s proprietary analysis and research.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons

or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	852.49	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		362.63	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		6,796.91	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		8,012.04	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	467.37	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,405.95	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	9.98	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	1,992.81	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	15.59	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.24	
	Construction	0.17	
	Electricity, Gas, Steam & Air Conditioning Supply	0.30	
	Manufacturing	1.77	
	Mining & Quarrying	0.79	
	Real Estate Activities	0.41	
Transportation & Storage	1.58		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.45		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	6.09	
<b>Water</b>	8. Emissions to water	2.92	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	6.64	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance	68.79	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for

	with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	26.70	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	33.81	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
AMERICAN TOWER C	Real Estate	4.92%	United States
ENBRIDGE INC	Energy	4.83%	Canada
CELLNEX TELECOM	Communication Services	3.90%	Spain
PROLOGIS INC	Real Estate	3.80%	United States
CHENIERE ENERGY	Energy	3.50%	United States
VINCI SA	Industrials	3.36%	France
TARGA RESOURCES	Energy	3.00%	United States
NATIONAL GRID PL	Utilities	2.74%	United Kingdom
ESSENTIAL UTILIT	Utilities	2.61%	United States
PUBLIC STORAGE	Real Estate	2.52%	United States
PEMBINA PIPELINE	Energy	2.37%	Canada
EQUINIX INC	Real Estate	2.21%	United States
ONEOK INC	Energy	2.17%	United States
CAMDEN PROP TR	Real Estate	2.12%	United States
NUTRIEN LTD	Materials	1.96%	Canada



Asset allocation describes the share of investments in specific assets.

**What was the proportion of sustainability-related investments?**

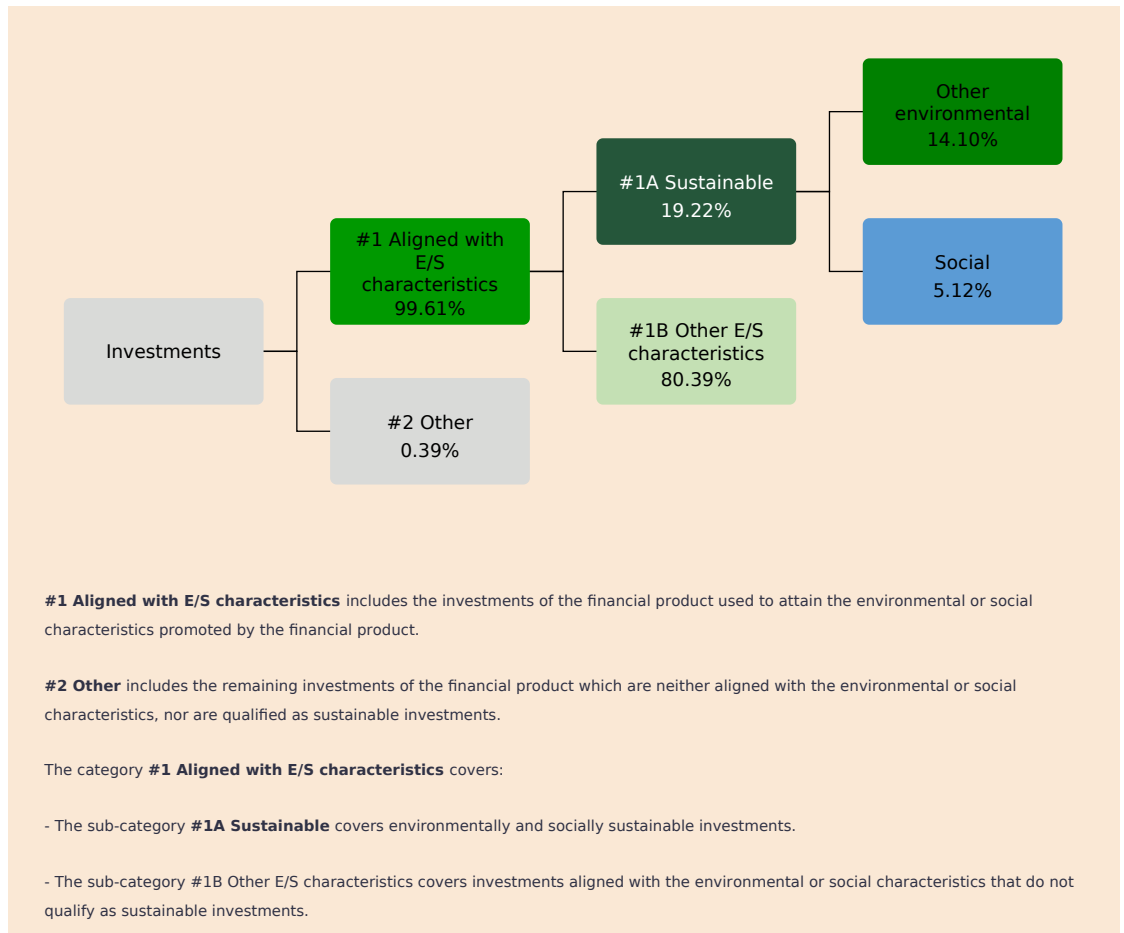
The Fund made investments aligned with the environmental and social characteristics of the Fund for a minimum 90% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 10% was invested in money market instruments or ancillary liquid assets for liquidity management purposes (#2 Other).

● **What was the asset allocation?**

99.61% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.39% of the Fund was invested in financial derivative instruments for investment and/or hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.

19.22% of the Fund was invested in sustainable investments.



● **In which economic sectors were the investments made?**



GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	0.00
Communication Services	4.30
Consumer Discretionary	0.00
Information Technology	0.00
Industrials	4.51
Consumer Staples	1.47
Energy	19.21
Real Estate	51.51
Health Care	0.00
Materials	9.42
Utilities	9.19
Cash	0.39
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	19.21
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>19.21</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

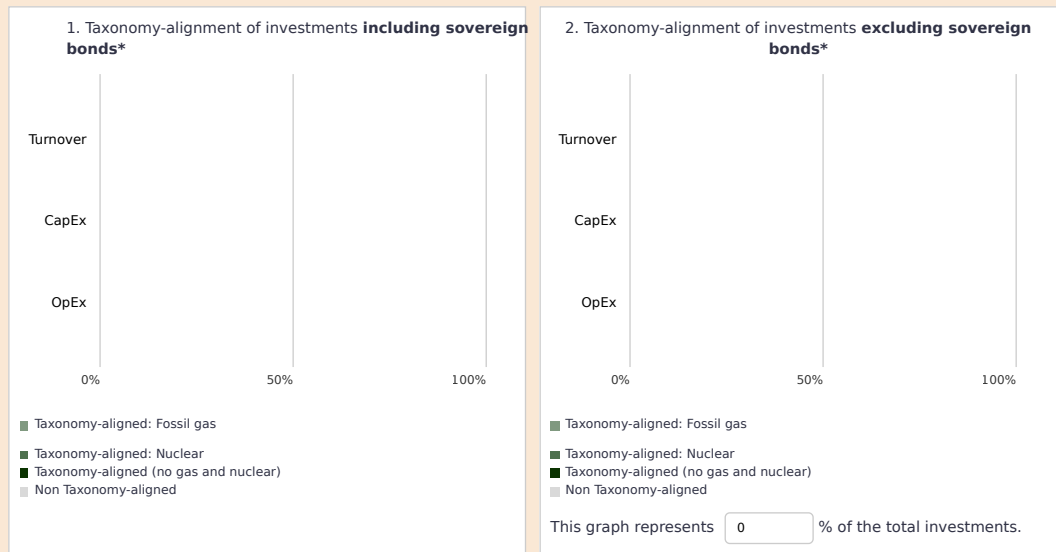
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

14.10%. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



**What was the share of socially sustainable investments?**

5.12% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

As described above, the Fund could hold up to 10% maximum in ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above ESG framework. Due to the neutral nature of the assets, no minimum safeguards were put in place.

The Fund could enter into financial derivative instruments only for efficient portfolio management and hedging purposes, and as such the derivatives may not have been fully aligned with the ESG guidelines in terms of negative and positive screening.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition to the Fund's sustainability indicators outlined in the answer to the second question of the report, as part of the Fund's consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 1 company flagging on PAI indicators were considered, and following a qualitative consideration overlay, no consideration plan was developed for any company.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

### How did this financial product perform compared to the reference benchmark?

The Fund was not compared to a reference benchmark.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Sustainable investment objective

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective**: \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective**: 97.03 %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### To what extent was the sustainable investment objective of this financial product met?

The Invesco Social Progress Fund (the "Fund") aimed to invest in economic activities that contribute to social objectives by investing primarily in equity and equity related securities of companies worldwide which contribute positively to selected United Nations Sustainable Development Goals (SDGs) that relate to social issues. The Fund provided investors with exposure to companies that are characterized by strong social characteristics and the goal to strive for positive impact.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to attain the sustainable objective of the Fund.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability Indicator	Indicator Performance
Turnover derived from thermal coal mining, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover derived from burning coal for power generation, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Proportion in electricity generation fuel mix from coal, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Structural increase of thermal coal activities over 3 years, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues that comes from projects or the extraction of tar sands and oil shale, as well as the proportion of reserves in tar sands or oil shale, excluded if 0%	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in fracking activities, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in arctic drilling activities, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues are derived from fossil fuel industries, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Structural increase of fossil activities over 3 year, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from nuclear power, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Proportion in electricity generation fuel mix from nuclear power, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Production of genetically modified organisms, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Research on human embryonic stem cells or on human foetal stem cells, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Manufacture or sale of civilian firearms or related products, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Sales that are related to military sales including key parts or services for conventional weapons , excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial Weapons: cluster munitions, depleted uranium, and anti-personnel, excluded if $> 0\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from production and distribution of alcohol , excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from production and distribution of tobacco, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from gambling operations and products, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from pornography and adult entertainment services or facilitating access, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
High interest rate lending, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Production of cosmetic products tested on animals, excluded if $\geq 5\%$ Production of non-cosmetic products tested on animals, excluded if $\geq 5\%$ Production or sale of fur products, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in recreational cannabis, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Social Score	50
% of issuers that are in the Top 75% of the universe based on the Social score	100%
% of revenues derived from the provision of Social	71.5% vs. 105.6%

Goods and Services in the portfolio vs. % of revenues derived from the provision of Social Goods and Services in the benchmark (MSCI World)	
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● **...and compared to previous periods?**

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
Social Score	45	45
% of issuers that are in the Top 75% of the universe based on the Social score	100%	100%
% of revenues derived from the provision of Social Goods and Services in the portfolio vs. % of revenues derived from the provision of Social Goods and Services in the benchmark (MSCI World)	49.9% vs. 9%	49.7% vs. 9.8%

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, such company was excluded from investment in the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI scores for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	371.53	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		121.26	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		4,389.57	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		4,882.36	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	388.96	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	918.96	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	66.16	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	15.09	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	1.35	
	Construction	0.05	
	Electricity, Gas, Steam & Air Conditioning Supply	0.82	
	Manufacturing	0.32	
	Mining & Quarrying	1.07	
	Real Estate Activities	0.29	
Transportation & Storage	0.05		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.66		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.07		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	7.03	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.07	Adjusted weighted average per issuer in the fund's emissions to water generated by investee

			companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.52	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	43.72	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	16.13	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	35.69	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.&nbsp;



Largest Investments	Sector	% Assets	Country
MERCK & CO	Health Care	4.26%	United States
META PLATFORMS-A	Communication Services	2.70%	United States
ABBOTT LABS	Health Care	2.24%	United States
AMGEN INC	Health Care	1.99%	United States
MICROSOFT CORP	Information Technology	1.97%	United States
Sanofi	Health Care	1.76%	France
BRISTOL-MYER SQB	Health Care	1.74%	United States
WASTE MANAGEMENT	Industrials	1.52%	United States
GILEAD SCIENCES	Health Care	1.50%	United States
MEDTRONIC PLC	Health Care	1.43%	Ireland
PROCTER & GAMBLE	Consumer Staples	1.33%	United States
VERTEX PHARM	Health Care	1.26%	United States
INTUITIVE SURGIC	Health Care	1.26%	United States
STRYKER CORP	Health Care	1.23%	United States
JPMORGAN CHASE	Financials	1.17%	United States



**Asset allocation** describes the share of investments in specific assets.

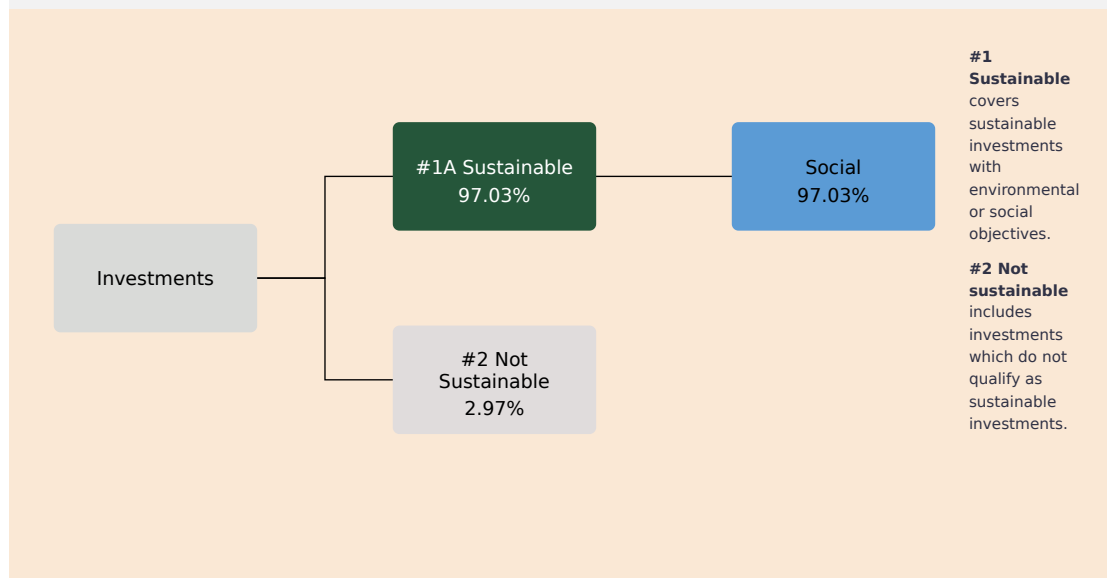
### What was the proportion of sustainability-related investments?

The Fund invested in sustainable investments for at least 97.03% of its portfolio (#1 Sustainable) contributing to social objective by virtue of binding elements of the Fund's investment strategy.

### What was the asset allocation?

97.03% of the Fund was invested in sustainable investments.

2.97% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.



### In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	17.18
Communication Services	5.65
Consumer Discretionary	4.88
Information Technology	11.80
Industrials	13.17
Consumer Staples	7.41
Energy	0.00
Real Estate	2.85
Health Care	25.12
Materials	3.94
Utilities	5.03
Cash	2.97
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure**(CapEx) showing the green investments made by



**To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

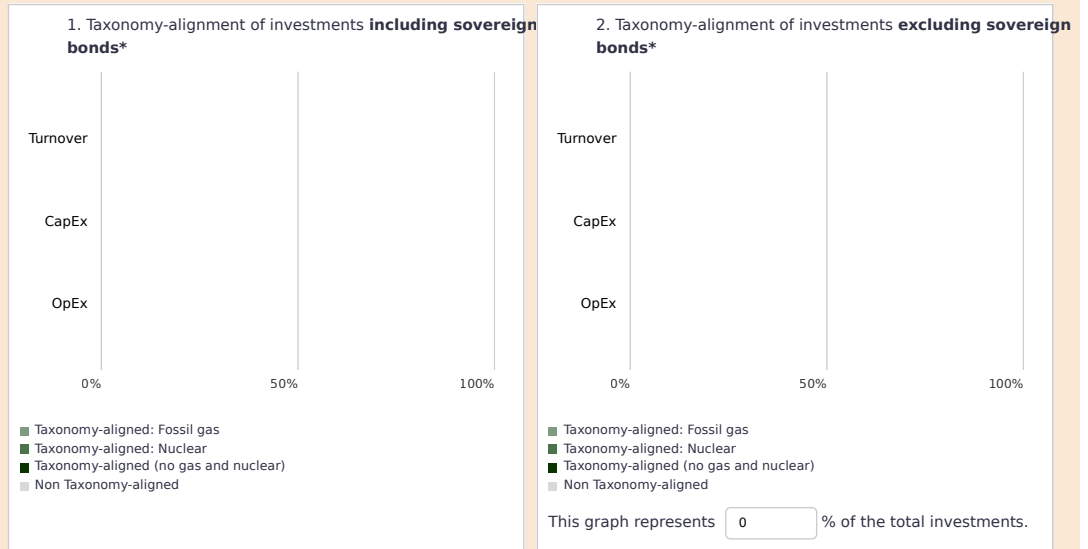
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do no significant harm to any EU Taxonomy objective – see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

investee companies, e.g. for a transition to a green economy.

- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**



**\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.**

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?**

Not applicable



● **What was the share of socially sustainable investments?**

97.03% of the Fund was invested in socially sustainable investments. The minimum share of sustainable investments with a social objective pursued for this Fund was 90%.



● **What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?**

The investments included under “Not sustainable” were only ancillary liquid assets as well as investment in some money markets instruments and money market funds for cash management/liquidity purposes. The Investment Manager applied the minimum environmental and social safeguards as follows:

- Where the Fund holds ancillary liquid assets at the depositary of the SICAV, we confirmed that such entity was not involved in any severe controversial activities.
- Where the Fund holds money market instruments, the counterparty to such instruments was not involved in any severe controversial activities.
- Finally, where the Fund invests in money market funds, they will comply with article 8 and minimum safeguards were therefore met.

The Fund could use derivatives for hedging which were not assessed against the sustainable investment objective of the Fund, however the counterparty to such derivatives were not involved in any severe controversies.



● **What actions have been taken to attain the sustainable investment objective during the reference period?**

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition to the Fund’s sustainability indicators outlined in the answer to the second question of the report, as part of the Fund’s consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund’s portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 1 company flagging on PAI indicators were considered, and following a qualitative consideration overlay, no consideration plan was developed for any company.



**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

**How did this financial product perform compared to the reference sustainable benchmark?**

The Fund was not compared to a reference sustainable benchmark.

● **How did the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Asian Flexible Bond Fund

Legal entity identifier: 549300YF1L00W2ODGV62

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ % <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %	<input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Asian Flexible Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do not significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	2,563.33	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		483.37	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		11,823.46	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		14,870.16	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	628.09	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,325.93	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	2.13	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	88.47	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	1.76	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.57	
	Construction	0.16	
	Electricity, Gas, Steam & Air Conditioning Supply	0.32	
	Manufacturing	1.22	
	Mining & Quarrying	5.18	
	Real Estate Activities	0.04	
	Transportation & Storage	5.42	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	2.38	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.35	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises



	Multinational Enterprises		
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	60.27	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	27.85	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	18.58	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
GEELY AUTOMOBILE	Consumer Discretionary	2.42%	Hong Kong
SHCMBK FLT 2/28/2033	Financials	2.23%	Hong Kong
BANK OF CHINA	Financials	1.65%	China
OCBCSP FLT 9/10/2030	Financials	1.40%	Singapore
INDON 1.85 3/12/2031	Sovereign	1.22%	Indonesia
BTSDF 5.625 24	Consumer Staples	1.18%	Hong Kong
PT PERTAMINA	Energy	1.18%	Indonesia
STUDIO CITY FIN	Consumer Discretionary	1.05%	Hong Kong
FAR EAST HORIZON	Financials	0.98%	Hong Kong
HUARONG FIN 2019	Financials	0.96%	Hong Kong
MISCMK 3.75 4/6/2027	Industrials	0.95%	Malaysia
SRILAN 7.55 30	Sovereign	0.95%	Sri Lanka
MEDCIJ 6.95 28	Energy	0.94%	Singapore
SAKA ENERGI	Energy	0.93%	Indonesia
PHILIP 3.2 7/6/2046	Sovereign	0.90%	Philippines



**What was the proportion of sustainability-related investments?**

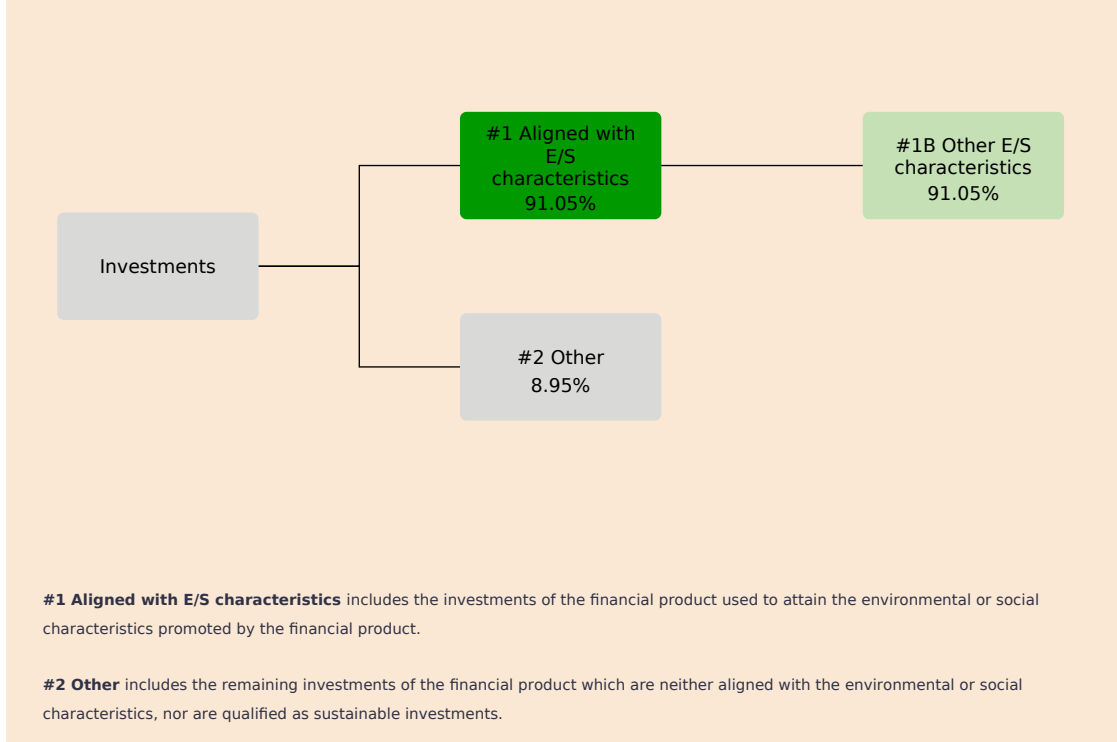
**Asset allocation**  
describes the share of  
investments in specific  
assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

91.05% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

8.95% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	33.97
Communication Services	2.74
Consumer Discretionary	13.56
Information Technology	1.96
Industrials	4.32
Consumer Staples	3.23
Energy	6.02
Real Estate	4.43
Health Care	0.02
Materials	7.61
Utilities	2.87
Sovereign	10.20
Unclassified	0.12
Cash & Others/Derivatives	8.95
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.01
10101020	Oil & Gas Equipment & Services	0.01
10102010	Integrated Oil & Gas	1.34
10102020	Oil & Gas Exploration & Production	2.49
10102030	Oil & Gas Refining & Marketing	2.15
10102040	Oil & Gas Storage & Transportation	0.02
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>6.02</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

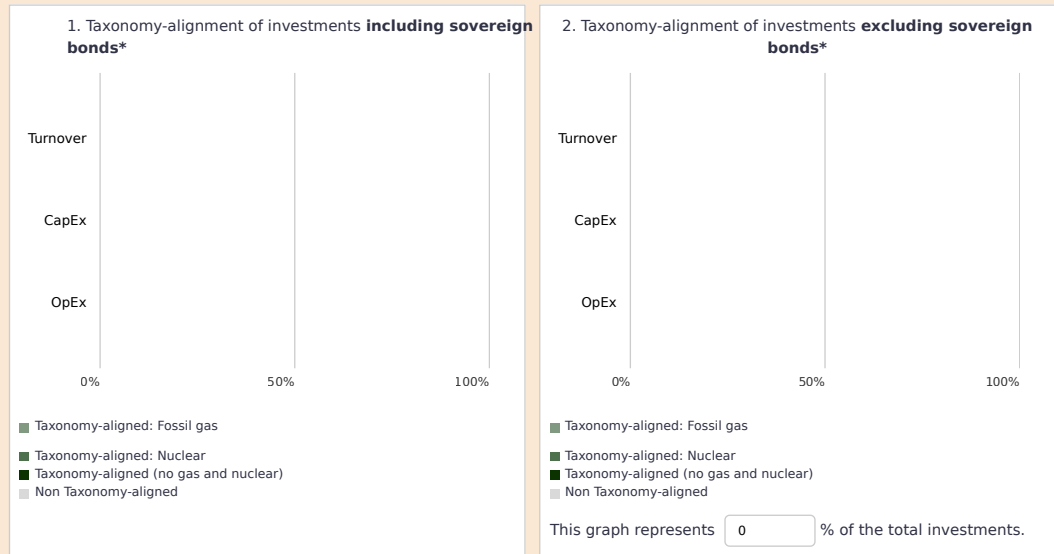
- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

for a transition to a green economy.

- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

8.95% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Asian Investment Grade Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	214.43	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		64.51	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		2,374.59	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		2,653.52	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	524.32	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	943.89	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	88.54	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	5.34	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	0.26	
	Manufacturing	1.02	
	Mining & Quarrying	2.21	
	Real Estate Activities	0.09	
	Transportation & Storage	6.51	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	0.43	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.56	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms	51.40	Share of investments in investee companies without policies to monitor compliance with the

	to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	23.63	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	20.13	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CHINA DEV BANK	Sovereign	3.00%	China
AGRICUL DEV BANK	Sovereign	2.99%	China
SBSN INDO III	Financials	2.42%	Indonesia
CHINA GOVT BOND	Sovereign	2.29%	China
EXP-IMP BK CHINA	Sovereign	2.28%	China
SHCMBK FLT 2/28/2033	Financials	2.06%	Hong Kong
PT PERTAMINA	Energy	1.91%	Indonesia
HAKAIJ 3.75 30	Industrials	1.88%	Indonesia
BOCOMI 1.75 26	Financials	1.86%	Hong Kong
AGRICUL DEV BANK	Sovereign	1.77%	China
CHINA GOVT BOND	Sovereign	1.68%	China
TELP M 2.5 1/23/2031	Communication Services	1.68%	Philippines
CICC HK FIN 2016	Financials	1.67%	British Virgin Islands
PHILIP 5 7/17/2033	Sovereign	1.64%	Philippines
CKHH 4.875 4/21/2033	Consumer Staples	1.61%	Hong Kong



**What was the proportion of sustainability-related investments?**

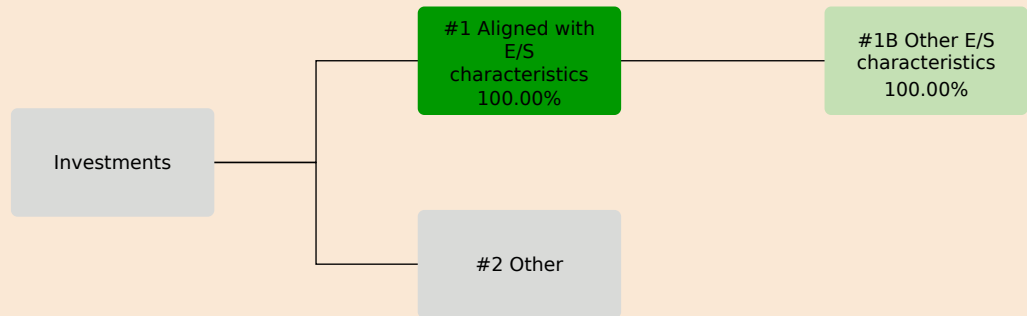
**Asset allocation** describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

100% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

### ● In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	37.70
Communication Services	6.22
Consumer Discretionary	3.21
Information Technology	0.44
Industrials	10.69
Consumer Staples	1.62
Energy	7.72
Real Estate	6.12
Health Care	0.00
Materials	2.69
Utilities	1.38
Sovereign	22.21
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	1.91
10102020	Oil & Gas Exploration & Production	1.30
10102030	Oil & Gas Refining & Marketing	4.51
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>7.72</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



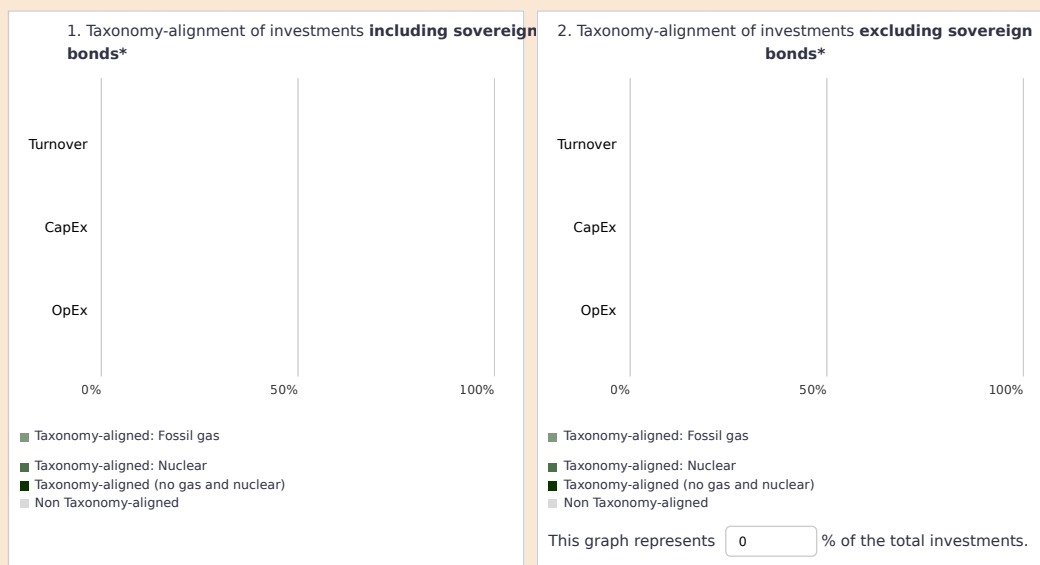
**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes
  In fossil gas
  In nuclear energy
  No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

**What was the share of investments made in transitional and enabling activities?**

Not applicable.

**How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Belt and Road Debt Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	28,201.62	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		4,523.30	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		65,056.89	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		97,781.81	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	478.80	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,199.88	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	5.33	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	79.13	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	10.75	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.57	
	Construction	0.15	
	Electricity, Gas, Steam & Air Conditioning Supply	9.24	
	Manufacturing	0.85	
	Mining & Quarrying	5.83	
	Real Estate Activities	0.04	
Transportation & Storage	1.29		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.01		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	2.13	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.59	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

	Multinational Enterprises		
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	48.76	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	28.97	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	17.89	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CSSC CAPITAL2015	Industrials	2.08%	British Virgin Islands
AVIC INTL FIN IN	Industrials	2.06%	China
AIRPORT AUTH HK	Industrials	1.99%	Hong Kong
COMQAT 2 9/15/2025	Financials	1.91%	Bermuda
CMINLE 2.875 31	Financials	1.87%	China
UOBSP FLT 10/7/2032	Financials	1.61%	Singapore
GASBCM 6.129 38	Energy	1.55%	Luxembourg
ABU DHABI CRUDE	Energy	1.52%	United Arab Emirates
OMAN INTRNL BOND	Sovereign	1.50%	Oman
FAR EAST HORIZON	Financials	1.44%	Hong Kong
MAGYAR 6.5 6/29/2028	Sovereign	1.19%	Hungary
SYNNVX 5.182 04/28	Materials	1.18%	Netherlands
GALAXY PIPELINE	Energy	1.12%	United Arab Emirates
TAQAUH 4.696 33	Utilities	1.10%	United Arab Emirates
HUARONG FIN 2019	Financials	1.03%	Hong Kong



**What was the proportion of sustainability-related investments?**

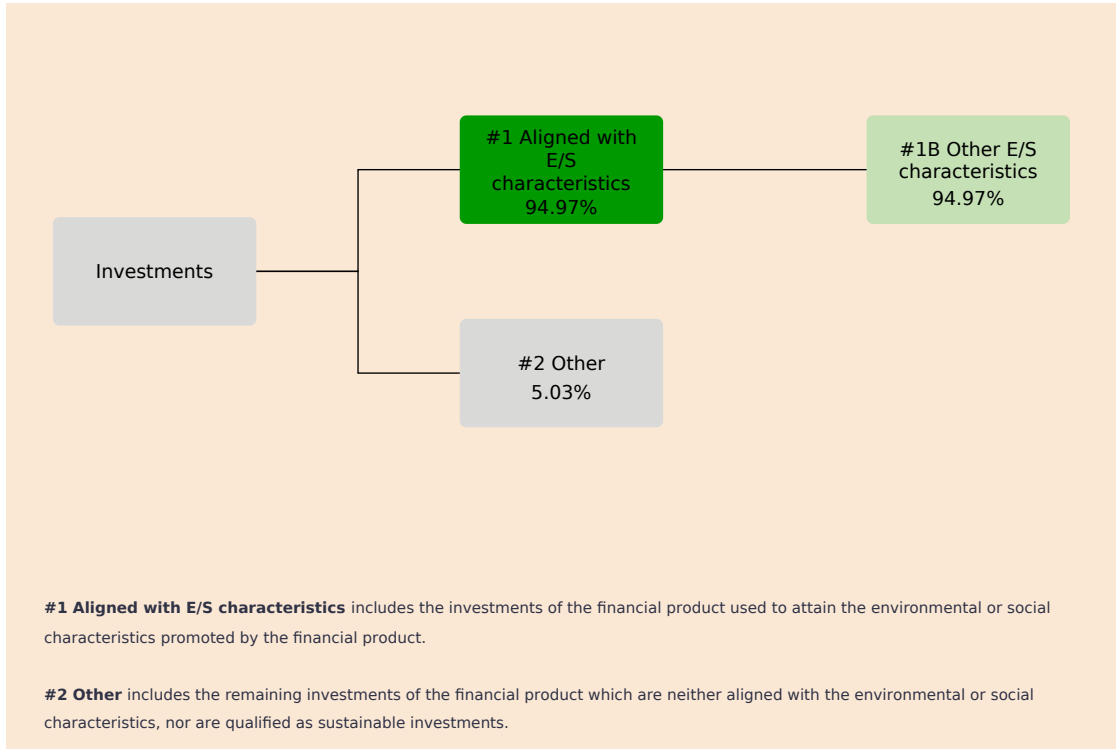
**Asset allocation** describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

94.97% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

5.03% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	33.80
Communication Services	1.58
Consumer Discretionary	5.98
Information Technology	1.01
Industrials	11.31
Consumer Staples	1.57
Energy	8.22
Real Estate	3.95
Health Care	0.00
Materials	5.44
Utilities	5.29
Sovereign	16.73
Unclassified	0.09
Cash & Others/Derivatives	5.03
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.22
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	1.15
10102020	Oil & Gas Exploration & Production	2.63
10102030	Oil & Gas Refining & Marketing	0.95
10102040	Oil & Gas Storage & Transportation	3.27
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>8.22</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

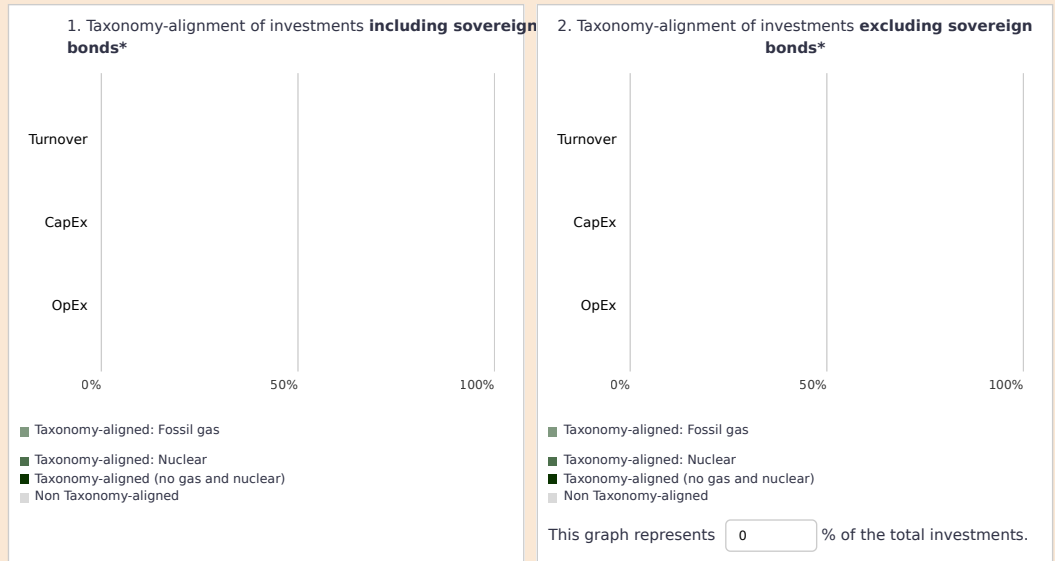
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

made by investee companies, relevant for a transition to a green economy.

- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



● **What was the share of socially sustainable investments?**

Not applicable.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

5.03% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



● **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

- ***How does the reference benchmark differ from a broad market index?***

Not applicable.

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?***

Not applicable.

- ***How did this financial product perform compared with the reference benchmark?***

Not applicable.

- ***How did this financial product perform compared with the broad market index?***

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**





The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	1,170.72	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		169.92	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		10,117.14	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		11,457.78	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	293.94	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	862.13	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	57.05	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	30.35	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.13	
	Electricity, Gas, Steam & Air Conditioning Supply	3.86	
	Manufacturing	0.17	
	Mining & Quarrying	2.02	
Real Estate Activities	0.00		
Transportation & Storage	3.50		
Water Supply, Sewerage, Waste Management & Remediation Activities	3.73		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-	4.58	Share of investments in the fund of investee companies with sites/operations

	sensitive areas		located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.07	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.23	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	21.60	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	27.20	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	36.12	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the**

**greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CHINA GOVT BOND	Sovereign	4.29%	China
FR 5.5 11/1/2052	Financials	3.46%	United States
FR 5 11/1/2052	Financials	3.41%	United States
US TREASURY N/B	Sovereign	2.95%	United States
MEXICAN BONOS	Sovereign	2.90%	Mexico
JAPAN GOVT 30-YR	Sovereign	2.02%	Japan
BRAZIL NTN-F	Sovereign	1.92%	Brazil
FN 6 11/1/2052	Financials	1.87%	United States
CANADA-GOV'T	Sovereign	1.86%	Canada
US TREASURY N/B	Sovereign	1.54%	United States
CHINA GOVT BOND	Sovereign	1.53%	China
BUNDESSCHATZANW	Sovereign	1.50%	Germany
US TREASURY N/B	Sovereign	1.49%	United States
RY 5 1/24/2028	Financials	1.48%	Canada
KOREA TRSY BD	Sovereign	1.46%	South Korea



**Asset allocation** describes the share of investments in specific assets.

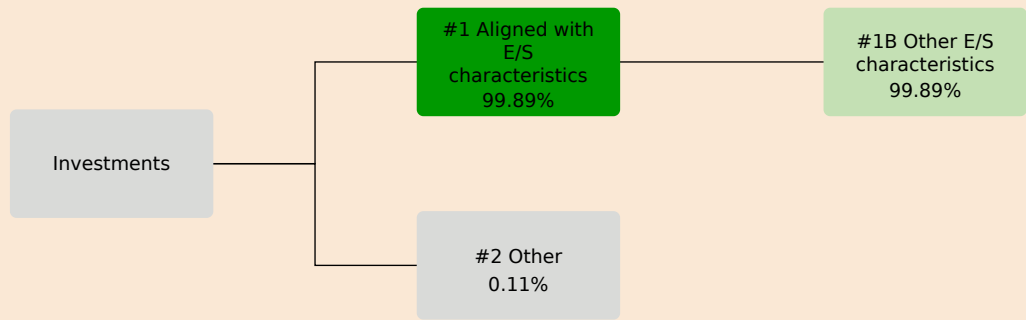
**What was the proportion of sustainability-related investments?**

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund’s investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

99.89% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.11% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	37.82
Communication Services	2.00
Consumer Discretionary	2.06
Information Technology	0.00
Industrials	2.64
Consumer Staples	0.33
Energy	2.16
Real Estate	0.00
Health Care	0.75
Materials	0.43
Utilities	2.59
Sovereign	48.19
Unclassified	0.92
Cash & Others/Derivatives	0.11
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	1.75
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.18
10102040	Oil & Gas Storage & Transportation	0.23
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>2.16</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

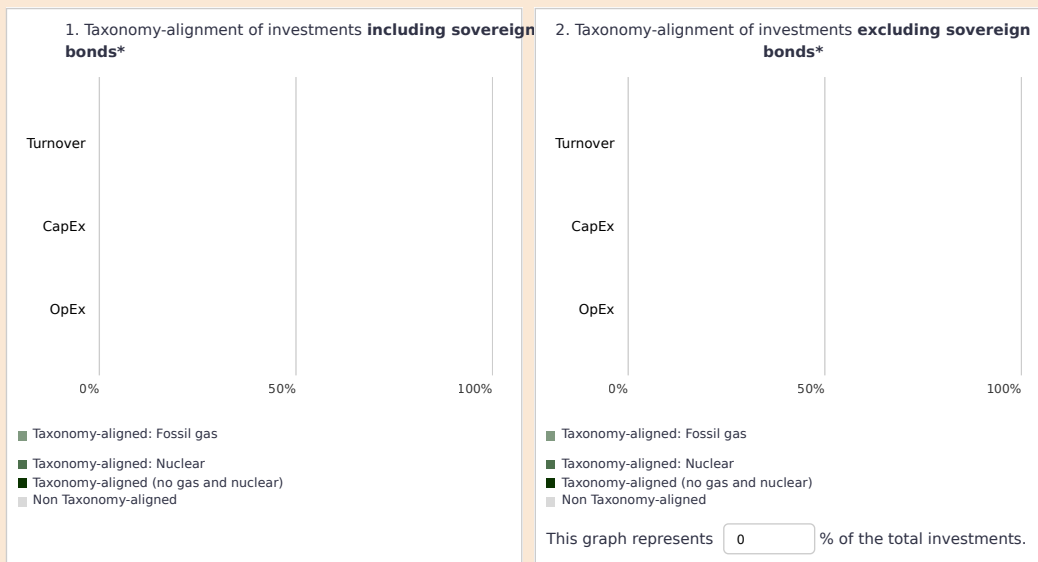
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes

In fossil gas       In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not Applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.

● **What was the share of socially sustainable investments?**

Not applicable.

● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.11% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



### What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



### How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

Yes

No

<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>
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### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Emerging Markets Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	4,096.22	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		746.66	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		13,847.79	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		18,690.67	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	1,928.24	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	2,282.11	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	1.35	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	81.43	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	27.64	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	0.11	
	Manufacturing	2.29	
	Mining & Quarrying	1.92	
	Real Estate Activities	0.01	
Transportation & Storage	0.47		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.03		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	3.50	

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	84.99	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	12.41	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	9.73	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	21.75	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period

which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
SAUDI INT BOND	Sovereign	1.15%	Saudi Arabia
IVORY COAST-PDI	Sovereign	1.06%	Ivory Coast
ANGOL 8.75 4/14/2032	Sovereign	1.03%	Ango
ROMANI 5.25 27	Sovereign	1.01%	Romania
SOAF 4.85 9/30/2029	Sovereign	0.99%	South Africa
TURKIYE REP OF	Sovereign	0.92%	Turkey
CHILE 2.75 1/31/2027	Sovereign	0.90%	Chile
REPHUN 5.25 29	Sovereign	0.89%	Hungary
BHRAIN 5.625 31	Sovereign	0.89%	Bahrain
COLOMBIA REP OF	Sovereign	0.80%	Colombia
JORDAN	Sovereign	0.71%	Jordan
DBKAZ 5.75 5/12/2025	Sovereign	0.71%	Kazakhstan
CHILE	Sovereign	0.71%	Chile
PERU 1.862 12/1/2032	Sovereign	0.71%	Peru
BRAZIL REP OF	Sovereign	0.71%	Brazil



**Asset allocation** describes the share of investments in specific assets.

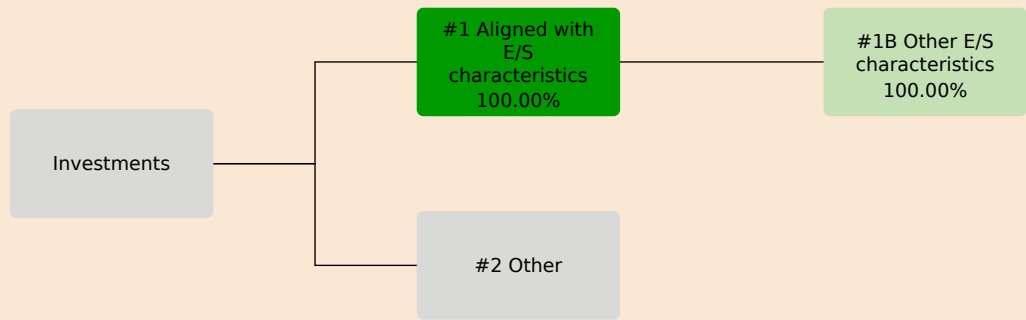
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

100.00% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.00% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	9.64
Communication Services	1.04
Consumer Discretionary	2.93
Information Technology	0.17
Industrials	1.84
Consumer Staples	1.14
Energy	3.72
Real Estate	1.07
Health Care	0.07
Materials	3.59
Utilities	2.82
Sovereign	69.82
Unclassified	2.37
Cash & Others/Derivatives	-0.22
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.29
10102010	Integrated Oil & Gas	1.10
10102020	Oil & Gas Exploration & Production	0.51
10102030	Oil & Gas Refining & Marketing	1.42
10102040	Oil & Gas Storage & Transportation	0.40
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>3.72</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.



and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

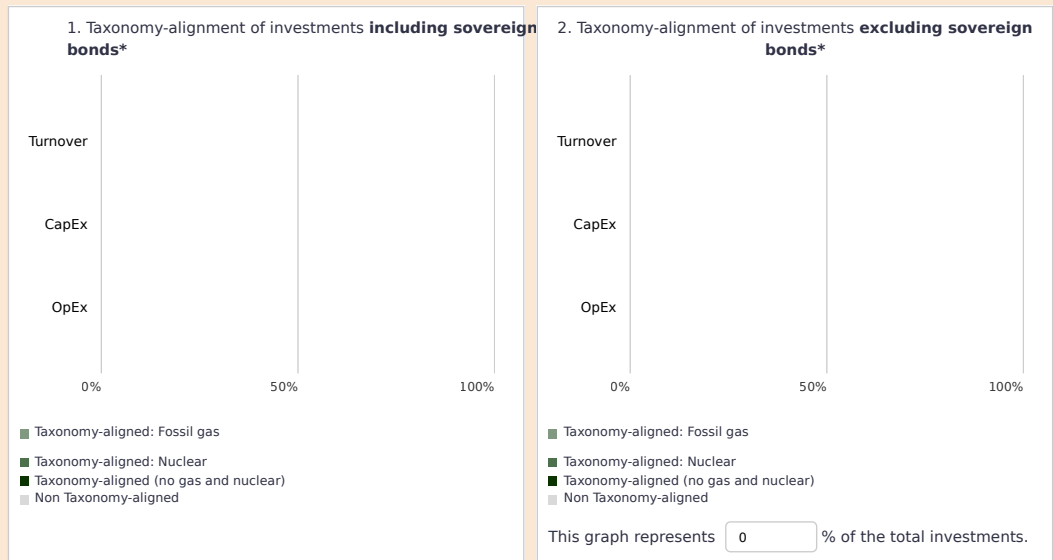
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas     In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

**What was the share of investments made in transitional and enabling activities?**

Not applicable.

**How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.00% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



### What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



### How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Emerging Market Corporate Bond Fund

Legal entity identifier: 549300B231TRH220LB65

## Environmental and/or social characteristics

**Did this financial product have a sustainable investment objective?**

●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Emerging Market Corporate Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	5,370.16	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		1,191.83	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		28,923.16	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		35,485.14	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	1,283.20	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,905.63	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	8.33	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	82.53	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	15.99	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	1.39	
	Manufacturing	1.65	
	Mining & Quarrying	3.00	
Real Estate Activities	0.14		
Transportation & Storage	0.41		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.08		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	5.51	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	149.05	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms	46.82	Share of investments in investee companies without policies to monitor compliance with the

	to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	21.23	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	20.41	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
ENFRAG 5.375 30	Utilities	1.12%	Spain
TELFONICA CELUAR	Communication Services	1.11%	Paraguay
ADANIG 4.375 24	Utilities	1.08%	India
AFRICA FINANCE	Financials	1.07%	Nigeria
PROMIGAS SA	Utilities	1.07%	Colombia
ECOPETROL SA	Energy	1.06%	Colombia
EIG PEARL HOLDIN	Energy	1.04%	Luxembourg
LUMIIT 7.129 33	Financials	1.04%	Israel
HSBC FLT 12/31/2059	Financials	1.03%	United Kingdom
STANLN FLT 49	Financials	1.03%	United Kingdom
CIBANCO SA	Real Estate	1.02%	Mexico
STUDIO CITY FIN	Consumer Discretionary	1.00%	Hong Kong
BANK HAPOALIM	Financials	1.00%	Israel
AFREXI 3.798 31	Financials	0.99%	Egypt
COMCEL 5.125 32	Communication Services	0.99%	Guatemala



**Asset allocation** describes the share of investments in specific assets.

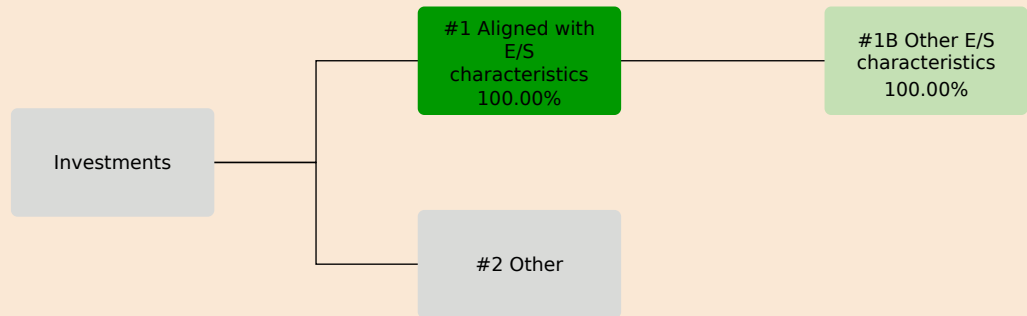
**What was the proportion of sustainability-related investments?**

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

100.00% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**



GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	28.61
Communication Services	8.50
Consumer Discretionary	9.40
Information Technology	0.61
Industrials	2.50
Consumer Staples	7.11
Energy	14.04
Real Estate	2.27
Health Care	0.00
Materials	9.17
Utilities	10.14
Sovereign	7.64
Unclassified	0.01
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.93
10101020	Oil & Gas Equipment & Services	0.43
10102010	Integrated Oil & Gas	1.57
10102020	Oil & Gas Exploration & Production	5.29
10102030	Oil & Gas Refining & Marketing	1.44
10102040	Oil & Gas Storage & Transportation	4.38
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>14.04</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

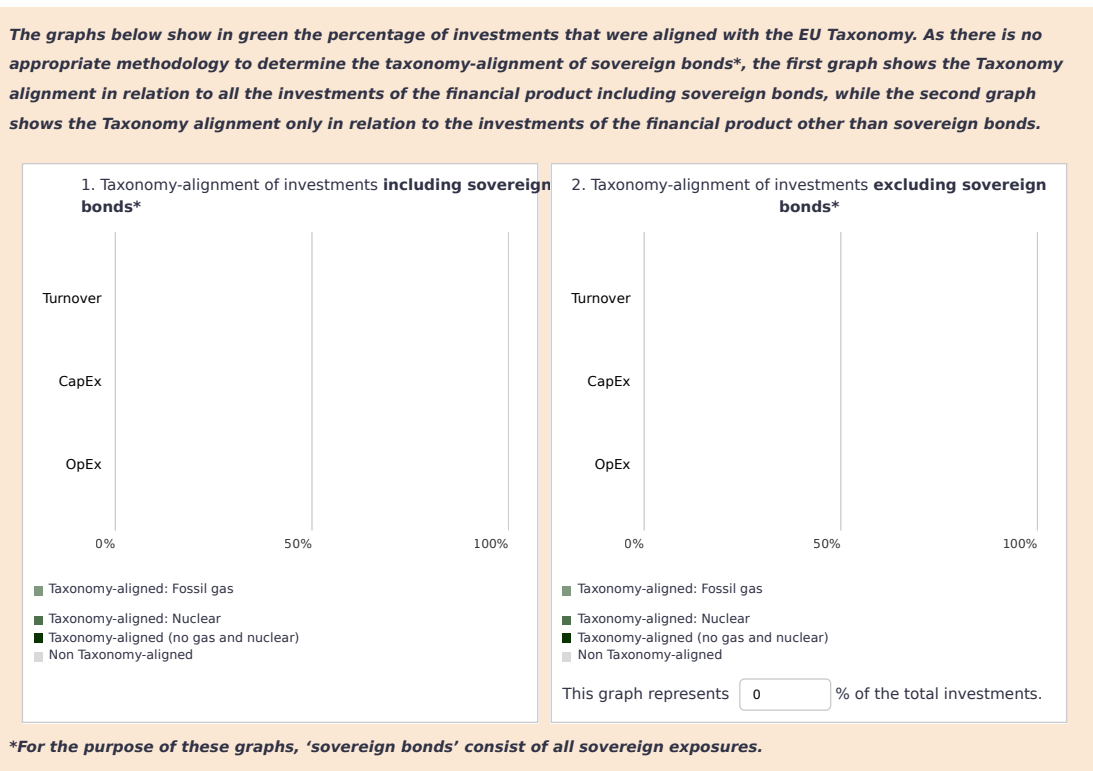
- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

- **How does the reference benchmark differ from a broad market index?**

Not applicable.

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

- **How did this financial product perform compared with the reference benchmark?**

Not applicable.

- **How did this financial product perform compared with the broad market index?**

Not applicable.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Emerging Market Flexible Bond Fund

Legal entity identifier: 549300V3VZY61NJ1M107

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ % <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %	<input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Emerging Market Flexible Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise. This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	1,033.18	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		137.58	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		3,860.16	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		5,030.91	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	953.67	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,254.03	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.42	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	79.01	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	4.56	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	0.00	
	Manufacturing	3.32	
	Mining & Quarrying	0.34	
	Real Estate Activities	0.00	
Transportation & Storage	2.53		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	1.04	

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	1.19	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	8.58	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	11.54	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	24.19	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period



which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
BRAZIL NTN-F	Sovereign	10.03%	Brazil
POLAND GOVT BOND	Sovereign	9.14%	Poland
PERU B SOBERANO	Sovereign	5.10%	Peru
ROMANIA GOVT	Sovereign	4.98%	Romania
COLOMBIA TES 7.250 Oct 18 2034	Sovereign	4.42%	Colombia
COLOMBIA TES 6.000 APR 28 2028	Sovereign	3.84%	Colombia
MEXICAN BONOS	Sovereign	3.81%	Mexico
INDOGB 6.375 28	Sovereign	3.53%	Indonesia
REP SOUTH AFRICA	Sovereign	3.24%	South Africa
CZECH REPUBLIC	Sovereign	2.97%	Czech Republic



**Asset allocation** describes the share of investments in specific assets.

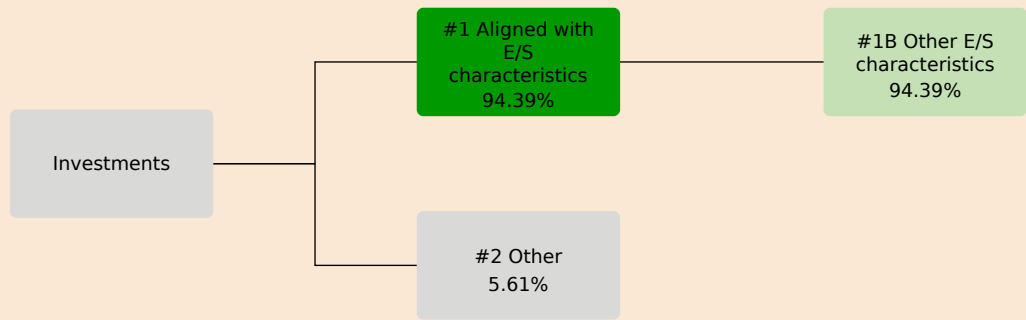
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

#### ● What was the asset allocation?

94.39% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

5.61% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	6.87
Communication Services	0.00
Consumer Discretionary	2.05
Information Technology	0.43
Industrials	2.88
Consumer Staples	1.64
Energy	0.41
Real Estate	0.00
Health Care	0.00
Materials	4.86
Utilities	1.03
Sovereign	74.17
Unclassified	0.05
Others/Derivatives	5.61
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.41
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.41</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

5.61% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

- **How does the reference benchmark differ from a broad market index?**

Not applicable.

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

- **How did this financial product perform compared with the reference benchmark?**

Not applicable.

- **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

Yes

No

<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>
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### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Emerging Markets Local Debt Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	1.18	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		4.54	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		1,494.62	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		1,500.34	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	74.20	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	659.46	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	37.09	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	0.00	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	0.00	
	Manufacturing	0.02	
	Mining & Quarrying	0.00	
	Real Estate Activities	0.00	
	Transportation & Storage	0.00	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	0.00	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.00	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms	3.25	Share of investments in investee companies without policies to monitor compliance with the

	to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	23.63	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	27.12	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
BRAZIL NTN-F	Sovereign	7.28%	Brazil
COLOMBIA TES	Sovereign	5.13%	Colombia
INDOGB 7 2/15/2033	Sovereign	3.33%	Indonesia
MEXICAN BONOS	Sovereign	3.15%	Mexico
PERU B SOBERANO	Sovereign	3.02%	Peru
POLAND GOVT BOND	Sovereign	2.87%	Poland
MALAYSIA GOVT	Sovereign	2.75%	Malaysia
COLOMBIA TES	Sovereign	2.62%	Colombia
REP SOUTH AFRICA	Sovereign	2.47%	South Africa
INDOGB 6.375 28	Sovereign	2.39%	Indonesia
MALAYSIA GOVT	Sovereign	2.32%	Malaysia
REP SOUTH AFRICA	Sovereign	2.19%	South Africa
POLAND GOVT BOND	Sovereign	2.08%	Poland
MUDI 3 12/3/2026	Sovereign	1.76%	Mexico
INDIA GOVT BOND	Sovereign	1.74%	India



**What was the proportion of sustainability-related investments?**

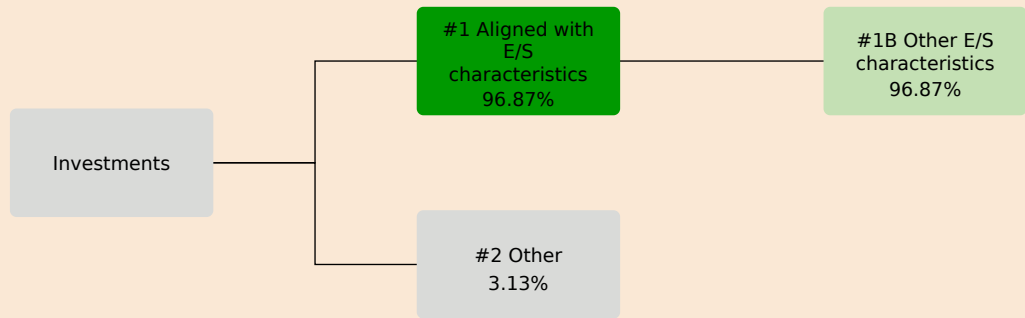
**Asset allocation** describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

96.87% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

3.13% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds that are not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	3.43
Communication Services	0.00
Consumer Discretionary	0.00
Information Technology	0.00
Industrials	1.44
Consumer Staples	0.00
Energy	0.00
Real Estate	0.00
Health Care	0.00
Materials	0.00
Utilities	0.00
Sovereign	91.97
Unclassified	0.03
Others/Derivatives	3.13
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities**



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

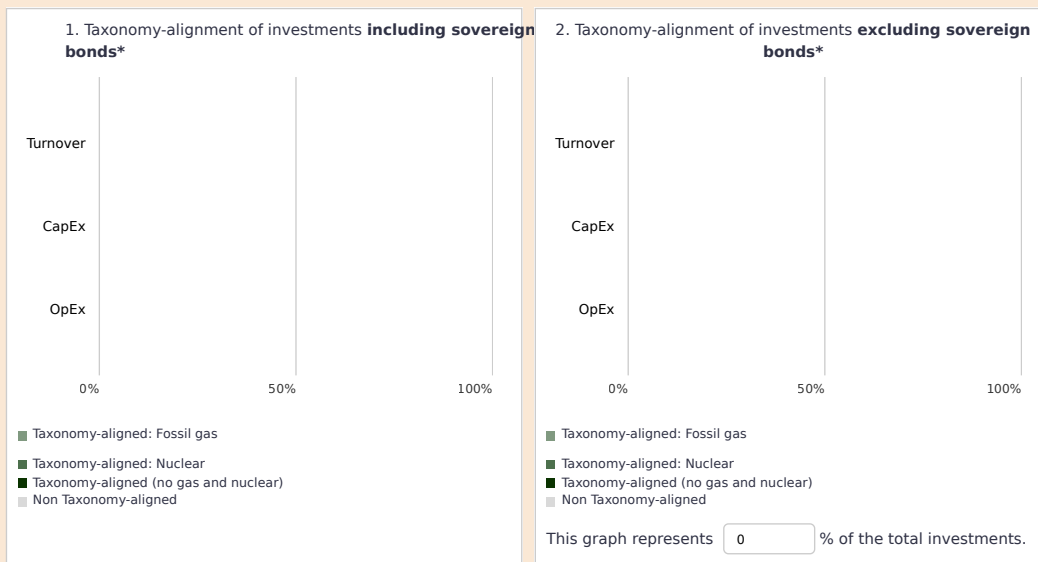
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

3.13% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



## How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Environmental Climate Opportunities Bond Fund

Legal entity identifier: JAPH2ZF2OTY1LYWVIO59

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_%
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_%

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 59.53 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Environmental Climate Opportunities Bond Fund (the "Fund") has various environmental and social characteristics. Screening was employed to exclude issuers depending on their level of involvement in certain activities considered controversial (such as (but not limited to) activities involved in coal, arctic oil & gas exploitation, oil sands extraction, shale energy extraction, conventional oil and gas, tobacco, recreational cannabis). The Fund also excluded issuers in violation of the UN Global Compact, based on third-party data and the Investment Manager's analysis and research.

The Fund supported the transition to a low carbon economy by funding companies in high carbon emitting sectors that show progress towards lowering their carbon footprint as well as low carbon sectors.

The Fund achieved its environmental and social characteristics by applying its exclusion and best-in class approach on an on-going basis.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability Indicator</b>	<b>Indicator Performance</b>
Revenue derived from thermal coal mining, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue derived from arctic oil and gas exploitation; oil sands extraction; and shale energy extraction excluded if each $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue derived from oil and gas exploration, production, refining, transportation and/or storage, excluded if $\geq 25\%$ of revenue <sup>1</sup>	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial Weapons, excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from production of tobacco products, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from tobacco related products and services, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies not compliant with the Ten Principles of the UN Global Compact Initiative, excluded if not compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue derived from the manufacture and sale of nuclear weapons to companies that have not signed the Nuclear Non-Proliferation Treaty, excluded if $\geq 0\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue derived from recreational cannabis, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
The Fund's climate change score vs. overall climate comparator score	1.73 vs 2.40
% of Non-scored issuers, qualitative comment from investment team	16% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.

● **...and compared to previous periods?**



The Fund's climate change score has slightly increased due to restatements of carbon emissions data. However, the Fund was still significantly outperforming the overall climate comparator score and contributed to its goal of supporting the transition to a low carbon economy. Please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
The Fund's climate change score vs. overall climate comparator score	1.59 vs. 2.46	1.73 vs. 2.40
% of Non-scored issuers, qualitative comment from investment team	16% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.	16% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund intended to make sustainable investments by contributing to environmental objectives such as climate change.

The Fund sought to achieve the above objective by investing in green, sustainability-linked and transition bonds or by using a best-in-class approach and selecting companies that score higher, when compared to their peers, on environmental scores utilizing the Investment Manager's proprietary scoring methodology (Issuers that score 2 using a proprietary climate comparator that combines external ESG data and industry specific metrics to create a sector relative score between 1-5 for each issuer). Finally, the Fund could also invest in issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above climate objective. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI scores for the fund, the data is representative of the reference period:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	2,288.63	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		398.02	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		15,619.51	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		18,306.15	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	487.72	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,133.27	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	55.19	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	36.78	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.01	
	Electricity, Gas, Steam & Air Conditioning Supply	1.59	
	Manufacturing	0.49	
	Mining & Quarrying	0.00	
	Real Estate Activities	0.08	
Transportation & Storage	0.89		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.64		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.07		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	4.25	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas

<b>Water</b>	8. Emissions to water	13.77	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.20	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	25.42	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	19.30	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	40.15	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

*Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.*

*The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.*



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
US TREASURY N/B	Sovereign	1.84%	United States
CRED AGRICOLE SA	Financials	1.74%	France
NEE 2.25 6/1/2030	Utilities	1.67%	United States
UKPONE 2.625 29	Utilities	1.51%	United Kingdom
DSM BV	Materials	1.38%	Netherlands
UNITED UTILITIES	Utilities	1.38%	United Kingdom
SSELN 1.5 3/24/2028	Materials	1.37%	United Kingdom
ENELIM 5.5 6/15/2052	Utilities	1.37%	Netherlands
SGOFP 8/10/2032	Industrials	1.29%	France
T 2.55 12/1/2033	Communication Services	1.26%	United States
BWA 2.65 7/1/2027	Consumer Discretionary	1.25%	United States
ZURICH FINANCE	Financials	1.22%	Ireland
TRNIM FLT 12/31/2059	Utilities	1.21%	Italy
NEXT GROUP PLC	Consumer Discretionary	1.21%	United Kingdom
EDPPL 6.3 10/11/2027	Utilities	1.18%	Netherlands



**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the proportion of sustainability-related investments?

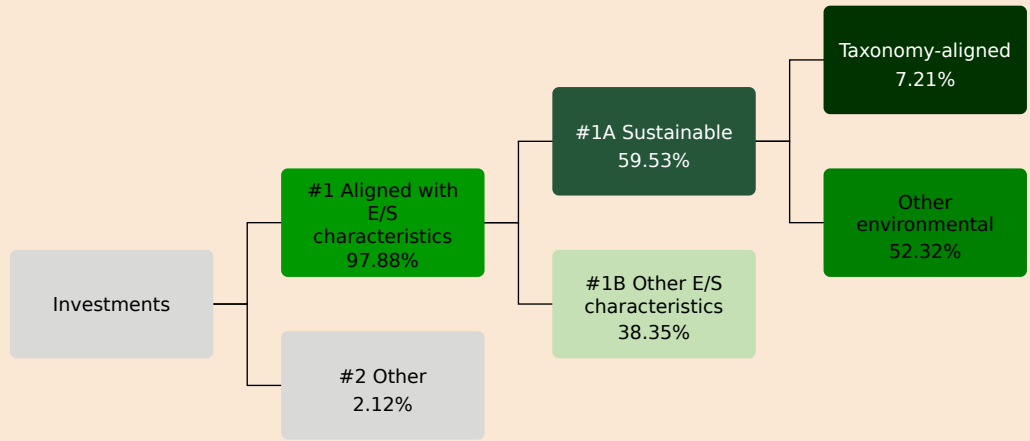
The Fund made investments aligned with the E/S characteristics for a minimum of 90% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 10% was invested in money market instruments or ancillary liquid assets for liquidity management purposes (#2 Other).

#### ● What was the asset allocation?

97.88% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

2.12% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.

59.53% of the Fund was invested in sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	29.21
Communication Services	6.92
Consumer Discretionary	9.37
Information Technology	2.31
Industrials	8.27
Consumer Staples	1.83
Energy	0.00
Real Estate	2.81
Health Care	3.27
Materials	5.98
Utilities	23.85
Sovereign	4.05
Unclassified	0.01
Cash & Other/Derivatives	2.12
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Although the Fund did not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy, 7.21% (Turnover) of the Fund's portfolio was aligned with the EU Taxonomy.

objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

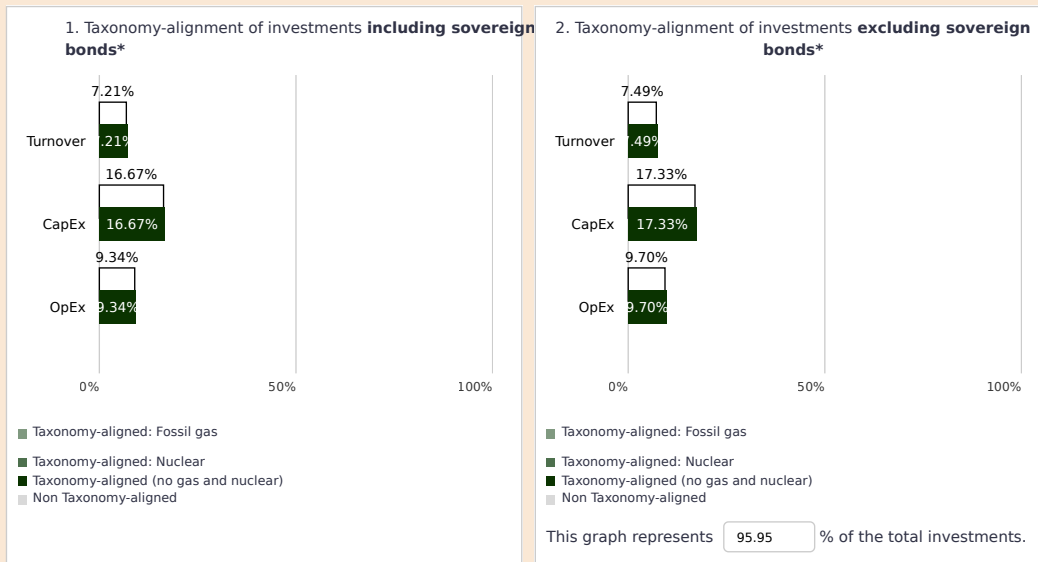
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes

In fossil gas       In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

The below table shows the share of investments in transitional and enabling activities, the data is representative of the reference period.

	Aligned
<b>Enabling</b>	<b>3.78%</b>
<b>Transition</b>	<b>0.31%</b>

'Aligned' means % of revenues of the investments of the Fund that are aligned to the EU Taxonomy.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Even if the Fund had exposure to investments aligned with the EU Taxonomy, the Fund has no commitment in that regard.

The percentage of investments that were aligned with the EU Taxonomy increased compared to the previous reference period.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

52.32% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy. The Investment Manager monitored closely the evolution of the dataset and their reliance and increased the portion of sustainable investments aligned with EU Taxonomy as the case may be, which decreased the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.

**What was the share of socially sustainable investments?**

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.





Not Applicable.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

As described above, under normal market circumstances, the Fund could hold up to 30% maximum in liquid assets, government debt or money market instruments for cash management/liquidity/ duration management purposes which was not assessed for compliance with the Fund’s ESG criteria. Long exposure to derivatives (such as index CDS) did not conform to the climate methodology.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions and the best-in-class approach, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition to the Fund’s sustainability indicators outlined in the answer to the second question of the report, as part of the Fund’s consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund’s portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 6 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 1 company.



**How did this financial product perform compared to the reference benchmark?**

The Fund was not compared to a reference benchmark.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Euro Bond Fund

Legal entity identifier: HH36MQAZCGE98HNSVD57

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 45.08 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Euro Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	9,050.11	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		1,015.51	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		63,134.04	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		73,199.67	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	423.82	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,314.56	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.39	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	57.33	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	37.50	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	1.95	
	Manufacturing	0.90	
	Mining & Quarrying	0.71	
	Real Estate Activities	0.62	
Transportation & Storage	3.54		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.63		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	7.15	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.30	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

	(OECD) Guidelines for Multinational Enterprises		
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	20.98	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	21.27	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	40.52	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
BUNDESUBL-187	Sovereign	2.73%	Germany
BTPS 2.25 09/01/2036	Sovereign	2.65%	Italy
DEUTSCHLAND I/L	Sovereign	2.08%	Germany
FRANCE O.A.T.	Sovereign	1.85%	France
UK TSY GILT	Sovereign	1.54%	United Kingdom
SPAIN I/L BOND	Sovereign	1.41%	Spain
DEUTSCHLAND REP 2.3 02/15/2033	Sovereign	1.35%	Germany
ESM	Financials	1.29%	Luxembourg
BTPS 4.5 10/01/2053	Sovereign	1.25%	Italy
EUROPEAN INVT BK	Sovereign	1.23%	Luxembourg
BUNDESUBL-186	Sovereign	1.22%	Germany
BTPS 0.9 04/01/2031	Sovereign	1.18%	Italy
BTPS 2.7 03/01/2047	Sovereign	1.12%	Italy
FRTR 1.5 5/25/2050	Sovereign	1.09%	France
DEUTSCHLAND REP 3.25 07/04/2042	Sovereign	0.98%	Germany

**What was the proportion of sustainability-related investments?**

**Asset allocation** describes the share of investments in specific assets.

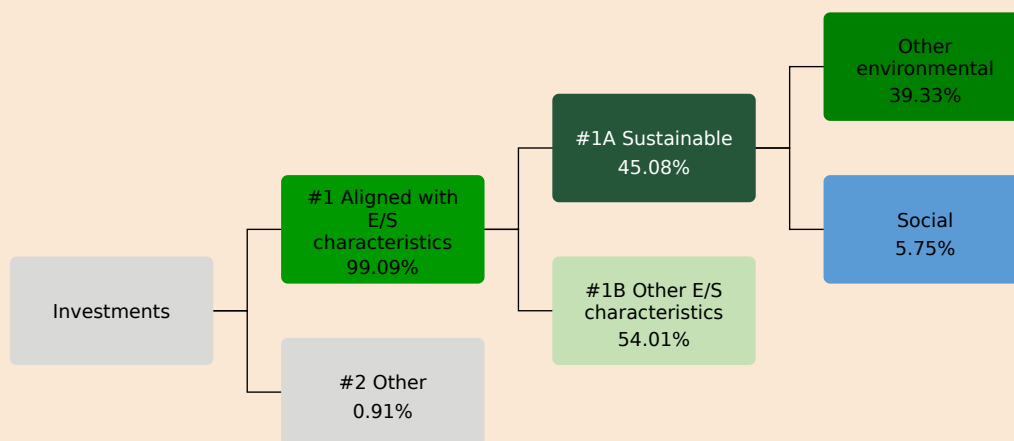


The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

99.09% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.91% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	40.80
Communication Services	3.60
Consumer Discretionary	3.59
Information Technology	0.22
Industrials	2.21
Consumer Staples	1.08
Energy	4.07
Real Estate	1.83
Health Care	1.85
Materials	0.88
Utilities	5.39
Sovereign	33.54
Unclassified	0.03
Cash & Others/Derivatives	0.91
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	4.07
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>4.07</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.



**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

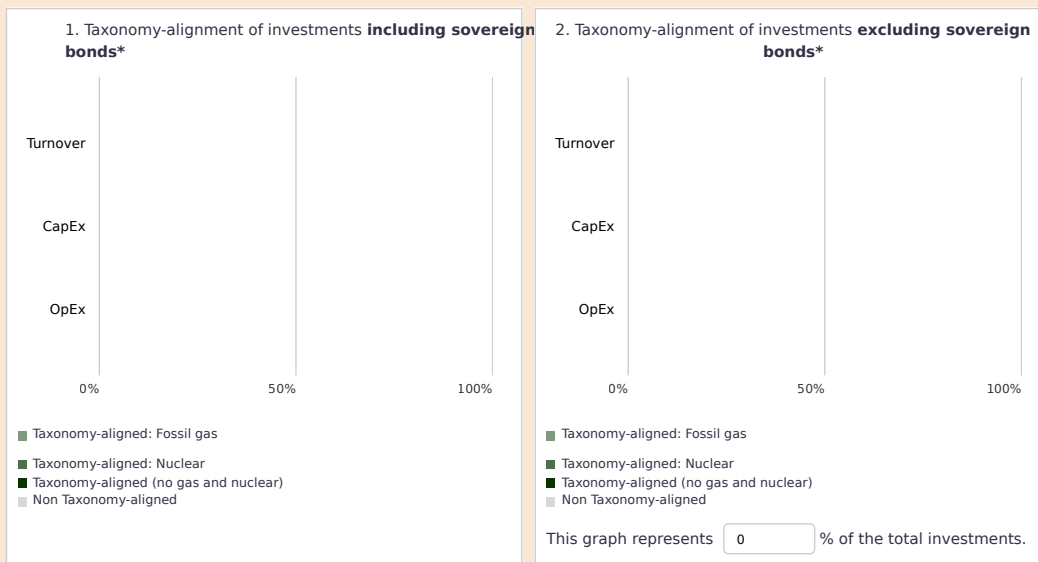
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes

In fossil gas       In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

39.33% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



● **What was the share of socially sustainable investments?**

5.75% of the Fund was invested in socially sustainable investments.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.91% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 65 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Euro Corporate Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability</b>	<b>Indicator Performance</b>
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	86,320.72	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		18,157.36	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		1,141,485.60	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		1,245,963.69	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	456.81	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,265.39	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.56	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	57.13	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	36.35	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	1.60	
	Manufacturing	0.28	
	Mining & Quarrying	0.94	
	Real Estate Activities	0.84	
Transportation & Storage	0.13		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.63		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.07		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	8.15	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.40	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	27.74	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	23.24	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	40.79	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period

which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
DBR 1.7 8/15/2032	Sovereign	1.31%	Germany
APPLE INC	Information Technology	0.98%	United States
AT&T INC	Communication Services	0.87%	United States
WALMART INC	Consumer Staples	0.75%	United States
WALGREENS BOOTS	Consumer Staples	0.70%	United States
SANOFI SA	Health Care	0.69%	France
NESNVX 0 3/13/2033	Consumer Staples	0.66%	Luxembourg
MONDELEZ INT INC	Consumer Staples	0.65%	United States
BERKSHIRE HATHWY	Financials	0.63%	United States
SHELL INTL FIN	Energy	0.61%	Netherlands
BRITISH TELECOMM	Communication Services	0.58%	United Kingdom
UNANA 3.25 2/23/2031	Consumer Staples	0.56%	Netherlands
PG 3.25 8/2/2031	Consumer Staples	0.56%	United States
BP CAPITAL PLC	Energy	0.56%	United Kingdom
LLOYDS FLT 1/11/2029	Financials	0.54%	United Kingdom



**Asset allocation** describes the share of investments in specific assets.

### What was the proportion of sustainability-related investments?

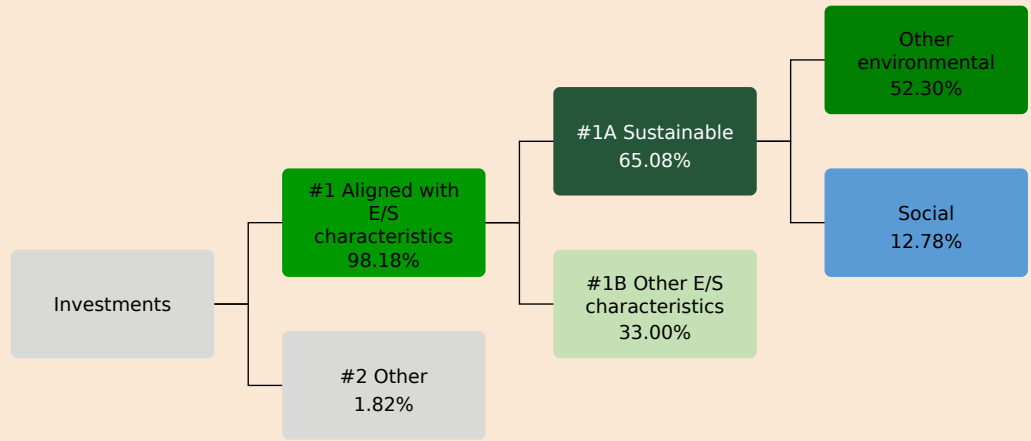
The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

98.18% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.82% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and 0% cash was held for ancillary liquidity purposes.





**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	37.62
Communication Services	8.64
Consumer Discretionary	5.93
Information Technology	3.05
Industrials	4.98
Consumer Staples	11.39
Energy	5.47
Real Estate	1.48
Health Care	5.84
Materials	1.79
Utilities	9.99
Sovereign	1.98
Unclassified	0.02
Cash & Others/Derivatives	1.82
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.22
10102010	Integrated Oil & Gas	4.91
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.18
10102040	Oil & Gas Storage & Transportation	0.16
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>5.47</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities**



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

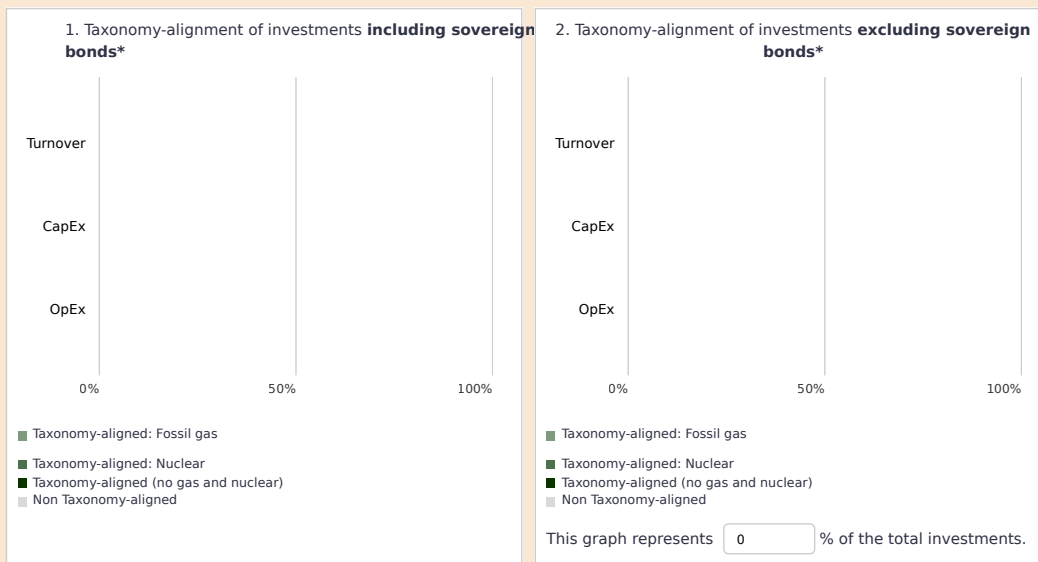
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

52.30% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



● **What was the share of socially sustainable investments?**

12.78% of the Fund was invested in socially sustainable investments.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.82% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

● **How does the reference benchmark differ from a broad market index?**  
Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**  
Not applicable.

● **How did this financial product perform compared with the reference benchmark?**  
Not applicable.

● **How did this financial product perform compared with the broad market index?**  
Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>38.94</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Euro Short Term Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	9,355.59	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		687.84	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		89,792.80	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		99,836.23	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	579.63	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,591.66	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector		% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	58.31	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	29.33	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing		
	Construction		
	Electricity, Gas, Steam & Air Conditioning Supply	2.84	
	Manufacturing	0.52	
	Mining & Quarrying	0.84	
	Real Estate Activities		
Transportation & Storage			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.63		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles			
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	4.74	



			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.52	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	19.39	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	29.01	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	37.68	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

*Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.*

*The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.*



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period

which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
BTPS	Sovereign	4.24%	Italy
DEUTSCHLAND REP	Sovereign	4.12%	Germany
BTPS 3.85 9/15/2026	Sovereign	3.39%	Italy
FRANCE O.A.T.	Sovereign	3.30%	France
BKO 0.2 6/14/2024	Sovereign	2.65%	Germany
FRANCE O.A.T.	Sovereign	2.56%	France
SPANISH GOV'T	Sovereign	2.22%	Spain
BTPS	Sovereign	2.18%	Italy
REP OF AUSTRIA	Sovereign	2.16%	Austria
BELGIAN GOVT	Sovereign	2.16%	Belgium
NETHERLANDS GOVT	Sovereign	1.99%	Netherlands
BUNDESOBL-120	Sovereign	1.92%	Germany
BTPS	Sovereign	1.24%	Italy
FRANCE O.A.T.	Sovereign	1.13%	France
SPANISH GOV'T	Sovereign	1.08%	Spain



**Asset allocation** describes the share of investments in specific assets.

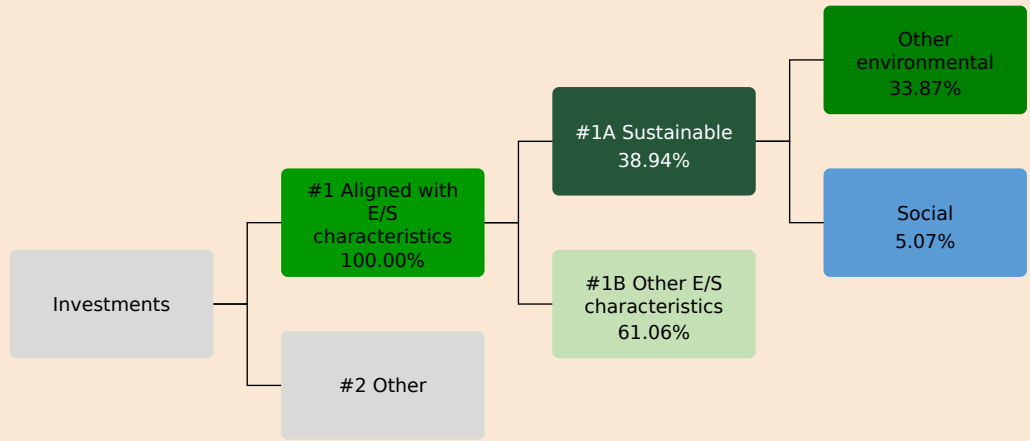
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

100% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	39.64
Communication Services	2.06
Consumer Discretionary	6.00
Information Technology	0.23
Industrials	3.39
Consumer Staples	0.06
Energy	2.94
Real Estate	1.57
Health Care	0.20
Materials	0.63
Utilities	4.45
Sovereign	38.83
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	2.94
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>2.94</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

33.87% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

5.07% of the Fund was invested in socially sustainable investments



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Euro Ultra-Short Term Debt Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**





The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	3,849.97	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		849.94	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		72,730.13	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		77,430.03	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	438.09	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,177.18	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	59.40	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	13.81	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	1.35	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	1.82	
	Manufacturing	0.31	
	Mining & Quarrying	1.17	
	Real Estate Activities	0.12	
Transportation & Storage	0.13		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	2.43	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.06	Adjusted weighted average per issuer in the fund's emissions to water generated by investee

			companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.13	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	29.00	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	24.21	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	37.51	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
MAR 04 24	Financials	2.01%	France
ANZ 3.652 1/20/2026	Financials	1.62%	Australia
SOCIETE GENERALE	Financials	1.40%	France
QNB-LDN -0.35	Financials	1.33%	Qatar
KIMBERLY-CLARK	Consumer Staples	1.24%	United States
TOYOTA 3.375 26	Consumer Discretionary	1.22%	Netherlands
HSBC FRANCE	Financials	1.20%	France
LONDON STOCK EX	Financials	1.15%	United Kingdom
DZ BANK AG	Financials	1.09%	Germany
THERMO FISHER	Health Care	1.06%	United States
TD FLT 1/20/2025	Financials	1.02%	Canada
ASML 3.5 12/6/2025	Information Technology	1.02%	Netherlands
OCT 17 23	Financials	0.95%	Australia
PEP 0.25 5/6/2024	Consumer Staples	0.93%	United States
FEB 02 24	Financials	0.93%	Sweden



**Asset allocation**  
describes the share of  
investments in specific  
assets.

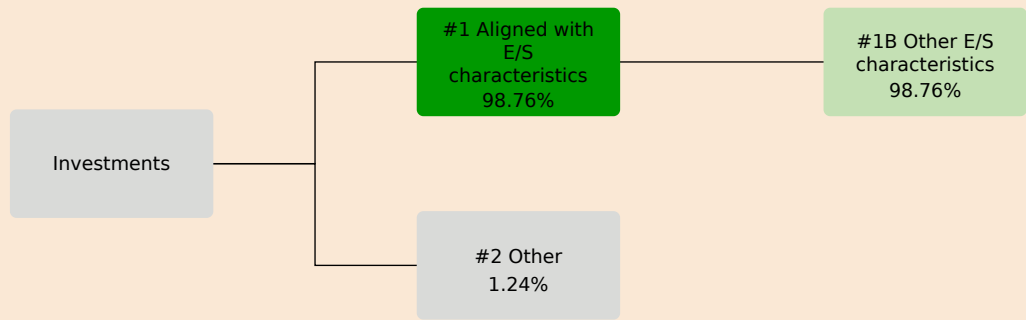
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

98.76% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.24% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	59.20
Communication Services	1.77
Consumer Discretionary	6.39
Information Technology	2.45
Industrials	6.56
Consumer Staples	6.28
Energy	1.15
Real Estate	0.64
Health Care	4.30
Materials	1.04
Utilities	5.96
Sovereign	2.14
Unclassified	0.88
Cash & Others/Derivatives	1.24
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	1.15
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>1.15</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

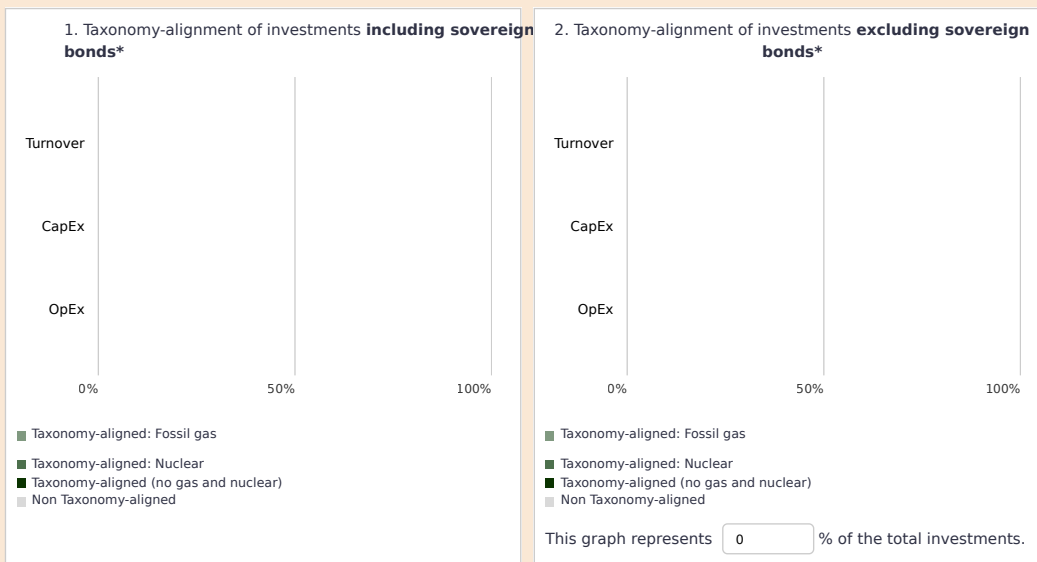
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

No Applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1. 24% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



### What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



### How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Global Convertible Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 25th of November 2023. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1.GHG Emissions	2,113.40	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		255.36	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		12,282.75	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		14,651.50	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	1,007.37	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	3,401.01	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.56	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	71.02	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	22.13		
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector	
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.00		
	Electricity, Gas, Steam & Air Conditioning Supply	2.79		
	Manufacturing	1.04		
	Mining & Quarrying	0.96		
	Real Estate Activities	0.10		
	Transportation & Storage	4.71		
	Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
	Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.04		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	4.35		Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas

			where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.02	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.64	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	55.41	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	31.47	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	30.51	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during

the reference period which is: From the 1st of March 2023 to the 25th of November 2023. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
BANK OF AMER CRP	Financials	3.24%	United States
WELLS FARGO CO	Financials	2.71%	United States
AMERICA MOVIL BV	Communication Services	1.89%	Netherlands
SOUTHWEST AIR	Industrials	1.62%	United States
SAFRAN SA	Industrials	1.43%	France
FORD MOTOR CO	Consumer Discretionary	1.36%	United States
VIRGIN MONEY	Financials	1.34%	United Kingdom
STMICROELECTRON	Information Technology	1.28%	Switzerland
BARCLAYS PLC	Financials	1.28%	United Kingdom
SINGAPORE AIR	Industrials	1.28%	Singapore
AIRBNB INC	Consumer Discretionary	1.24%	United States
PALO ALTO NET	Information Technology	1.19%	United States
WBD 3.755 3/15/2027	Communication Services	1.17%	United States
NEXTERA ENERGY	Utilities	1.17%	United States
MONDELEZ INTL	Consumer Staples	1.15%	Netherlands



**Asset allocation** describes the share of investments in specific assets.

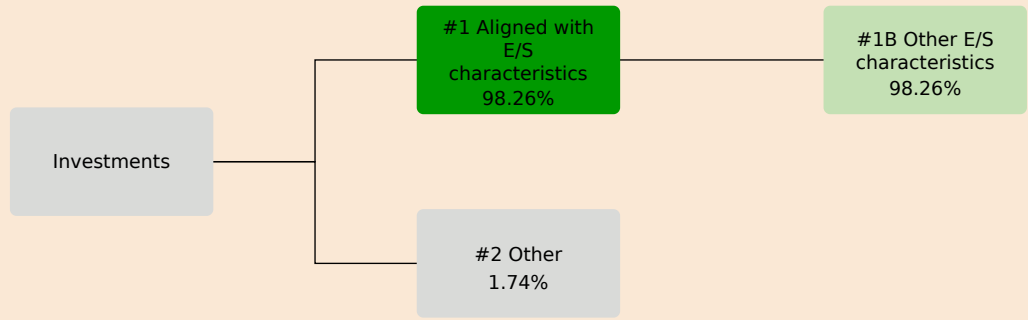
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

#### ● What was the asset allocation?

98.26% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.74% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds that are not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

The below table shows the GICS sector breakdown - The data is representative of the reference period.

Sector (GICS)	Weight %
Financials	19.41
Communication Services	13.09
Consumer Discretionary	16.12
Information Technology	14.99
Industrials	13.07
Consumer Staples	1.86
Energy	1.47
Real Estate	2.67
Health Care	7.85
Materials	5.46
Utilities	2.26
Unclassified	0.01
Cash & Others/Derivatives	1.74
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.56
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.52
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.39
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>1.47</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



#### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.



**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

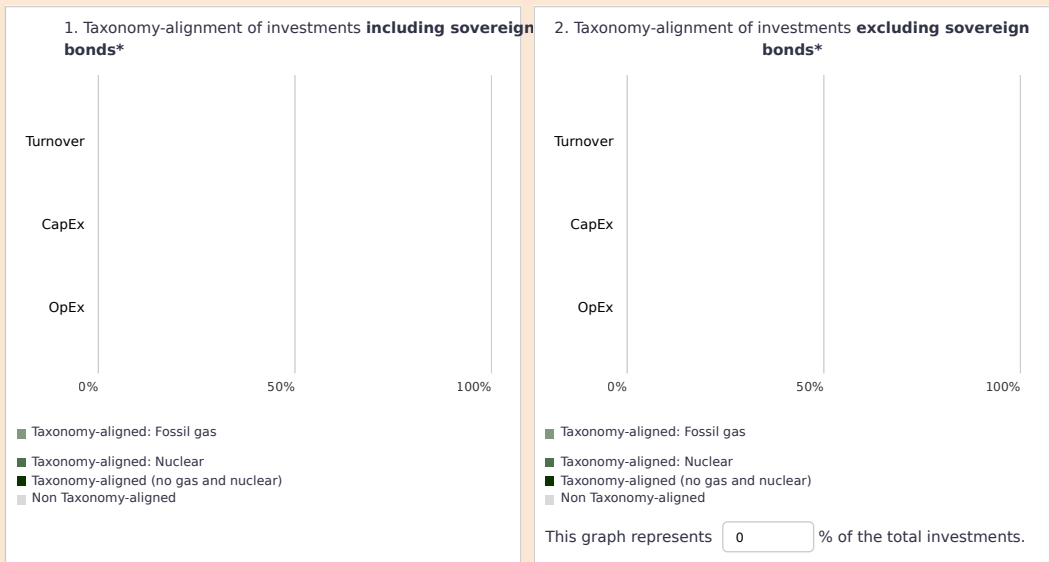
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes

In fossil gas       In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.74% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



## How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Global Flexible Bond Fund

Legal entity identifier: 549300J4D4FCQ7CRC52

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Did this financial product have a sustainable investment objective?	
<p><input checked="" type="radio"/> <input type="radio"/> <input type="checkbox"/> <b>Yes</b></p> <p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input checked="" type="radio"/> <input type="radio"/> <input checked="" type="checkbox"/> <b>No</b></p> <p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Global Flexible Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	1,616.08	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		154.22	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		8,512.19	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		10,282.49	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	407.20	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	905.07	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.66	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	59.89	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	27.58	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.57	
	Construction	0.12	
	Electricity, Gas, Steam & Air Conditioning Supply	3.86	
	Manufacturing	0.81	
	Mining & Quarrying	2.41	
	Real Estate Activities	0.08	
Transportation & Storage	1.65		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.01		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	6.87	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.31	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.40	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee</b>	10. Violations fo UN	0.00	Share of investments in investee

<b>matters</b>	Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises		companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	29.46	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	22.99	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	37.08	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CHINA GOVT BOND	Sovereign	4.72%	China
BRAZIL NTN-F	Sovereign	3.34%	Brazil
MEXICAN BONOS	Sovereign	3.14%	Mexico
FN CB6874	Financials	2.12%	United States
FN CB6096	Financials	2.05%	United States
EUROPEAN UNION	Financials	1.66%	Belgium
RY 5 1/24/2028	Financials	1.43%	Canada
FR SD2184	Financials	1.42%	United States
JAPAN GOVT 40-YR	Sovereign	1.39%	Japan
FR SD2190	Financials	1.36%	United States
FR RA9857	Financials	1.35%	United States
FN CB5897	Financials	1.33%	United States
C FLT 9/29/2026	Financials	1.33%	United States
FR SD1966	Financials	1.32%	United States
US TREASURY N/B	Sovereign	1.25%	United States



**Asset allocation** describes the share of investments in specific assets.

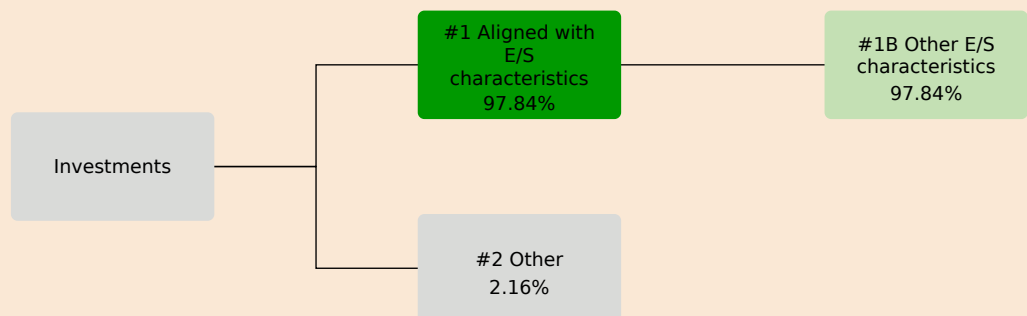
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

97.84% of the Fund's NAV was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

2.16% of the Fund's NAV was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.



● In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	45.64
Communication Services	4.13
Consumer Discretionary	3.11
Information Technology	0.00
Industrials	4.57
Consumer Staples	0.87
Energy	5.73
Real Estate	0.43
Health Care	0.87
Materials	2.44
Utilities	3.34
Sovereign	25.05
Unclassified	1.66
Cash & Others/Derivatives	2.16
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.67
10101020	Oil & Gas Equipment & Services	0.61
10102010	Integrated Oil & Gas	2.56
10102020	Oil & Gas Exploration & Production	0.12
10102030	Oil & Gas Refining & Marketing	0.45
10102040	Oil & Gas Storage & Transportation	1.32
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>5.73</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.



● To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

● Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

Yes

In fossil gas

In nuclear energy

No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.

- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



● **What was the share of socially sustainable investments?**

Not applicable.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

2.16% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



● **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

- ***How does the reference benchmark differ from a broad market index?***

Not applicable.

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?***

Not applicable.

- ***How did this financial product perform compared with the reference benchmark?***

Not applicable.

- ***How did this financial product perform compared with the broad market index?***

Not applicable.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Global High Yield Short Term Bond Fund

Legal entity identifier: 549300DYS8LWU15Z0036

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It promoted E/S characteristics, but **did not make any sustainable investments**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Invesco Global High Yield Short Term Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	103,094.40	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		6,231.11	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		72,175.23	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		181,500.73	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	4,596.09	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,400.31	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	3.61	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	84.42	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	23.35	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.13	
	Electricity, Gas, Steam & Air Conditioning Supply	1.95	
	Manufacturing	2.02	
	Mining & Quarrying	1.55	
	Real Estate Activities	0.26	
Transportation & Storage	3.98		
Water Supply, Sewerage, Waste Management & Remediation Activities	1.10		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.03		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	5.75	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	1.59	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

	(OECD) Guidelines for Multinational Enterprises		
	11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	45.57	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	5.62	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	27.30	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
RBACN 6.75 3/15/2028	Industrials	2.07%	United States
LITHIA MOTORS	Consumer Discretionary	2.02%	United States
ALLISON TRANS	Consumer Discretionary	1.84%	United States
CAMELOT FINANCE	Information Technology	1.82%	Luxembourg
CCL 10.375 5/1/2028	Consumer Discretionary	1.78%	Bermuda
RIG 8.375 2/1/2028	Energy	1.67%	Cayman Islands
AMPBEV 6 6/15/2027	Materials	1.67%	United States
PENSKE AUTO GRP	Consumer Discretionary	1.55%	United States
TELECOM ITALIA	Communication Services	1.53%	Italy
SBAC 3.875 2/15/2027	Real Estate	1.52%	United States
SENSATA TECH BV	Industrials	1.50%	United States
ZFFNGR 6.875 28	Consumer Discretionary	1.49%	United States
VIRGIN MEDIA SEC	Communication Services	1.42%	United Kingdom
HOWARD MIDSTREAM	Industrials	1.41%	United States
CLEARWAY ENERGY	Utilities	1.39%	United States



**What was the proportion of sustainability-related investments?**



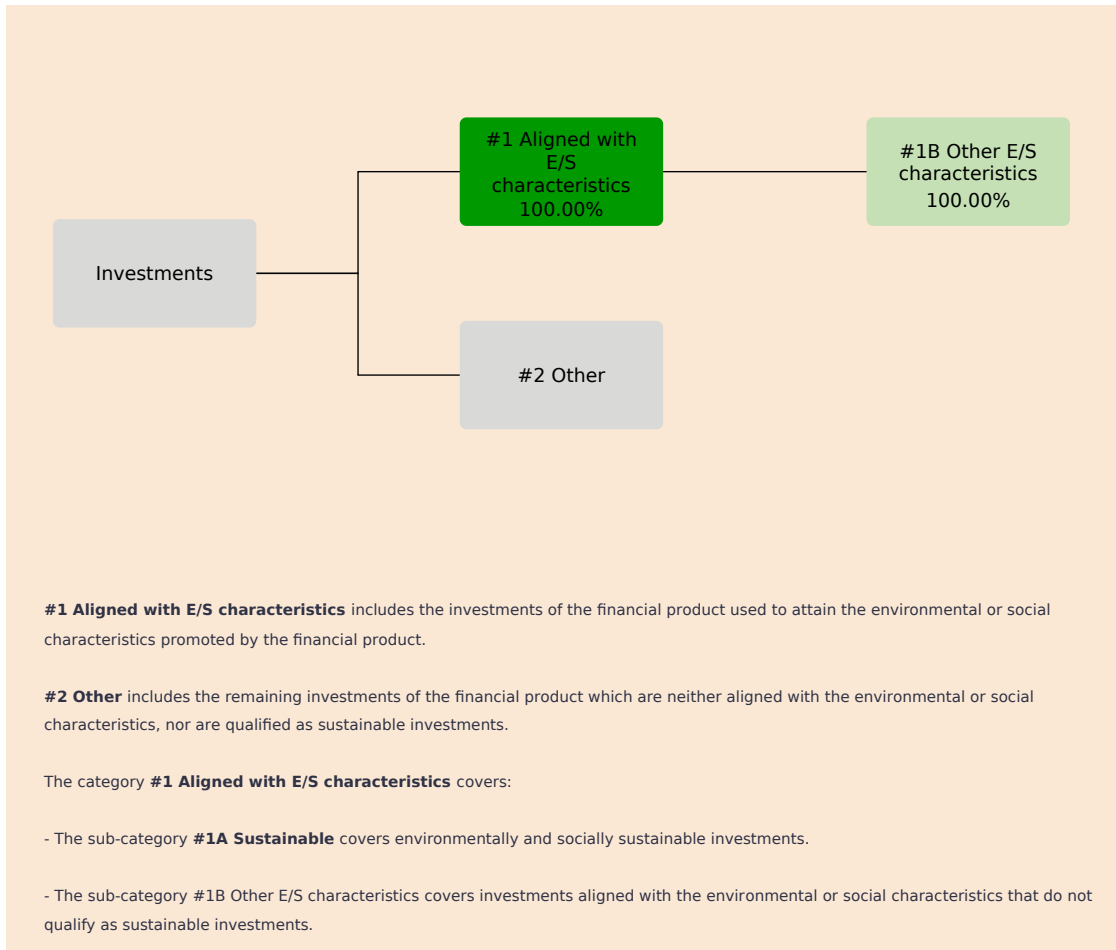
**Asset allocation** describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

100.00% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in other funds not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	5.84
Communication Services	15.10
Consumer Discretionary	23.95
Information Technology	5.79
Industrials	16.94
Consumer Staples	2.25
Energy	9.92
Real Estate	5.50
Health Care	3.45
Materials	9.68
Utilities	1.70
Unclassified	0.06
Cash & Others/Derivatives	-0.18
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.21
10101020	Oil & Gas Equipment & Services	1.53
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	3.55
10102030	Oil & Gas Refining & Marketing	0.53
10102040	Oil & Gas Storage & Transportation	4.10
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>9.92</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

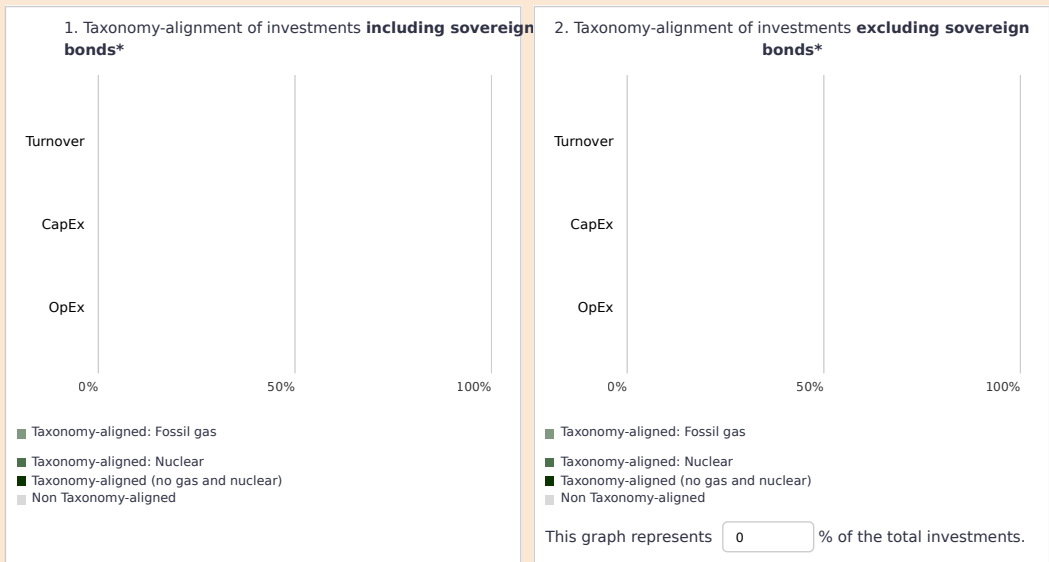
● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes

In fossil gas       In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.00% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



### What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



### How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Global Investment Grade Corporate Bond Fund Legal entity identifier: 54930001G4R8ZUCFAT61

## Environmental and/or social characteristics

**Did this financial product have a sustainable investment objective?**

●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>59.74</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

The Invesco Global Investment Grade Corporate Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
Greenhouse gas emissions	1. GHG Emissions	34,936.89	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		4,435.21	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		255,260.61	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		294,632.71	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	410.69	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,291.67	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.86	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	60.70	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	30.31	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	1.79	
	Manufacturing	0.72	
	Mining & Quarrying	0.86	
	Real Estate Activities	0.50	
	Transportation & Storage	2.98	
	Water Supply, Sewerage, Waste Management & Remediation Activities	0.63	
	Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.02	
7. Activities negatively	8.80	Share of investments in the fund of	
Biodiversity			



	affecting biodiversity-sensitive areas		investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.38	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	36.47	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	22.39	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	38.10	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)		Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
DRESDNER FNDG TR	Financials	0.56%	United States
SEB FLT 12/31/2049	Financials	0.50%	Sweden
NGG FINANCE	Utilities	0.48%	United Kingdom
COVENTRY BDG SOC	Financials	0.43%	United Kingdom
ABBAY NATL PLC	Financials	0.41%	United Kingdom
SOFTBANK GRP COR	Communication Services	0.38%	Japan
NWIDE FLT 59	Financials	0.38%	United Kingdom
DNBNO FLT 2/28/2033	Financials	0.37%	Norway
HSBC CAP FUNDING	Financials	0.37%	Jersey
HOLCIM FINANCE L	Materials	0.37%	Luxembourg
RABOBANK	Financials	0.35%	Netherlands
BNP PARIBAS	Financials	0.35%	France
SWEDA FLT 12/31/2059	Financials	0.34%	Sweden
NWIDE FLT 12/31/2059	Financials	0.34%	United Kingdom
CRED AGRICOLE SA	Financials	0.34%	France



**Asset allocation** describes the share of investments in specific assets.

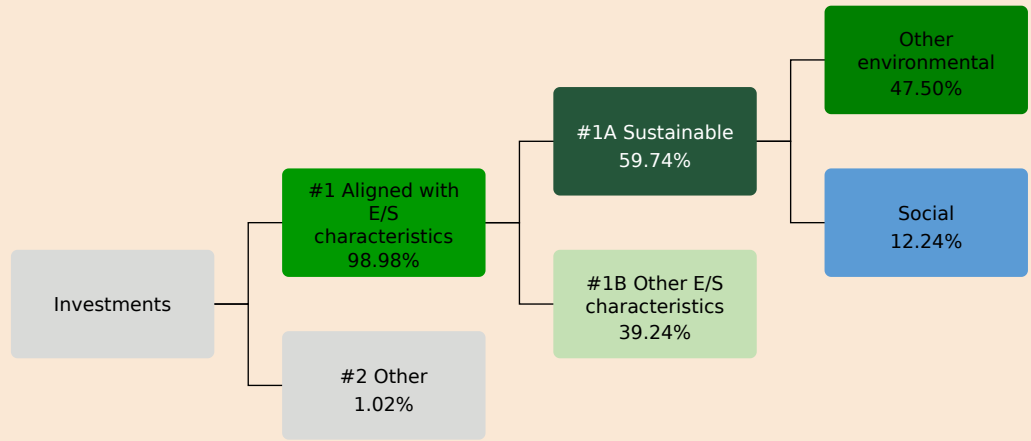
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

98.98% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.02% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in other funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	50.99
Communication Services	8.11
Consumer Discretionary	6.55
Information Technology	1.06
Industrials	3.60
Consumer Staples	2.09
Energy	7.54
Real Estate	1.82
Health Care	6.83
Materials	1.38
Utilities	5.33
Sovereign	3.65
Unclassified	0.03
Cash & Others/Derivatives	1.02
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.26
10102010	Integrated Oil & Gas	4.52
10102020	Oil & Gas Exploration & Production	0.25
10102030	Oil & Gas Refining & Marketing	0.30
10102040	Oil & Gas Storage & Transportation	2.21
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>7.54</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities**



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

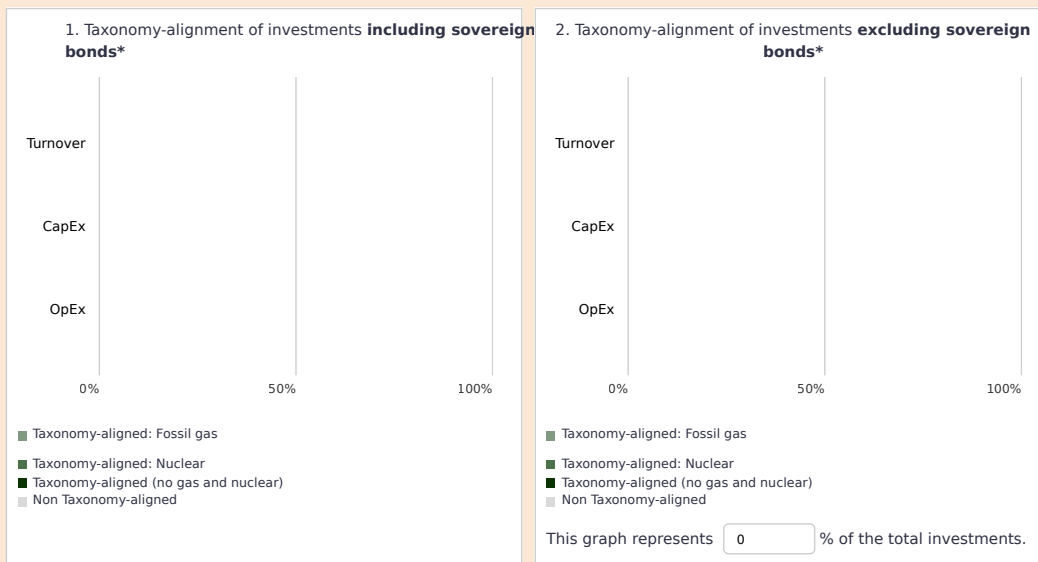
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

47.50% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

12.24% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.02% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Global Total Return (EUR) Bond Fund

Legal entity identifier: ZMS4P807673WXDEHOJ12

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>32.08</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Global Total Return (EUR) Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability</b>	<b>Indicator Performance</b>
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.



From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1.GHG Emissions	35,416.81	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		4,865.53	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		205,435.13	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		245,717.46	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	388.56	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	1,879.24	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	52.75	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	40.77		
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector	
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.00		
	Electricity, Gas, Steam & Air Conditioning Supply	1.99		
	Manufacturing	0.34		
	Mining & Quarrying	0.74		
	Real Estate Activities	1.19		
	Transportation & Storage	0.00		
	Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
	Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.05		
<b>Biodiversity</b>	7. Activites negatively	2.88		Share of investments in the fund of

	affecting biodiversity-sensitive areas		investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.45	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	14.04	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	25.62	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	39.34	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
US TREASURY N/B 3.375 05/15/2033	Sovereign	10.30%	United States
DEUTSCHLAND REP	Sovereign	7.31%	Germany
UK TSY GILT 4.25 06/07/2032	Sovereign	4.01%	United Kingdom
US TREASURY N/B 3.125 11/15/2028	Sovereign	3.50%	United States
TII 0.125 4/15/2025	Sovereign	3.28%	United States
US TREASURY N/B 4.875 11/30/2025	Sovereign	2.84%	United States
UK TSY GILT 0.5 10/22/2061	Sovereign	1.93%	United Kingdom
MEXICAN BONOS	Sovereign	1.78%	Mexico
REP SOUTH AFRICA	Sovereign	1.50%	South Africa
UKT 3.75 10/22/2053	Sovereign	1.25%	United Kingdom
TSY INFL IX N/B	Sovereign	1.14%	United States
US TREASURY N/B 11/15/2030	Sovereign	1.05%	United States
IFC 6.3 11/25/2024	Sovereign	1.04%	United States
TSY INFL IX N/B	Sovereign	0.92%	United States
ISPIM FLT 6/20/2054	Sovereign	0.90%	Italy



**Asset allocation** describes the share of investments in specific assets.

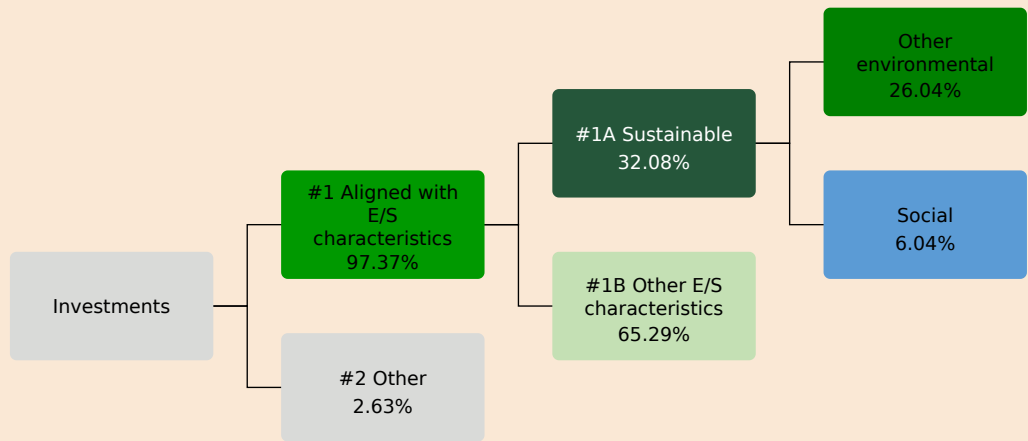
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

#### ● What was the asset allocation?

97.37% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

2.63% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds that are not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	24.86
Communication Services	5.80
Consumer Discretionary	3.32
Information Technology	1.11
Industrials	0.38
Consumer Staples	4.53
Energy	1.38
Real Estate	1.36
Health Care	1.48
Materials	0.27
Utilities	3.40
Sovereign	49.48
Cash & Other/Derivatives	2.63
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.80
10102020	Oil & Gas Exploration & Production	0.28
10102030	Oil & Gas Refining & Marketing	0.30
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>1.38</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other



#### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

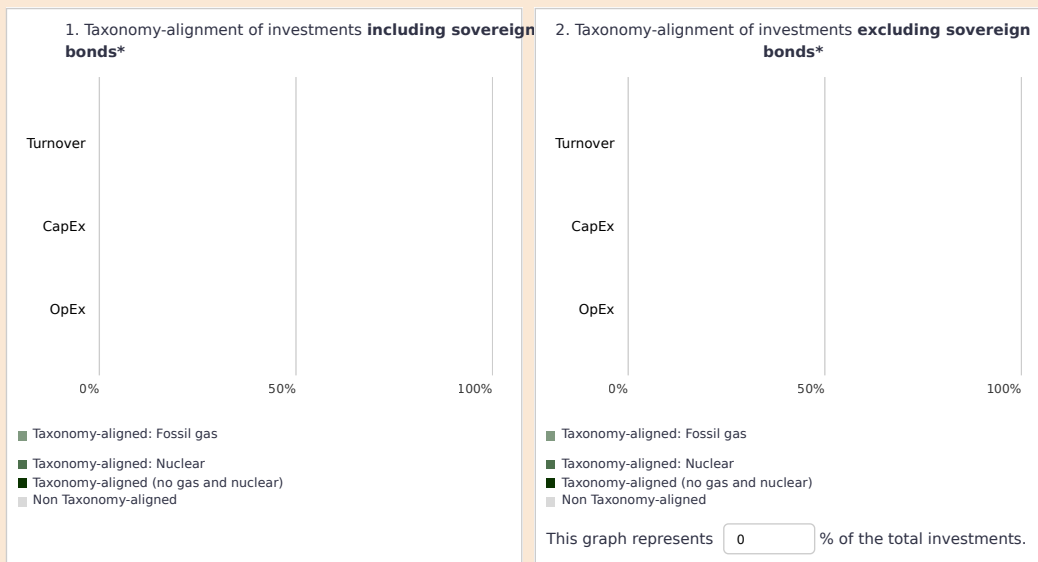
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

26.04% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

6.04% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

2.63% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

● **How does the reference benchmark differ from a broad market index?**  
Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**  
Not applicable.

● **How did this financial product perform compared with the reference benchmark?**  
Not applicable.

● **How did this financial product perform compared with the broad market index?**  
Not applicable.



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

<p><input checked="" type="radio"/> <input type="radio"/> <input type="radio"/> <b>Yes</b></p> <p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="radio"/> <input checked="" type="radio"/> <input type="radio"/> <b>No</b></p> <p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>
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**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco India Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

**How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ of revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1.GHG Emissions	482.99	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		118.89	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		2,469.31	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		3,071.19	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	144.77	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	706.06	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	87.76	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	1.62		
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector	
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.00		
	Electricity, Gas, Steam & Air Conditioning Supply	0.04		
	Manufacturing	0.00		
	Mining & Quarrying	1.75		
	Real Estate Activities	0.00		
Transportation & Storage	0.00			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00			
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00			
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	0.82		Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas

<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.04	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	9.41	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	17.27	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	23.42	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
INDIA GOVT BOND 6.79 12/26/2029	Sovereign	9.04%	India
INDIA GOVT BOND 7.17 04/17/2030	Sovereign	8.32%	India
INDIA GOVT BOND 7.26 02/06/2033	Sovereign	5.88%	India
INDIA GOVT BOND 7.1 04/18/2029	Sovereign	5.63%	India
IGB 7.18 8/14/2033	Sovereign	5.36%	India
IGB 7.06 4/10/2028	Sovereign	4.19%	India
INDIA GOVT BOND 7.41 12/19/2036	Sovereign	4.18%	India
IGB 7.32 11/13/2030	Sovereign	3.66%	India
IGB 7.37 10/23/2028	Sovereign	3.58%	India
INDIA GOVT BOND 7.18 07/24/2037	Sovereign	3.16%	India



**Asset allocation**  
describes the share of  
investments in specific  
assets.

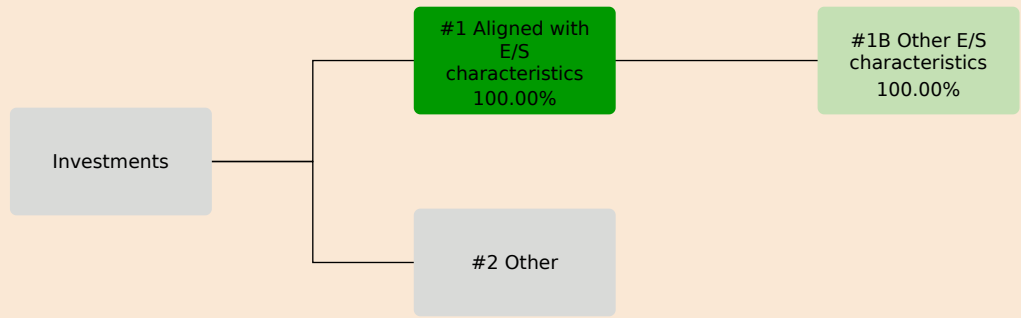
### What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

100% of the Fund was invested in investments that aligned with the environmental and social characteristics of the Fund.

0% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; or was held as cash for ancillary liquidity purposes.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	14.15
Communication Services	0.35
Consumer Discretionary	0.00
Information Technology	0.00
Industrials	0.00
Consumer Staples	0.00
Energy	1.13
Real Estate	0.00
Health Care	0.00
Materials	0.00
Utilities	3.30
Sovereign	81.06
Unclassified	0.01
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	1.13
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>1.13</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.



substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

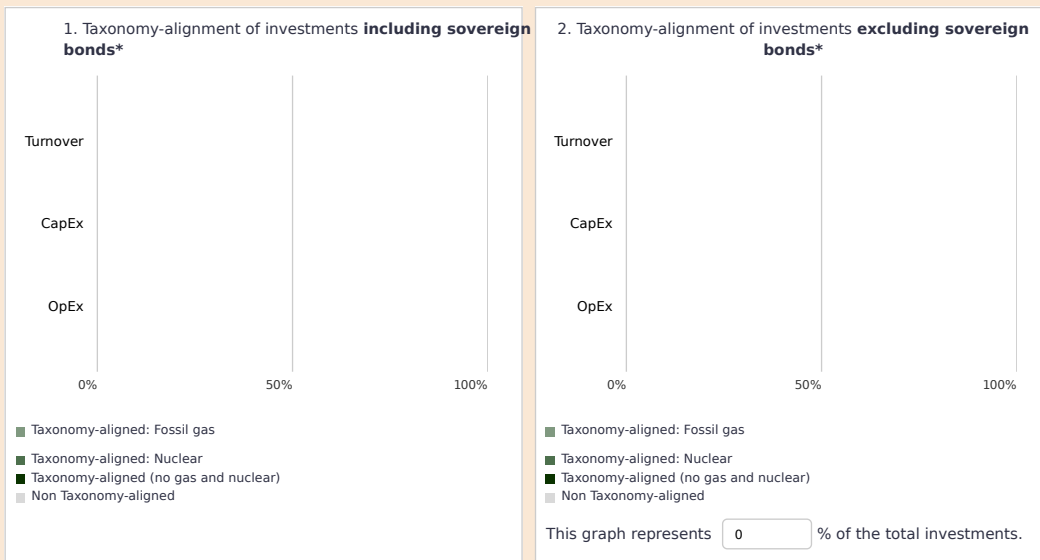
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas     In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



● **What was the share of socially sustainable investments?**

Not applicable.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.00% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



## How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Product name: Invesco Net Zero Global Investment Grade Corporate Bond Fund Legal entity identifier: 549300BPIT4H69PZW547  
Fund

## Sustainable investment objective

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective: 97.97 %**
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective: \_\_\_\_\_ %**

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### To what extent was the sustainable investment objective of this financial product met?

The Invesco Net Zero Global Investment Grade Corporate Bond Fund (the "Fund") aimed to contribute to the goal of achieving global net zero greenhouse gas emissions by 2050 or sooner. The Fund seeks to achieve its sustainable investment objective by investing primarily in investment grade corporate debt securities from global companies which, in the view of the Investment Manager, were in line with the requirements of a Net Zero investment strategy and meet the Fund's environmental, social and governance (ESG) criteria (as further defined below). The Fund invested in sustainable investments which contribute to the environmental objective of climate change mitigation within the meaning of EU Taxonomy.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the sustainable investment objectives.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability Indicator	Indicator Performance
UN Global Compact Compliance principles, excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Extraction, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Power Generation, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from: 1) Arctic oil & gas exploration extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $> 5\%$ of revenue on each component	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological / chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons related products and services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Civilian customers (Assault Weapons) , excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Military / Law Enforcement, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Key Components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Retail / Distribution, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT), excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco products production, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco Products Related Products / Services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling operations, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling specialised equipment, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling supporting products and services, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Production, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Distribution, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in the recreational cannabis industry, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

% of the shares of the portfolio not aligned to the Net Zero framework as of 28 February 2023	0.00%
% of the shares of the portfolio committed to aligning to the Net Zero framework as of 28 February 2023	37.62%
% of the shares of the portfolio aligning to a Net Zero Pathway as of 28 February 2023	37.47%
% of the shares of the portfolio aligned to a Net Zero Pathway as of 28 February 2023	22.21%
% of the shares of the portfolio achieving Net Zero as of 28 February 2023	0%
Weighted revenues to climate solutions in the Fund as of 28 February 2023	3.93%
Temperature alignment of the portfolio vs the global corporate bond market as of 28 February 2023	3.20 vs. 3.27
Portfolio emissions intensity (scope 1 and 2) vs the global corporate bond market as of 28 February 2023	81.38 vs 194.98

● **...and compared to previous periods?**

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
% of the shares of the portfolio not aligned to the Net Zero framework	0.00%	0.00%
% of the shares of the portfolio committed to aligning to the Net Zero framework	44.41%	37.62%
% of the shares of the portfolio aligning to a Net Zero Pathway	33.76%	37.47%
% of the shares of the portfolio aligned to a Net Zero Pathway	21.83%	22.21%
% of the shares of the portfolio achieving Net Zero	0.00%	0.00%
Weighted revenues to climate solutions in the Fund	2.87%	3.93%
Temperature alignment of the portfolio vs the global corporate bond market	2.91 vs. 3.16	3.20 vs. 3.27
Portfolio emissions intensity (scope 1 and 2) vs the global corporate bond market	77.7 vs 200.4	81.38 vs. 194.98

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, such company was excluded from investment in the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet, UN Global Compact principles, based



***How did this financial product consider principal adverse impacts on sustainability factors?***

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI scores for the fund, the data is representative of the reference period:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	522.61	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		63.24	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		3,699.79	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		4,285.64	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	387.19	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	890.42	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	61.33	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	25.25	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	2.23	
	Manufacturing	0.50	
	Mining & Quarrying	1.29	
Real Estate Activities	1.04		
Transportation & Storage	1.43		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.07		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	9.51	
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee

			companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.36	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	31.78	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	14.80	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	38.47	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.



Largest Investments	Sector	% Assets	Country
BFCM 4.753 7/13/2027	Financials	1.46%	France
STANLN FLT 1/9/2029	Financials	1.37%	United Kingdom
UBS 5.959 1/12/2034	Financials	1.36%	Switzerland
HSBC FLT 8/11/2028	Financials	1.36%	United Kingdom
ANZLN 5.548 32	Financials	1.34%	New Zealand
SANTAN 5.294 27	Financials	1.33%	Spain
MACQUARIE BK LTD	Financials	1.32%	Australia
BPCE	Financials	1.31%	France
LLOYDS BK GR PLC	Financials	1.31%	United Kingdom
NDASS 6.625 59	Financials	1.30%	Finland
SEB FLT 12/31/2059	Financials	1.30%	Sweden
SOCIETE GENERALE	Financials	1.28%	France
COVENTRY BDG SOC	Financials	1.24%	United Kingdom
BRITISH TELECOMM	Communication Services	1.20%	United Kingdom
SHBASS FLT 49	Financials	1.19%	Sweden



**Asset allocation**  
describes the share of  
investments in specific  
assets.

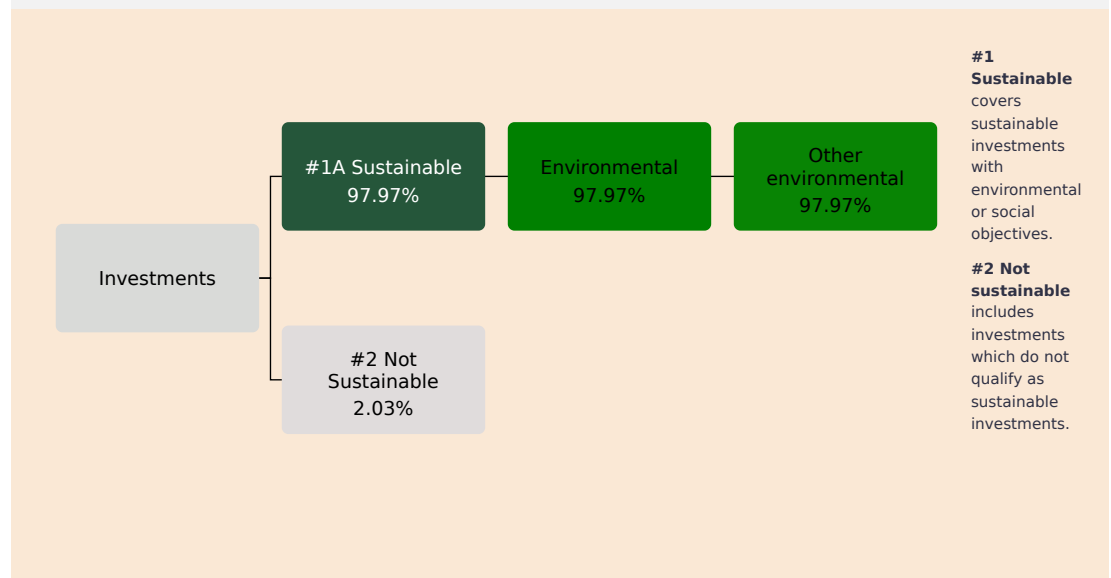
### What was the proportion of sustainability-related investments?

The Fund invested in sustainable investments for at least 90% of its portfolio (#1 Sustainable) contributing to environmental objective by virtue of binding elements of the Fund's investment strategy.

### What was the asset allocation?

97.97% of the Fund was invested in sustainable investments.

1.05% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.



### In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	44.79
Communication Services	11.39
Consumer Discretionary	8.78
Information Technology	1.59
Industrials	3.24
Consumer Staples	4.63
Energy	4.96
Real Estate	0.95
Health Care	10.41
Materials	0.32
Utilities	7.00
Sovereign	0.82
Others/Derivatives	1.05
Unclassified	0.07
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	4.61
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.35
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>4.96</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective

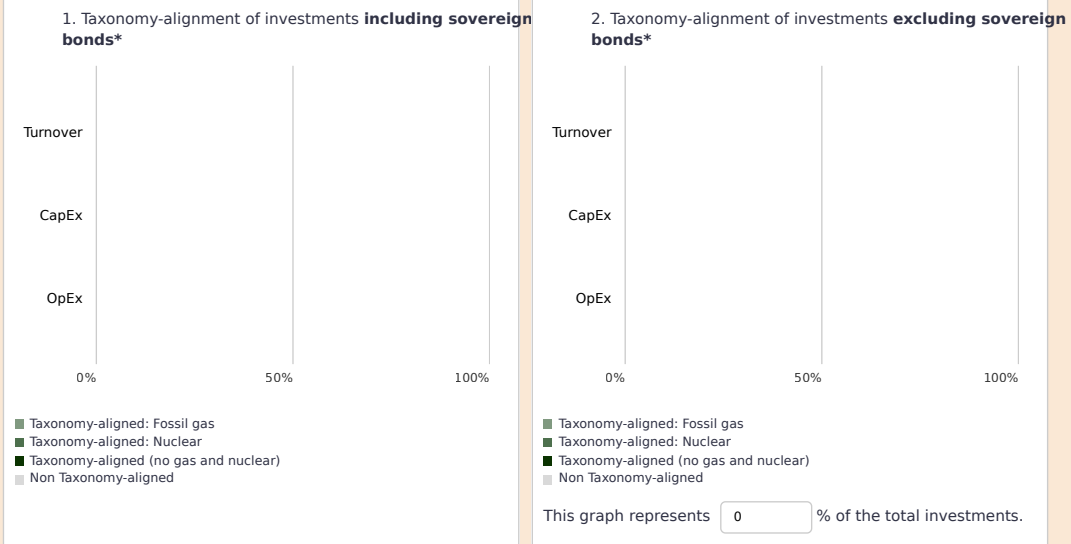
**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting green operational activities of investee companies.

- **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**
  - Yes
    - In fossil gas
    - In nuclear energy
  - No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

- **What was the share of investments made in transitional and enabling activities?**

Not applicable.

- **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

- **What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?**

97.97%. The Investment Manager monitored closely the evolution of the dataset and their reliance and made sustainable investments aligned with EU Taxonomy as the case may have been. It is expected that the investee companies in the Fund would report a degree of alignment with the EU Taxonomy over time while those companies executed and progress on their decarbonization plans.

- **What was the share of socially sustainable investments?**

Not Applicable.

- **What investments were included under "not sustainable", what was their purpose and were there any minimum environmental or social safeguards?**

2.03% of the Fund's asset allocation were included under "Not Sustainable".

The investments included under "Not sustainable" were only ancillary liquid assets as well as investment in some money markets instruments, money market funds, and debt issued by governments or local authorities used to manage Fund duration and liquidity at the overall Fund level.

The Investment Manager applied the minimum environmental and social safeguards as follows:

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do no significant harm to any EU Taxonomy objective – see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

-Where the Fund holds ancillary liquid assets at the depositary of the SICAV, we confirmed that such entity was not involved in any severe controversial activities.

- Where the Fund holds money market instruments, the counterparty to such instruments was not involved in any severe controversial activities.

- Where the Fund holds debt issued by governments or local authorities to manage the liquidity or duration of the Fund, the issuers were not subject to international sanctions (At Invesco we continuously monitor any applicable sanctions, including those imposed by the UN/US/EU and UK. These sanctions may preclude investments in the securities of various governments/regimes/entities and as such will be included in our compliance guidelines and workflows designed to ensure compliance with such sanctions. The wording of international sanctions is something that we pay particular attention to as there are occasions where sanctions can exist in limited form, for example allowing investments in the secondary market)

- Finally, where the Fund invests in money market funds, they complied with article 8 and minimum safeguards were therefore met.

The Fund could use derivatives for hedging which were not assessed against the sustainable investment objective of the Fund, however the counterparty to such derivatives were not involved in any severe controversies.



**What actions have been taken to attain the sustainable investment objective during the reference period?**

We implement a rigorous three-pronged approach to the assessment of our issuers and their disclosures of multiple criteria that informs their transition pathway and attainment of net zero. The first level is a quantitative review that incorporates multiple data metrics from multiple reliable data vendors and institutional organizations; the quantitative model produces an output. We build on that output through our second-level qualitative review that discerns the finite details of the company’s disclosures such as targets, decarbonization strategy, and overall reporting. Our final level is engagement where we have continuous dialogues to best ascertain the company’s momentum and attainment of net zero. Overall, we employ strong due diligence and rigorous review of the issuers we deemed eligible for our fund which helps us evaluate how we move issuers along the transition pathway from committed to aligning to the level of achieving net zero. We also make sure to stay in close communication with the issuers throughout our holding of them within the fund so our analysis is timely and informed.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition to the Fund’s sustainability indicators outlined in the answer to the second question of the report, as part of the Fund’s consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund’s portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 4 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, no consideration plan was developed for any company.



**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

**How did this financial product perform compared to the reference sustainable benchmark?**

Not applicable.

● **How did the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Real Return (EUR) Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	623.50	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		71.75	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		3,303.83	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		3,999.08	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	498.21	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,866.07	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	56.40	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	39.41	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.01	
	Electricity, Gas, Steam & Air Conditioning Supply	2.37	
	Manufacturing	2.17	
	Mining & Quarrying	3.28	
	Real Estate Activities	0.07	
Transportation & Storage	0.11		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.00		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	5.45	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.20	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	2.55	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance	8.18	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for

	with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	18.89	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	39.00	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
DEUTSCHLAND I/L 0.1 04/15/2026	Sovereign	12.97%	Germany
DEUTSCHLAND I/L 0.1 04/15/2033	Sovereign	9.17%	Germany
SPAIN I/L BOND	Sovereign	6.43%	Spain
BTPS I/L 2.35 09/15/2035	Sovereign	6.40%	Italy
FRANCE O.A.T.I/L	Sovereign	4.39%	France
TII 0.125 4/15/2027	Sovereign	4.35%	United States
FRANCE O.A.T.I/L	Sovereign	3.99%	France
BTPS I/L 3.1 09/15/2026	Sovereign	3.85%	Italy



**What was the proportion of sustainability-related investments?**

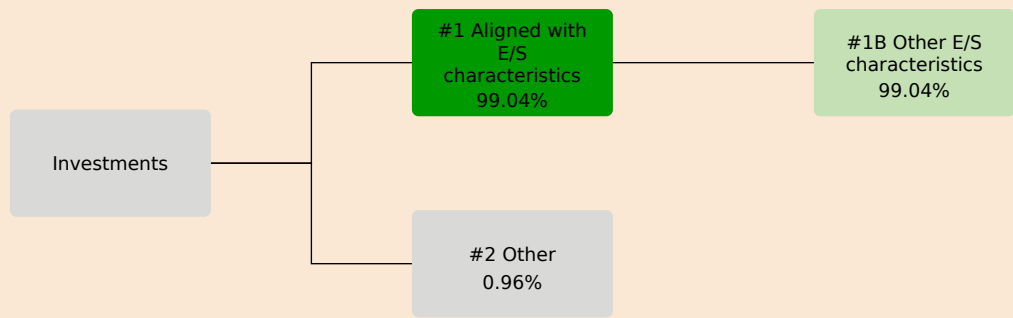
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

99.04% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.96% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds that were not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

### ● In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	20.94
Communication Services	2.47
Consumer Discretionary	1.85
Information Technology	0.00
Industrials	1.08
Consumer Staples	0.47
Energy	2.58
Real Estate	1.84
Health Care	0.74
Materials	1.70
Utilities	3.84
Sovereign	61.52
Cash & Others/Derivatives	0.96
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	2.36
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.23
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>2.59</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



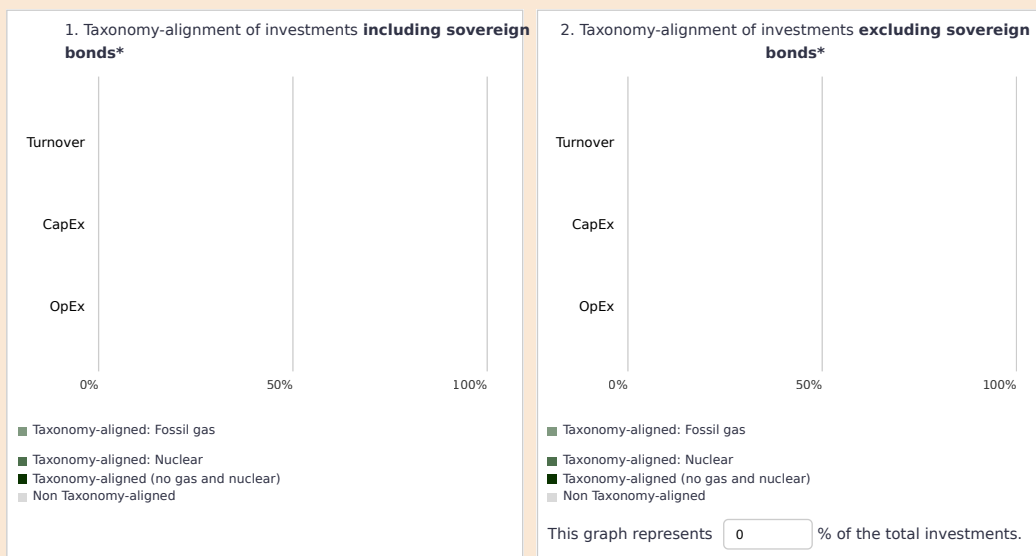
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

- Yes
- In fossil gas  In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

### What was the share of investments made in transitional and enabling activities?

Not applicable.

### How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



### What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

Not applicable.



### What was the share of socially sustainable investments?

Not applicable.



### What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

0.96% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



### **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



### **How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Did this financial product have a sustainable investment objective?	
<p><span style="color: green;">●●</span> <input type="checkbox"/> <b>Yes</b></p> <p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><span style="color: green;">●</span> <input checked="" type="checkbox"/> <b>No</b></p> <p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>66.69</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Sterling Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	9,885.96	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		2,742.78	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		214,842.95	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		227,471.69	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	455.44	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,230.40	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector		% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	52.64	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	33.77	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing		
	Construction	0.01	
	Electricity, Gas, Steam & Air Conditioning Supply	1.42	
	Manufacturing	0.20	
	Mining & Quarrying	0.57	
Real Estate Activities	0.30		
Transportation & Storage			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.64		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.09		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	9.27	
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.05	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and	26.15	Share of investments in investee companies

	compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	23.28	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	40.31	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
F 2.748 6/14/2024	Consumer Discretionary	2.42%	United States
UK TSY I/L GILT	Sovereign	2.39%	United Kingdom
LLOYDS FLT 12/3/2035	Financials	2.20%	United Kingdom
JPMORGAN CHASE	Financials	1.66%	United States
BG ENERGY CAP	Energy	1.25%	United Kingdom
UK TSY GILT	Sovereign	1.25%	United Kingdom
NWIDE 6.125 28	Financials	1.10%	United Kingdom
UKT 3.75 10/22/2053	Sovereign	1.09%	United Kingdom
VOD 5.125 12/2/2052	Communication Services	1.07%	United Kingdom
BPLN 5.773 5/25/2038	Energy	1.02%	United Kingdom
ENELIM 0 4/11/2029	Utilities	1.00%	Netherlands
SANTAN 1.375 24	Financials	0.98%	Spain
BNP FLT 8/18/2029	Financials	0.98%	France
VOLKSWAGEN FIN	Consumer Discretionary	0.97%	Netherlands
NAT GRD ELCT WM	Utilities	0.96%	United Kingdom



**What was the proportion of sustainability-related investments?**

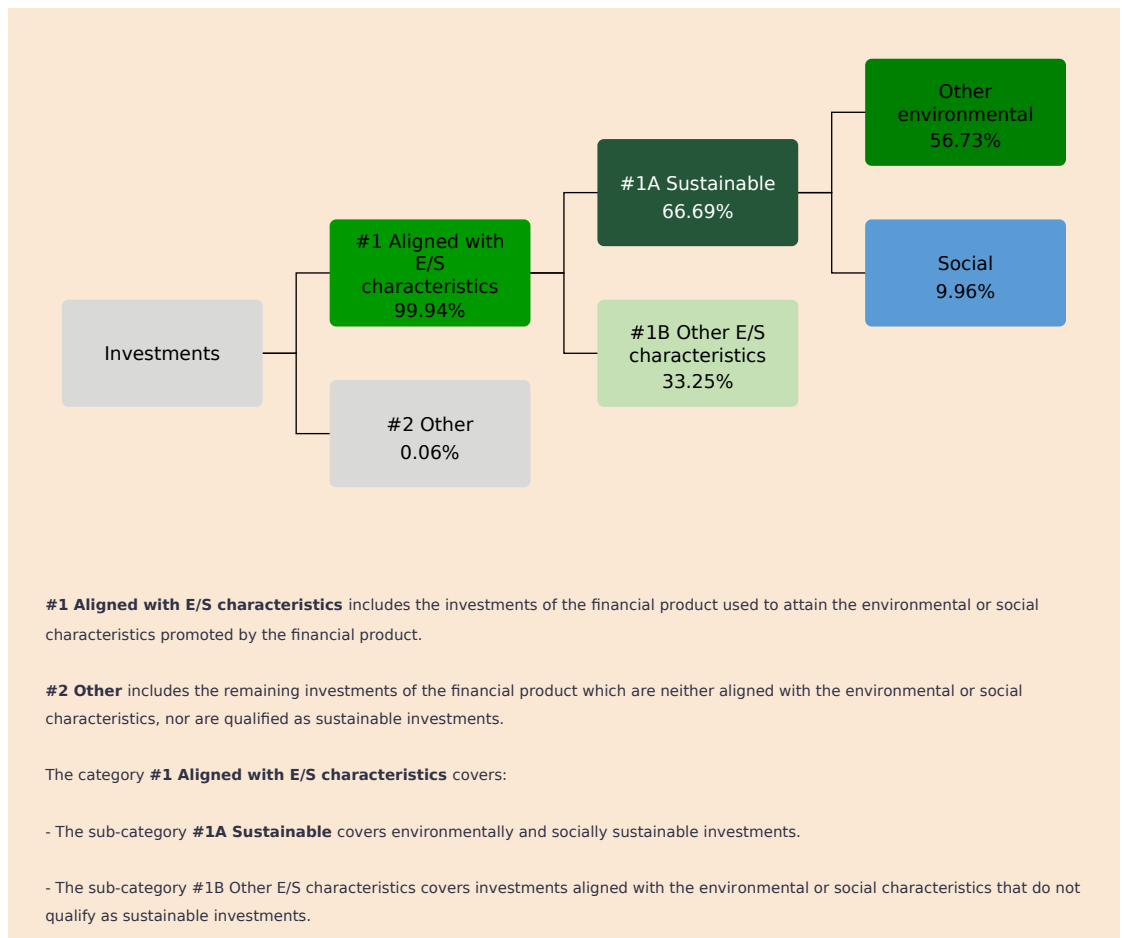
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

99.94% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.06% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in other funds not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	44.29
Communication Services	7.31
Consumer Discretionary	9.61
Information Technology	0.93
Industrials	2.08
Consumer Staples	5.13
Energy	3.82
Real Estate	3.99
Health Care	0.32
Materials	0.18
Utilities	15.30
Sovereign	6.95
Unclassified	0.03
Cash & Others/Derivatives	0.06
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	3.82
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>3.82</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

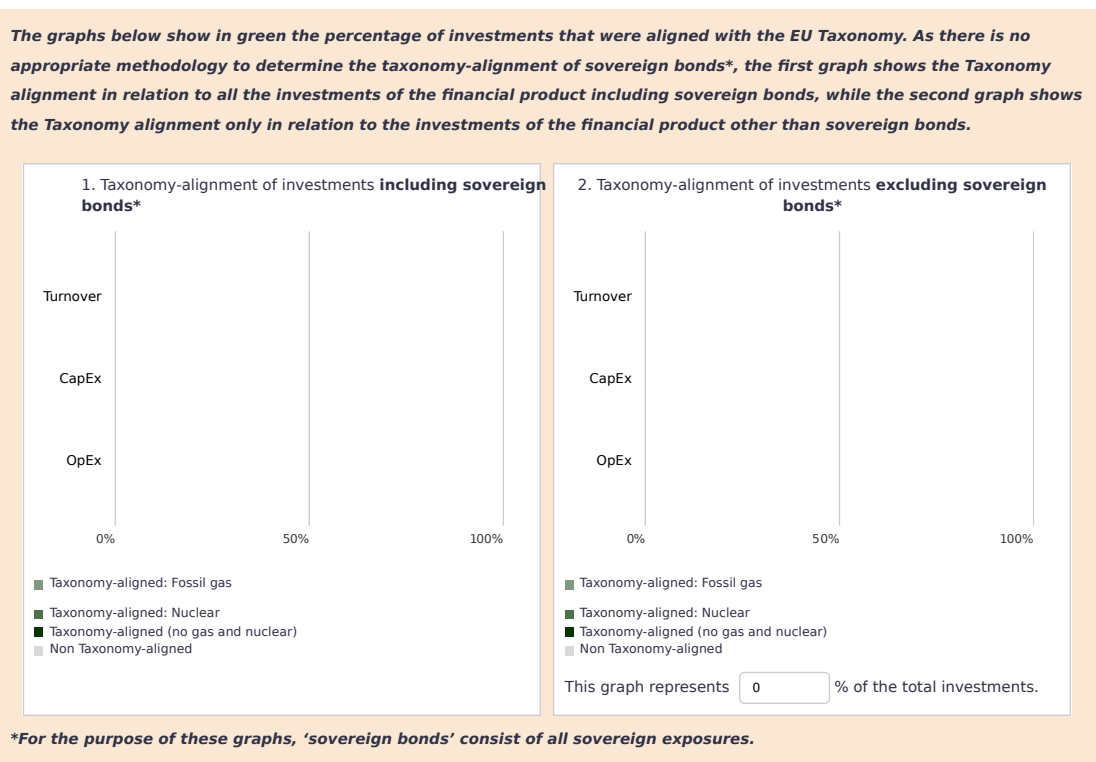
**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

green investments made by investee companies, relevant for a transition to a green economy.

- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

56.73% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.

● **What was the share of socially sustainable investments?**

9.96% of the Fund was invested in socially sustainable investments.

● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.06% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.

➔ **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

### How did this financial product perform compared to the reference benchmark?

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 42.44 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Sustainable China Bond Fund ("the Fund") has various environmental and social characteristics. The Fund excluded certain sectors being considered controversial such as (but not limited to) activities involved in fossil fuel, gambling, adult entertainment, tobacco. The Fund also excluded issuers in violation of the UN Global Compact, based on third-party data and the Investment Manager's analysis and research. The Investment Manager aimed to select issuers which in its view are better positioned than their global sector peers in terms of addressing environmental, social and governance issues. The environmental and social characteristics included consideration of ESG factors such as environmental commitment, human capital management, privacy and data security, business ethics and board engagement. The Fund intended to allocate a higher portion of the portfolio into sustainability labelled bonds, such as green bonds, social bonds, sustainability linked bonds, etc., than the Fund's benchmark (J.P. Morgan Asia Credit China and HK Index).

Finally, the Fund also considered carbon emission with a view to ensuring that the Fund maintained a lower carbon intensity than the Fund's benchmark (as per above).

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability Indicator</b>	<b>Indicator Performance</b>
UN Global Compact principles excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Extraction, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Power Generation, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from: 1) Arctic oil & gas exploration extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $\geq 5\%$ of revenue on each component	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological / chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons related products and services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Civilian customers (Assault Weapons) , excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Military / Law Enforcement, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Key Components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Retail / Distribution, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT), excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco products production, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco Products Related Products / Services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in the recreational cannabis industry, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling operations, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling specialised equipment, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling supporting products and services, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Production, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Distribution, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
% of issuers in each proprietary ESG score	A - 0%; B - 33.8%; C - 56.0%; D - 3.4%; E - 0%
% of issuers with an improving ESG trend	14.70%



● **...and compared to previous periods?**

The sustainability indicators of the Fund have been improving with ESG score and trend aligning towards the higher quality end compared to previous period. Please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
% of issuers in each proprietary ESG score	A - 0%; B - 33.8%; C - 56.0%; D - 3.4%; E - 0%	A - 0%; B - 31.4%; C - 55.5%; D - 2.7%; E - 0%
% of issuers with an improving ESG trend	14.70%	15.90%

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) companies which generate a material part of their revenue, or (iii) green, sustainability and social bonds. The Fund also used a best-in-class approach and selected companies that score higher (scores of 1 or 2 on either environmental or social factors were considered as long as the issuer did not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet, UN Global Compact principles.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



#### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	517.71	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		214.16	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		7,263.38	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		7,995.24	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	502.69	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,277.73	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.48	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	85.22	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	0.36	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.27	
	Electricity, Gas, Steam & Air Conditioning Supply	0.36	
	Manufacturing	5.67	
	Mining & Quarrying	0.00	
	Real Estate Activities	0.10	
	Transportation & Storage	0.59	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.01		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	0.20	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.48	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	69.04	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
12. Unadjusted gender pay gap	23.63	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
13. Board gender diversity	16.82	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
ZHONGSHENG	Consumer Discretionary	2.21%	China
BABA 2.7 2/9/2041	Consumer Discretionary	2.02%	China
CRCC CHENGAN	Industrials	2.02%	Hong Kong
PANVA 4 4/26/2027	Energy	1.90%	Hong Kong
LINK CB LTD	Real Estate	1.86%	Hong Kong
LENOVO 6.536 32	Information Technology	1.82%	China
BOCOM LEASING	Financials	1.67%	Hong Kong
CDBL FUNDING 1	Financials	1.61%	Ireland
CHMEDA 1.875 25	Consumer Staples	1.54%	China
CMINLE 1.75 26	Financials	1.46%	China
AIRPORT AUTH HK	Industrials	1.46%	Hong Kong
ICBCIL 0.000001 24	Financials	1.37%	China
MTRC 1.625 8/19/2030	Industrials	1.34%	Hong Kong
CHINALCO CAPITAL	Materials	1.31%	British Virgin Islands
AIIB 4 5/17/2028	Financials	1.30%	China



**What was the proportion of sustainability-related investments?**

**Asset allocation** describes the share of

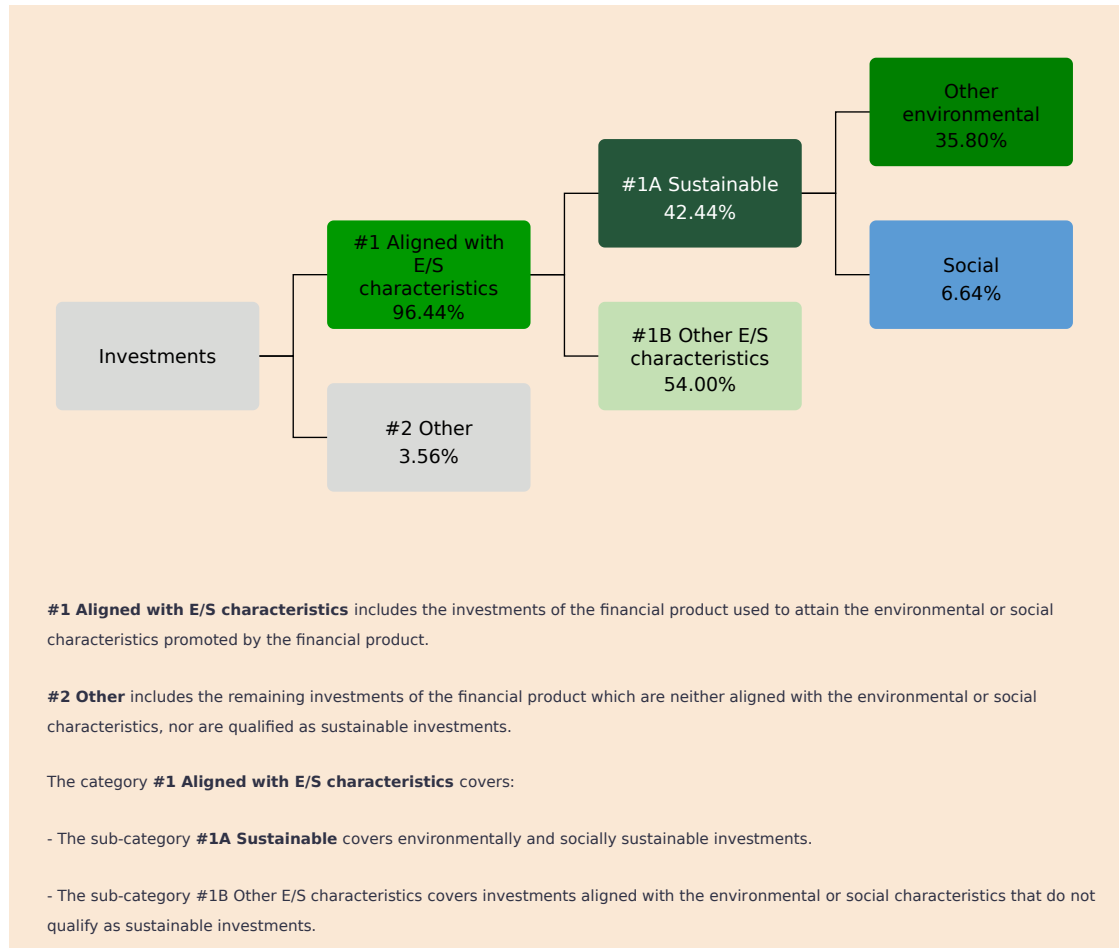
The Fund made investments aligned with the E/S characteristics for a minimum of 90% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 10% was invested in money market instruments or ancillary liquid assets for liquidity

● **What was the asset allocation?**

96.44% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

3.56% of the Fund was invested in financial derivative instruments for investment and/or hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.

42.44% of the Fund was invested in sustainable investments.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	31.88
Communication Services	1.65
Consumer Discretionary	9.74
Information Technology	2.91
Industrials	11.83
Consumer Staples	4.71
Energy	4.14
Real Estate	10.76
Health Care	0.00
Materials	5.84
Utilities	3.96
Sovereign	8.58
Unclassified	0.44
Cash & Other/Derivatives	3.56
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.41
10102020	Oil & Gas Exploration & Production	0.48
10102030	Oil & Gas Refining & Marketing	1.02
10102040	Oil & Gas Storage & Transportation	2.23
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>4.14</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

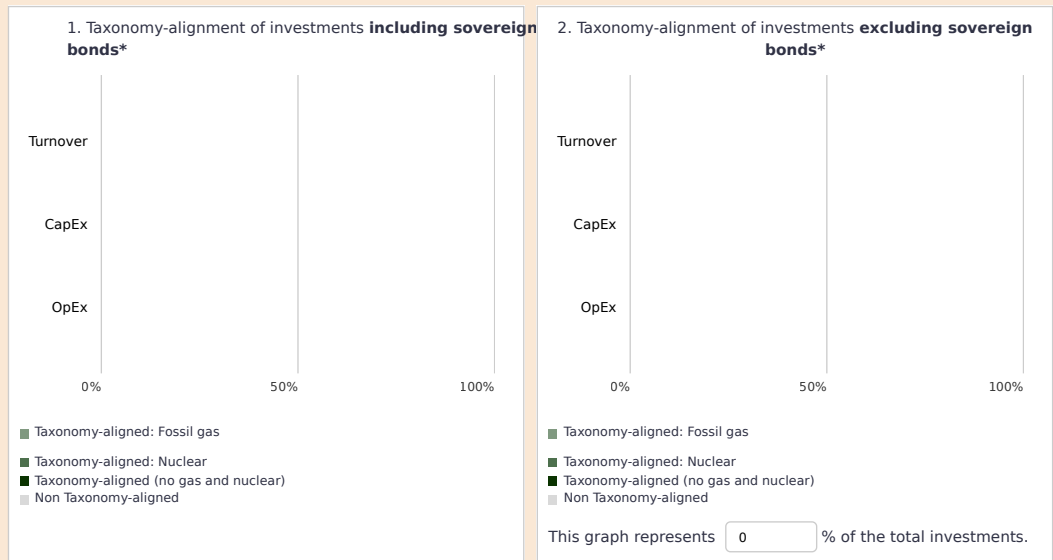
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas     In nuclear energy
- No

*The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*



*\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.*

● **What was the share of investments made in transitional and enabling activities?**

Not applicable

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

35.80%. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



**What was the share of socially sustainable investments?**

6.64% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

As described above, the Fund could hold up to 30% maximum ancillary liquid assets or money market instruments for cash management/liquidity purposes which was not assessed for compliance with the Fund's ESG criteria.

Under normal market conditions, it was expected that the Fund would hold less than 10% in money market instruments and ancillary liquid assets for liquidity purposes.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Due to the neutral nature of the assets, no minimum safeguards were put in place.

The Fund could use derivatives for hedging, efficient portfolio management (EPM) and investment position-taking. Derivatives on indices and counterparties used by the Fund were exempt from the ESG criteria set out above.

This included instruments and counterparties used in the management of the portfolio's duration or yield curve positions, the hedging of non-base currency exposures and the Fund's overall credit risk, as well as active investment exposures taken through derivatives. This is not an exhaustive list but the intention was to ensure that efficient management of the portfolio's risks as well as desired investment exposures delivered efficiently for investors using exchange traded and OTC instruments. The Investment Manager will continue to monitor market developments on sustainability-aligned derivative instruments and will evaluate new instruments as they arise.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the best-in-class approach and the exclusion framework, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition to the Fund's sustainability indicators outlined in the answer to the second question of the report, as part of the Fund's consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 9 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 5 companies.



**How did this financial product perform compared to the reference benchmark?**

The Fund was not compared to a reference benchmark.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

Yes	No
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ % <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>33.88</u> % of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %	<input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Sustainable Global High Income Fund (the "Fund") has various environmental and social characteristics. The Fund excluded certain sectors being considered controversial (such as (but not limited to) activities involved in fossil fuel, gambling, adult entertainment, tobacco). The Fund also excluded issuers in violation of the UN Global Compact based on third-party data and the Investment Manager's proprietary analysis and research. The Investment Manager aimed to select issuers which in its view are better positioned than their global sector peers in terms of addressing environmental, social and governance (ESG) issues. The environmental and social characteristics could include consideration of ESG factors such as environmental commitment, human capital management, privacy and data security, business ethics and board engagement. Finally, the Fund also considered carbon emissions with a view to ensuring that the Fund maintains a lower carbon intensity than the Fund's benchmark (Bloomberg Global High Yield Corporate Index).

The Fund achieved its environmental and social characteristics by applying its exclusion and best-in class approach on an on-going basis.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability Indicator</b>	<b>Indicator Performance</b>
UN Global Compact principles, excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Extraction, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Power Generation, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from: 1) Arctic oil & gas exploration extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $\geq 5\%$ of revenue on each component	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological / chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons related products and services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Civilian customers (Assault Weapons) , excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Military / Law Enforcement, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Key Components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Retail / Distribution, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT), excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco products production, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco Products Related Products / Services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in the recreational cannabis industry, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Production, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Distribution, excluded if excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling operations, excluded if excluded if $> 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling specialised equipment, excluded if excluded if $> 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling supporting products and services, excluded if excluded if $> 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
The Fund's Scope 1 and 2 Carbon intensity (defined as carbon emissions per USD million of revenues) vs the Fund's benchmark (Bloomberg Global High Yield Corporate Index) carbon emission intensity	Fund vs Bmk: 215.41 vs 275.95
% of issuers in each proprietary ESG score	IFI ESG A - 3.28% IFI ESG B - 20.25% IFI ESG C - 67.58% IFI ESG D - 5.13% Other - 3.80%
% of issuers with an improving ESG trend	24.28%,

● ...and compared to previous periods?

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
The Fund's Scope 1 and 2 Carbon intensity (defined as carbon emissions per USD million of revenues) vs the Fund's benchmark (Bloomberg Global High Yield Corporate Index) carbon emission intensity	Fund vs Bmk: 247.2 vs 312.1	Fund vs Bmk: 215.41 vs 275.95
% of issuers in each proprietary ESG score	IFI ESG A - 3.07%	IFI ESG A - 3.28%
	IFI ESG B - 14.60%	IFI ESG B - 20.25%
	IFI ESG C - 66.07%	IFI ESG C - 67.58%
	IFI ESG D - 4.79%	IFI ESG D - 5.13%
	IFI ESG E - 0.00%	IFI ESG E - Not Reported
	Other - 0.00%	Other - 3.80%
% of issuers with an improving ESG trend	26.20%  Note, 1 active breach occurred to the criteria of 'no investment in issuers with an ESG rating lower than D - improving' during the reference period. The breach occurred between 16-22 February 2023. Remedial actions were undertaken to ensure the breach does not reoccur.	24.28%

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund made sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors could be considered as long as the issuer did not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into

account.

***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	166,416.86	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		9,989.12	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		151,073.93	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		327,479.91	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	3,205.01	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,456.78	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	5.62	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	74.29	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	19.73	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.57	
	Construction	0.17	
	Electricity, Gas, Steam & Air Conditioning Supply	2.25	
	Manufacturing	2.38	
	Mining & Quarrying	1.58	
Real Estate Activities	0.21		
Transportation & Storage	3.57		
Water Supply, Sewerage, Waste Management & Remediation Activities	1.09		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.04		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	6.50	

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.11	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.55	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	47.49	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	17.71	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	27.52	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period

which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CAMELOT FINANCE	Information Technology	1.75%	Luxembourg
CSV 4.25 5/15/2029	Consumer Discretionary	1.44%	United States
FORTRESS TRANS	Industrials	1.26%	United States
GPI 4 8/15/2028	Consumer Discretionary	1.26%	United States
DKL 7.125 6/1/2028	Energy	1.22%	United States
CCL 10.375 5/1/2028	Consumer Discretionary	1.16%	Bermuda
VOD FLT 6/4/2081	Communication Services	1.16%	United Kingdom
VMDTEF 3.25 31	Communication Services	1.13%	United Kingdom
MAGLLC 4.875 5/1/202	Consumer Discretionary	1.00%	United States
ENPRO INC	Industrials	0.98%	United States
THC 4.875 1/1/2026	Health Care	0.98%	United States
NMG 7.125 4/1/2026	Real Estate	0.97%	United States
AAL 5.5 4/20/2026	Industrials	0.90%	United States
HUDBAY MINERALS	Materials	0.89%	Canada
SVC 5.5 12/15/2027	Real Estate	0.84%	United States



**Asset allocation** describes the share of investments in specific assets.

### What was the proportion of sustainability-related investments?

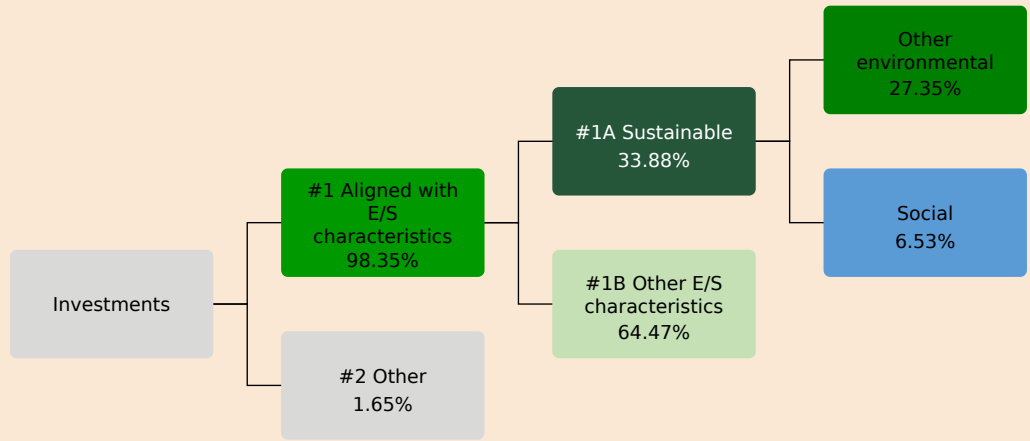
The Fund made investments aligned with the E/S characteristics for a minimum of 90% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 10% was invested in money market instruments or ancillary liquid assets for liquidity management purposes (#2 Other).

### ● What was the asset allocation?

98.35% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.65% of the Fund was invested in financial derivative instruments for investment and hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.

33.88% of the Fund was invested in sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**



GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	14.09
Communication Services	9.99
Consumer Discretionary	20.50
Information Technology	7.00
Industrials	11.60
Consumer Staples	2.25
Energy	12.47
Real Estate	6.54
Health Care	6.26
Materials	5.25
Utilities	1.91
Sovereign	0.46
Unclassified	0.03
Cash & Other/Derivatives	1.65
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	3.24
10101020	Oil & Gas Equipment & Services	0.39
10102010	Integrated Oil & Gas	0.81
10102020	Oil & Gas Exploration & Production	1.93
10102030	Oil & Gas Refining & Marketing	1.04
10102040	Oil & Gas Storage & Transportation	5.06
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>12.47</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management



#### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

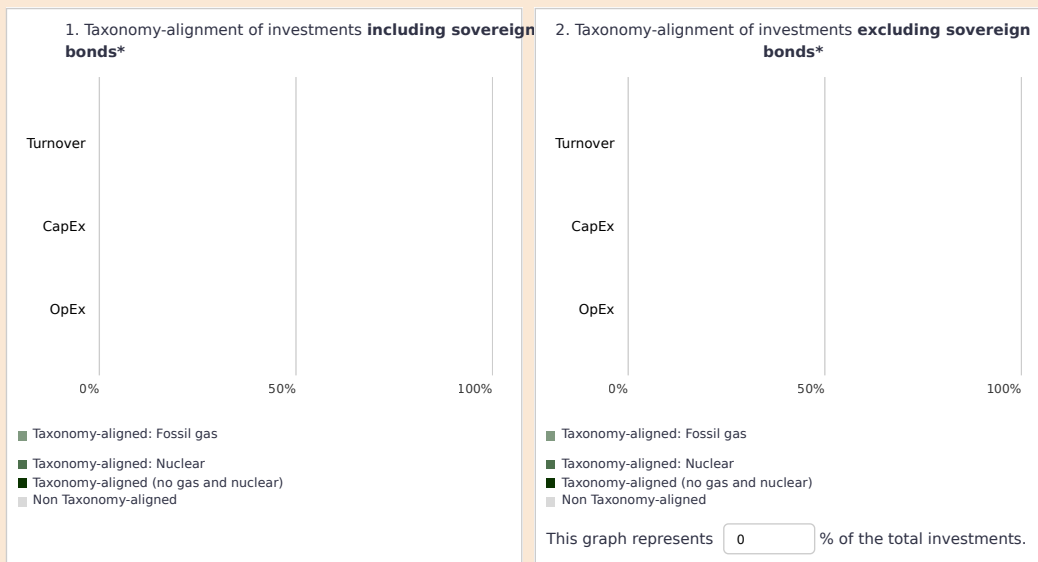
**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:  
- **turnover** reflecting the share of revenue from green activities of investee companies.  
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.  
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
  - In fossil gas
  - In nuclear energy
- No

*The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*



*\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.*

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

27.35% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



**What was the share of socially sustainable investments?**

6.53% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

As described above, the Fund could hold up to 30% maximum ancillary liquid assets or money market instruments for cash management/liquidity purposes which was not assessed for compliance with the Fund's ESG criteria. Under normal market conditions, it was expected that the Fund would hold less than 10% in money market instruments and ancillary liquid assets for liquidity purposes. Due to the neutral

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

nature of the assets, no minimum safeguards were put in place. The Fund could use derivatives for hedging, efficient portfolio management (EPM) and investment position-taking. Derivatives on indices and counterparties used by the Fund were exempt from the ESG criteria set out above. This included instruments and counterparties used in the management of the portfolio's duration or yield curve positions, the hedging of non-base currency exposures and the Fund's overall credit risk, as well as active investment exposures taken through derivatives. This is not an exhaustive list but the intention was to ensure that efficient management of the portfolio's risks as well as desired investment exposures could be delivered efficiently for investors using exchange traded and OTC instruments. The Investment Manager continued to monitor market developments on sustainability-aligned derivative instruments and evaluated new instruments as they arose.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions and the best-in-class approach, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition to the Fund's sustainability indicators outlined in the answer to the second question of the report, as part of the Fund's consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 16 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 9 companies.



**How did this financial product perform compared to the reference benchmark?**

The Fund was not compared to a reference benchmark.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 32.47 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Sustainable Multi-Sector Credit Fund (the "Fund") has various environmental and social characteristics. The Fund excluded certain sectors being considered controversial (such as (but not limited to) activities involved in fossil fuel, gambling, adult entertainment, tobacco). The Fund also excluded issuers in violation of the UN Global Compact based on third-party data and the Investment Manager's proprietary analysis and research. The Investment Manager aimed to select issuers which in its view are better positioned than their global sector peers in terms of addressing environmental, social and governance (ESG) issues. The environmental and social characteristics could include consideration of ESG factors such as environmental commitment, human capital management, privacy and data security, business ethics and board engagement.

Finally, the Fund also considered carbon emission with a view to ensuring that the Fund maintains a lower carbon intensity than the Fund's universe. The Fund's investment universe was defined as its strategic asset allocation inclusive of only those asset classes where there is sufficient data on corporate carbon emission metrics.

The Fund achieved its environmental and social characteristics by applying its exclusion and best-in class approach on an on-going basis.

#### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability Indicator	Indicator Performance
UN Global Compact principles excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Extraction, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Power Generation, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from: 1) Arctic oil & gas exploration extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $\geq 5\%$ of revenue on each component	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological / chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons related products and services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Civilian customers (Assault Weapons) , excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Military / Law Enforcement, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Key Components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Retail / Distribution, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT), excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco products production, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco Products Related Products / Services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in the recreational cannabis industry, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling operations, excluded if excluded if $\geq 10\%$ of revenue	1 active breach occurred to the gambling restriction during the reference period. The breach occurred between 13-May and 19-Oct 2022. Remedial actions were undertaken to ensure the breach does not reoccur.
Gambling specialised equipment, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Gambling supporting products and services, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Production, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Adult Entertainment Distribution, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
% of issuers in each proprietary ESG score	IFI ESG A - 2.48% IFI ESG B - 23.18% IFI ESG C - 67.53% IFI ESG D - 5.53% Other - 1.28%
% of issuers with an improving ESG trend	27.13%
The Fund's Scope 1 and 2 Carbon intensity (defined as carbon emissions per USD million of revenues) vs that of the Fund's investment universe	Fund vs Bmk: 201.60 vs 302.73

● **...and compared to previous periods?**

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

Sustainability Indicator	Indicator Performance 28-Feb-23	Indicator Performance 29-Feb-24
% of issuers in each proprietary ESG score	IFI ESG A - 2.29%	IFI ESG A - 2.48%
	IFI ESG B - 18.55%	IFI ESG B - 23.18%
	IFI ESG C - 66.98%	IFI ESG C - 67.53%
	IFI ESG D - 4.83%	IFI ESG D - 5.53%
	IFI ESG E - 0.00%	IFI ESG E - Not Reported
	Other - Not Reported	Other - 1.28%
% of issuers with an improving ESG trend	27.10% Note, 1 active breach occurred to the criteria of 'no investment in issuers with an ESG rating lower than D - improving' during the reference period. The breach occurred between 16-22 February 2023. Remedial actions were undertaken to ensure the breach does not reoccur.	27.13%
The Fund's Scope 1 and 2 Carbon intensity (defined as carbon emissions per USD million of revenues) vs that of the Fund's investment universe	Fund vs Bmk: 259.8 vs 271.7	Fund vs Bmk: 201.60 vs 302.73

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund made sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors could be considered as long as the issuer did not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered

for investment were screened for compliance with, and excluded if they did not meet UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	24,602.77	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		1,541.08	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		25,637.34	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		51,781.19	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	2,042.66	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,468.09	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	2.48	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	71.70	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	23.78	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	2.57	
	Construction	0.17	
	Electricity, Gas, Steam & Air Conditioning Supply	2.21	
	Manufacturing	2.25	
	Mining & Quarrying	1.49	
	Real Estate Activities	0.17	
Transportation & Storage	3.57		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.87		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.02		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	5.18	



<b>Water</b>	8. Emissions to water	0.11	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.54	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	39.66	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	15.39	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	29.42	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The

data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
AESOP 2022-1A C	Consumer Discretionary	1.86%	United States
GTWICK 4.375 26	Industrials	1.64%	United Kingdom
SDART 2022-3 C	Financials	1.56%	United States
SDART 2022-5 C	Financials	1.46%	United States
G2SF 6 12/1/2053	Financials	1.27%	United States
SAPA 2020-1A B	Financials	1.24%	United States
PLYIM FLT 11/1/2026	Materials	1.07%	United States
Q-PARK HOLDING	Industrials	1.06%	Netherlands
MEDIND 3.875 29	Health Care	1.03%	United States
G2SF 6 3/1/2054	Financials	0.98%	United States
NCMS 2018-TECH C	Financials	0.97%	United States
STENA INTERNATIO	Industrials	0.95%	Luxembourg
CCO HOLDINGS LLC	Communication Services	0.82%	United States
ENFRAG 5.375 30	Utilities	0.81%	Spain
FORD MOTOR CRED	Consumer Discretionary	0.80%	United States



**Asset allocation**  
describes the share of investments in specific assets.

### What was the proportion of sustainability-related investments?

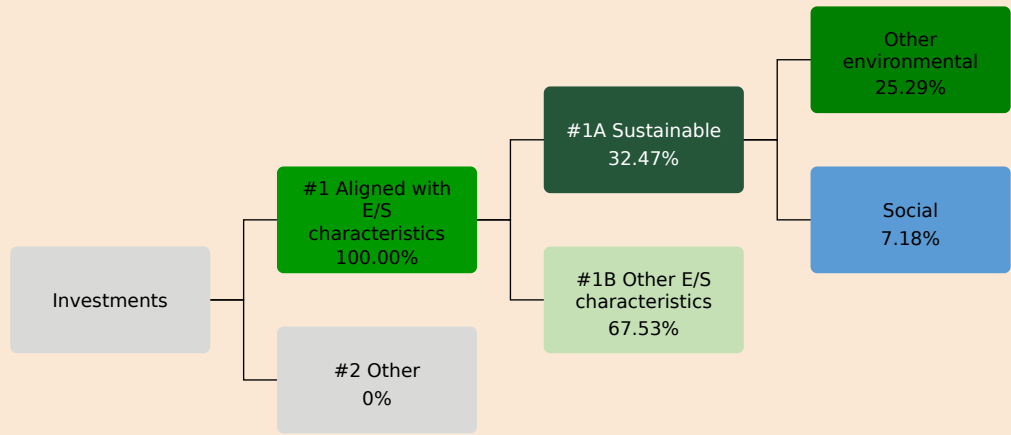
The Fund made investments aligned with the E/S characteristics for a minimum of 70% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 30% was invested in money market instruments or ancillary liquid assets for liquidity management purposes (#2 Other).

### ● What was the asset allocation?

100.00% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.00% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management and investment purposes, cash that was held for ancillary liquidity purposes, or investments in other funds not subject to the same restrictions.

32.47% of the Fund was invested in sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	30.45
Communication Services	6.73
Consumer Discretionary	13.02
Information Technology	3.79
Industrials	11.72
Consumer Staples	2.21
Energy	6.12
Real Estate	3.88
Health Care	4.08
Materials	5.93
Utilities	2.85
Sovereign	8.02
Unclassified	3.63
Cash & Other/Derivatives	-2.43
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	1.41
10101020	Oil & Gas Equipment & Services	0.30
10102010	Integrated Oil & Gas	0.62
10102020	Oil & Gas Exploration & Production	1.34
10102030	Oil & Gas Refining & Marketing	0.74
10102040	Oil & Gas Storage & Transportation	1.71
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>6.12</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

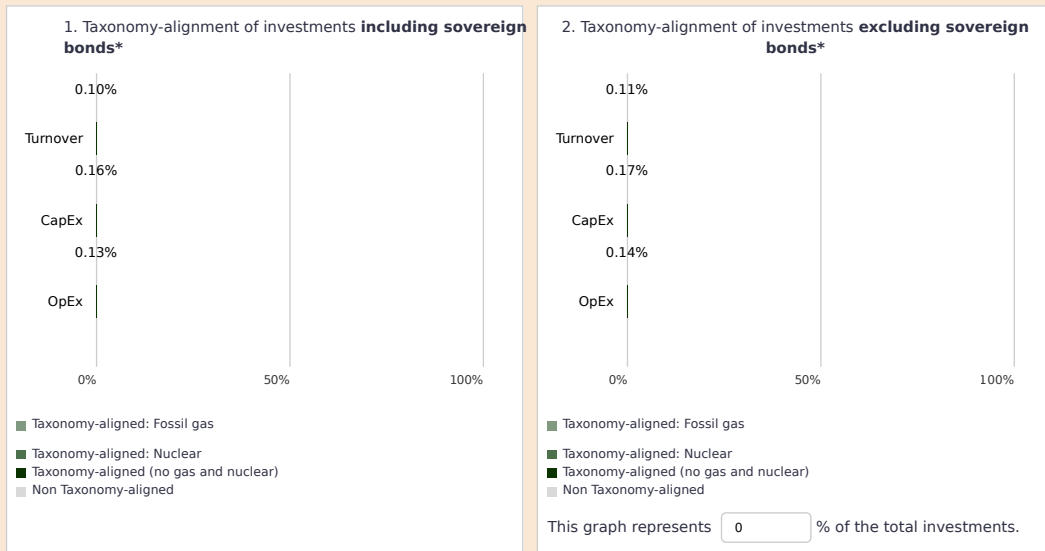
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas     In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

25.29% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



● **What was the share of socially sustainable investments?**

7.18% of the Fund was invested in socially sustainable investments.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

As described above, the Fund could hold up to 30% maximum ancillary liquid assets or money market instruments for cash management/liquidity purposes which was not assessed for compliance with the Fund's ESG criteria. Under normal market conditions, it was expected that the Fund would hold less than 10% in money market instruments and ancillary liquid assets for liquidity purposes. Due to the neutral nature of the assets, no minimum safeguards were put in place. The Fund could use derivatives for

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

hedging, efficient portfolio management (EPM) and investment position-taking. Derivatives on indices and counterparties used by the Fund were exempt from the ESG criteria set out above. This included instruments and counterparties used in the management of the portfolio's duration or yield curve positions, the hedging of non-base currency exposures and the Fund's overall credit risk, as well as active investment exposures taken through derivatives. This is not an exhaustive list but the intention was to ensure that efficient management of the portfolio's risks as well as desired investment exposures could be delivered efficiently for investors using exchange traded and OTC instruments. The Investment Manager continued to monitor market developments on sustainability-aligned derivative instruments and evaluated new instruments as they arose.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions and the best-in-class approach, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition to the Fund's sustainability indicators outlined in the answer to the second question of the report, as part of the Fund's consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 31 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 14 companies.



**How did this financial product perform compared to the reference benchmark?**

The Fund was not compared to a reference benchmark.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Invesco UK Investment Grade Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1. GHG Emissions	429.96	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		65.88	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		3,653.33	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		4,149.17	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	267.85	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	1,004.69	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	52.11	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	30.54		
	6. Energy consumption intensity per high impact climate sector			
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.07		
	Electricity, Gas, Steam & Air Conditioning Supply	2.08		
	Manufacturing	0.73		
	Mining & Quarrying	2.72		
Real Estate Activities	1.18			
Transportation & Storage	0.10			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.64			
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.03			
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	4.90		Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.09		Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.10	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average	
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	
	11. Lack of proceses and compliance mechanisms	14.00	Share of investments in investee companies without policies to monitor compliance with the	

	to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	21.70	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	40.06	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
UK TSY GILT 4.500 SEP 07 34	Sovereign	8.70%	United Kingdom
UK TSY GILT 4.250 DEC 07 40	Sovereign	5.95%	United Kingdom
UK TSY GILT 3.500 JAN 22 45	Sovereign	5.55%	United Kingdom
UK TSY GILT 4.250 SEP 07 39	Sovereign	5.43%	United Kingdom
UK TSY GILT 3.250 JAN 22 44	Sovereign	4.85%	United Kingdom
UK TSY GILT 4.750 DEC 07 38	Sovereign	3.90%	United Kingdom
UK TSY GILT 3.750 JUL 22 52	Sovereign	3.57%	United Kingdom
UK TSY GILT 4.500 DEC 07 42	Sovereign	3.40%	United Kingdom
UK TSY GILT 4.250 DEC 07 46	Sovereign	2.56%	United Kingdom
UK TSY GILT 4.500 JUN 07 28	Sovereign	1.73%	United Kingdom
UBS GROUP	Financials	1.11%	Switzerland
UK TSY GILT 4.250 DEC 07 55	Sovereign	1.09%	United Kingdom
ABNANV 5.125 28	Financials	0.86%	Netherlands
UK TSY GILT 4.000 JAN 22 60	Sovereign	0.84%	United Kingdom
SOCIETE GENERALE	Financials	0.79%	France



**What was the proportion of sustainability-related investments?**

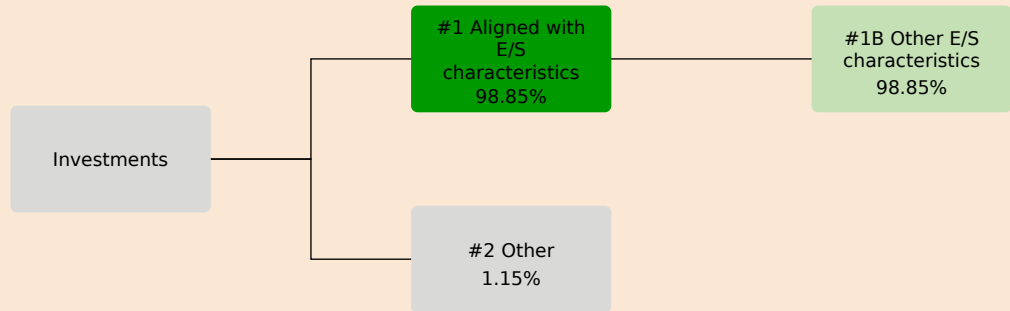
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

98.85% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.15% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

## ● In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	33.46
Communication Services	4.06
Consumer Discretionary	3.13
Information Technology	0.01
Industrials	0.64
Consumer Staples	0.02
Energy	2.55
Real Estate	1.01
Health Care	0.53
Materials	0.23
Utilities	4.55
Sovereign	48.65
Unclassified	0.01
Cash & Others/Derivatives	1.15
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	2.22
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.26
10102040	Oil & Gas Storage & Transportation	0.07
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>2.55</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

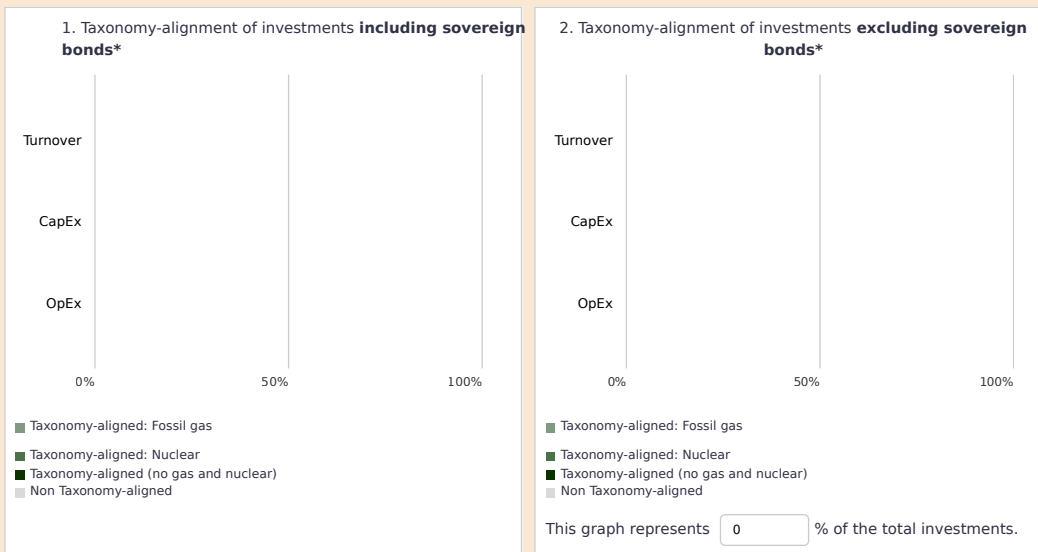
- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

companies, relevant for a transition to a green economy.

- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.15% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_%
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_\_\_%

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_% of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Invesco USD Ultra-Short Term Debt Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.



This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric	
<b>Greenhouse gas emissions</b>	1. GHG Emissions	1,128.45	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)	
		347.51	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)	
		18,076.99	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)	
		19,552.95	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)	
	2. Carbon footprint	319.29	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)	
	3. GHG Intensity of investee companies	868.54	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)	
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue	
	5. Share of non-renewable energy consumption	62.58	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	
	5. Share of non-renewable energy production	20.69		
	6. Energy consumption intensity per high impact climate sector			
	Agriculture, Forestry & Fishing	0.00		
	Construction	0.00		
	Electricity, Gas, Steam & Air Conditioning Supply	2.84		
	Manufacturing	0.13		
	Mining & Quarrying	0.31		
Real Estate Activities	0.65			
Transportation & Storage	1.48			
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00			
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.12			
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	3.50		Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.18		Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.70	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average	
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises	
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD	50.96	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC	

	Guidelines for Multinational Enterprises		principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	22.26	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	34.62	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
KDP 0.75 3/15/2024	Consumer Staples	2.01%	United States
AIG 0.65 6/17/2024	Financials	1.28%	United States
JXN FLT 6/28/2024	Financials	1.22%	United States
AAPL 4.421 5/8/2026	Information Technology	1.21%	United States
MQGAU FLT 10/14/2025	Financials	1.21%	Australia
ING GROEP NV	Financials	1.20%	Netherlands
SANTAN 3.892 24	Financials	1.20%	Spain
KINDER MORGAN	Energy	0.93%	United States
AER 1.15 10/29/2023	Financials	0.93%	Ireland
BNS FLT 6/12/2025	Financials	0.92%	Canada
BMO 4.25 9/14/2024	Financials	0.91%	Canada
PFE 4.65 5/19/2025	Health Care	0.91%	Singapore
BHF FLT 4/12/2024	Financials	0.91%	United States
LLOYDS FLT 1/31/2024	Financials	0.90%	United States
STANLN FLT 2/12/2024	Financials	0.90%	United States



**What was the proportion of sustainability-related investments?**

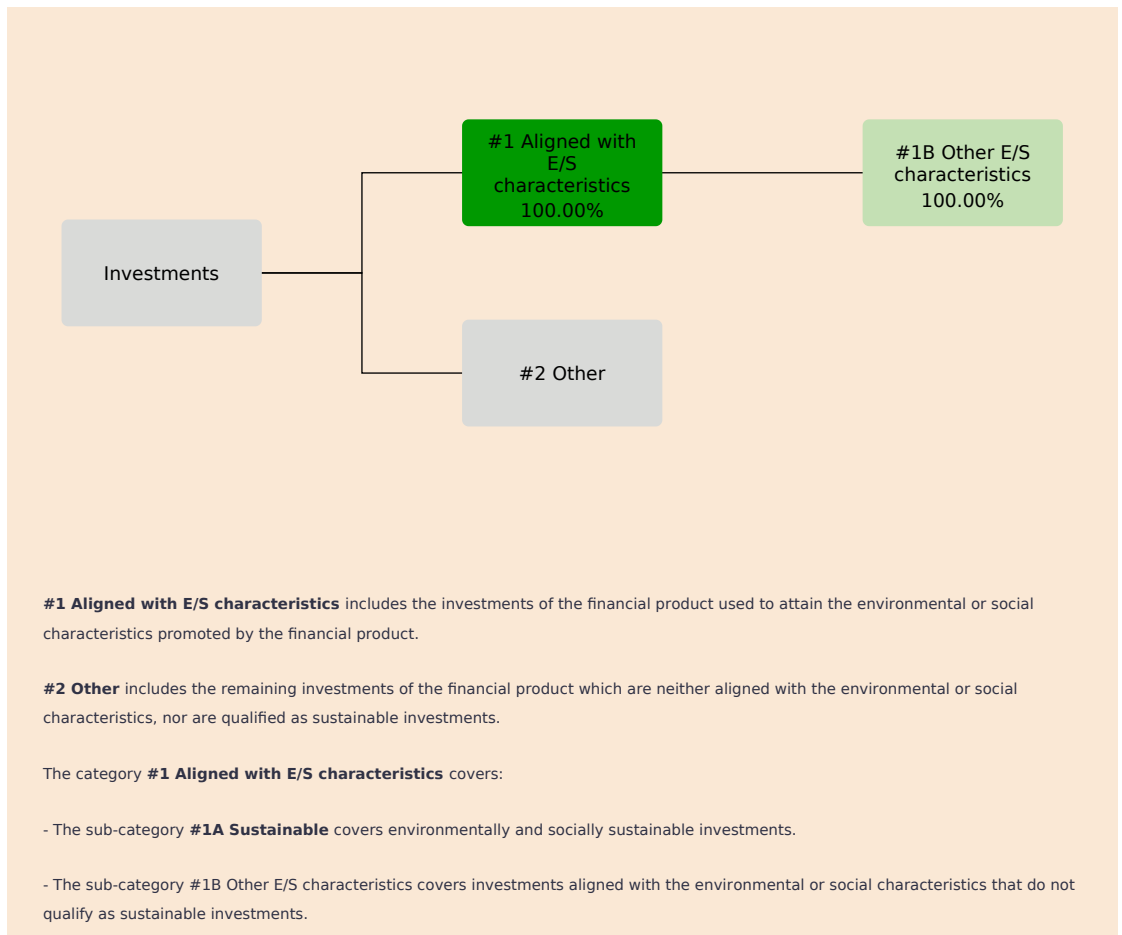
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

100.00% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

0.00% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in other funds that were not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	58.64
Communication Services	3.41
Consumer Discretionary	7.02
Information Technology	3.85
Industrials	3.32
Consumer Staples	4.02
Energy	1.98
Real Estate	4.22
Health Care	5.92
Materials	2.28
Utilities	2.56
Sovereign	2.06
Unclassified	0.86
Cash	-0.14
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	1.98
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>1.98</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

#### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

Yes

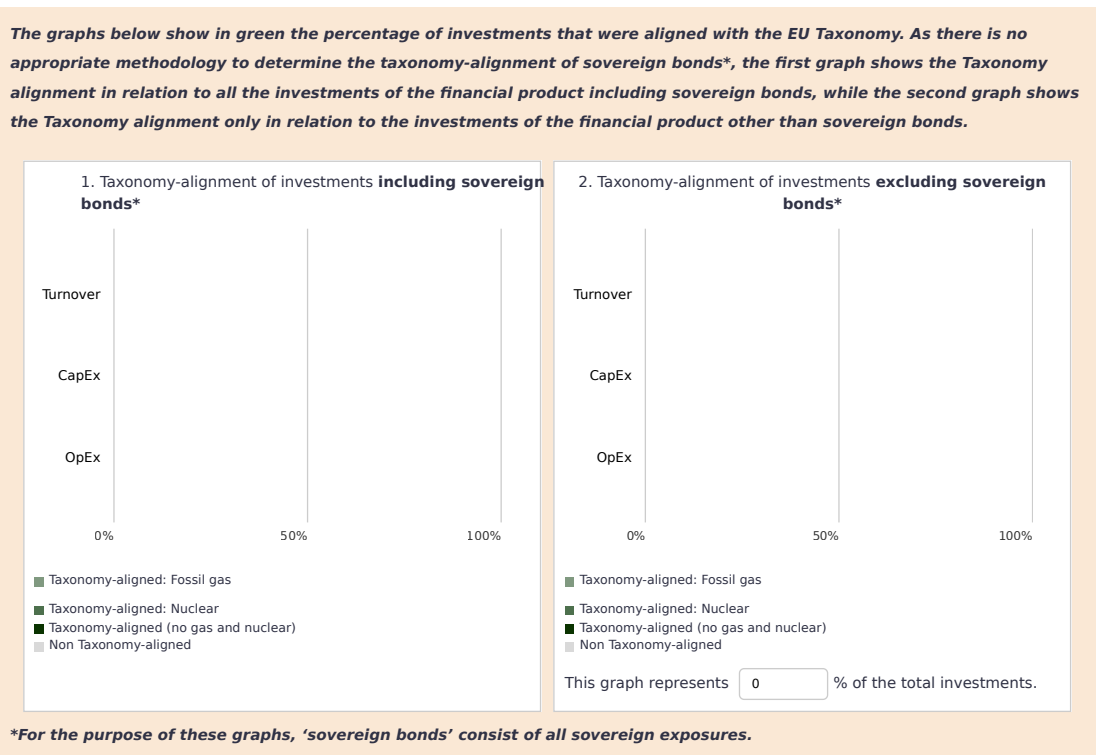
In fossil gas

In nuclear energy

No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- operational expenditure (OpEx) reflects the green operational activities of investee companies.



● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

0.00% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It made **sustainable investments with a social objective:** \_\_\_\_\_ %

- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco US High Yield Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

#### ● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	24,385.38	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		1,480.07	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		22,125.43	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		47,990.87	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	3,059.94	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,396.32	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	5.94	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	81.38	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	16.34	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.09	
	Electricity, Gas, Steam & Air Conditioning Supply	9.24	
	Manufacturing	1.71	
	Mining & Quarrying	1.54	
	Real Estate Activities	0.21	
	Transportation & Storage	3.96	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.83		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.04		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	7.03	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.64	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and	50.97	Share of investments in investee companies

	compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	15.09	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	26.97	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
ENPRO INC	Industrials	1.44%	United States
CSV 4.25 5/15/2029	Consumer Discretionary	1.38%	United States
DKL 7.125 6/1/2028	Energy	1.34%	United States
CCL 10.375 5/1/2028	Consumer Discretionary	1.31%	Bermuda
GPI 4 8/15/2028	Consumer Discretionary	1.29%	United States
ALLISON TRANS	Consumer Discretionary	1.29%	United States
FORTRESS TRANS	Industrials	1.23%	United States
MAGLLC 4.875 5/1/202	Consumer Discretionary	1.22%	United States
VOD FLT 6/4/2081	Communication Services	1.19%	United Kingdom
CAMELOT FINANCE	Information Technology	1.19%	Luxembourg
DNB 5 12/15/2029	Industrials	1.05%	United States
LAD 3.875 6/1/2029	Consumer Discretionary	1.04%	United States
MELCO RESORTS	Consumer Discretionary	1.04%	Hong Kong
TELECOM ITALIA	Communication Services	1.03%	Italy
VMDTEF 3.25 31	Communication Services	1.02%	United Kingdom



**What was the proportion of sustainability-related investments?**

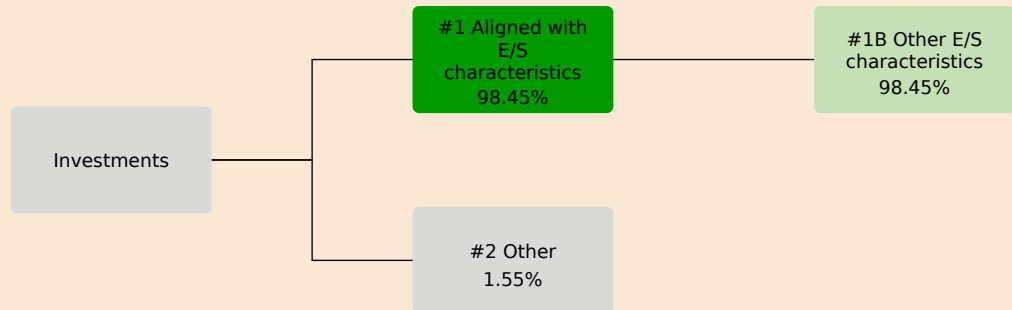
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

98.45% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.55% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	10.00
Communication Services	11.57
Consumer Discretionary	23.29
Information Technology	7.17
Industrials	11.72
Consumer Staples	1.26
Energy	12.87
Real Estate	6.42
Health Care	7.88
Materials	4.15
Utilities	2.07
Unclassified	0.05
Cash & Others/Derivatives	1.55
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	3.40
10101020	Oil & Gas Equipment & Services	0.62
10102010	Integrated Oil & Gas	0.85
10102020	Oil & Gas Exploration & Production	1.96
10102030	Oil & Gas Refining & Marketing	0.65
10102040	Oil & Gas Storage & Transportation	5.39
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>12.87</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.



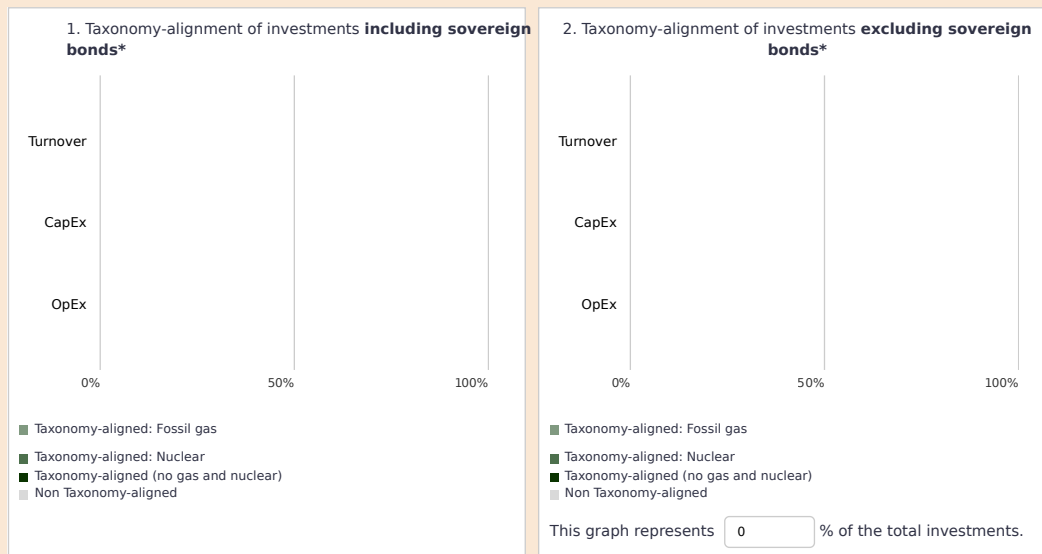
**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes
  In fossil gas
  In nuclear energy
  No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

**What was the share of investments made in transitional and enabling activities?**

Not applicable.

**How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.55% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**● How does the reference benchmark differ from a broad market index?**

Not applicable.

**● How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

**● How did this financial product perform compared with the reference benchmark?**

Not applicable.

**● How did this financial product perform compared with the broad market index?**

Not applicable.



Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco US Investment Grade Corporate Bond Fund Legal entity identifier: 549300EL8T1SPPYVEA25

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of _____ % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul> <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco US Investment Grade Corporate Bond Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact’s principles, based on third-party data and the Investment Manager’s proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**How did this financial product consider principal adverse impacts on sustainability factors?**



The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative review included a review of Invesco's Article 8 and 9 product holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we are aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a qualitative score as to how well they were addressing the poor performance. Those issuers that received the lowest qualitative scores were then identified as engagement targets and were primarily engaged through methods such as letters, meetings, proxy voting. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	405.29	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		72.13	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		2,566.07	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		3,043.50	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	288.50	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,195.45	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	2.27	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	74.34	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	23.63	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	3.48	
	Manufacturing	0.14	
	Mining & Quarrying	1.30	
	Real Estate Activities	0.67	
	Transportation & Storage	2.94	
	Water Supply, Sewerage, Waste Management & Remediation Activities	0.70	
	Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	1.13	
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	5.62	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.04	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and	57.07	Share of investments in investee companies

	compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	14.26	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	32.48	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
SUMIBK 5.464 26	Financials	1.41%	Japan
FABSVJ 5.875 34	Information Technology	1.40%	United States
ENTERPRISE PRODU	Energy	1.22%	United States
F 6.95 6/10/2026	Consumer Discretionary	1.09%	United States
SUMIBK 5.766 33	Financials	1.04%	Japan
ICE 4.6 3/15/2033	Financials	0.94%	United States
HPE 6.102 4/1/2026	Information Technology	0.93%	United States
WBD 6.412 3/15/2026	Communication Services	0.93%	United States
HON 4.25 1/15/2029	Industrials	0.91%	United States
UPS 5.05 3/3/2053	Industrials	0.91%	United States
DAL 4.75 10/20/2028	Industrials	0.90%	United States
SRE 5.35 4/1/2053	Utilities	0.87%	United States
UNH 5.35 2/15/2033	Health Care	0.84%	United States
MPLX 4.95 3/14/2052	Energy	0.84%	United States
US TREASURY N/B	Sovereign	0.78%	United States



**What was the proportion of sustainability-related investments?**

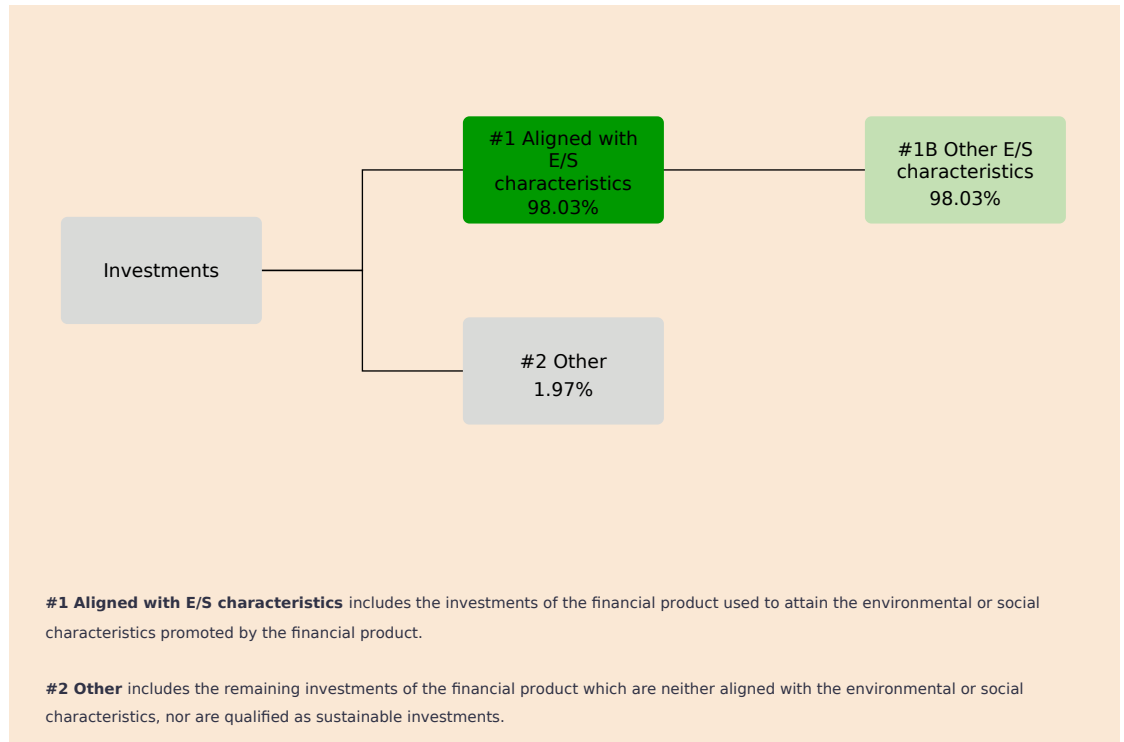
Asset allocation describes the share of investments in specific assets.

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

98.03% of the Fund's NAV was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.97% of the Fund's NAV was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds that are not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	33.24
Communication Services	8.26
Consumer Discretionary	7.90
Information Technology	7.01
Industrials	8.67
Consumer Staples	1.71
Energy	7.57
Real Estate	5.91
Health Care	8.28
Materials	0.51
Utilities	3.24
Sovereign	5.73
Cash & Others/Derivatives	1.97
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.09
10101020	Oil & Gas Equipment & Services	0.02
10102010	Integrated Oil & Gas	0.78
10102020	Oil & Gas Exploration & Production	1.24
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	5.44
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>7.57</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

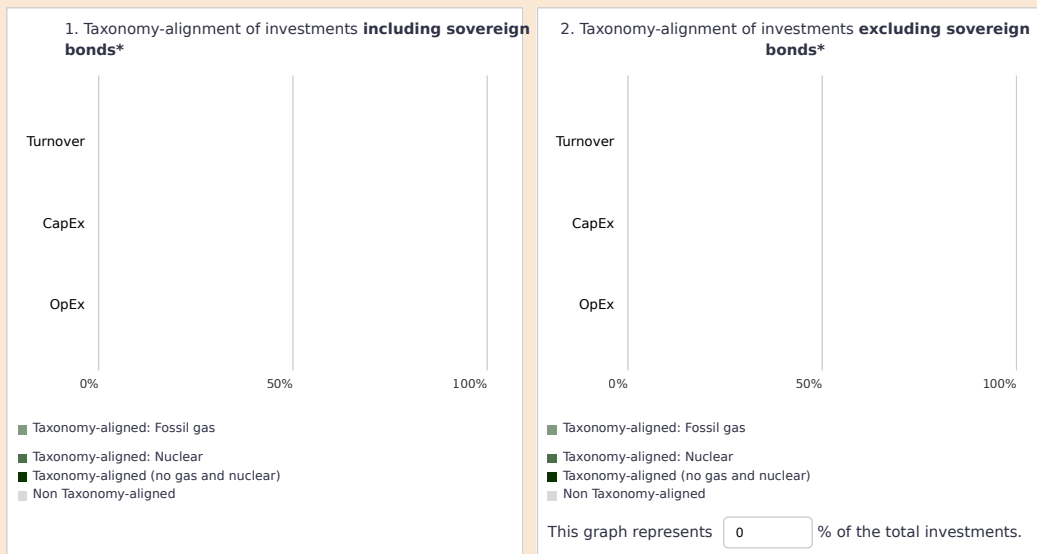
- Yes
  - In fossil gas
  - In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

for a transition to a green economy.

- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



● **What was the share of socially sustainable investments?**

Not applicable.



● **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.97% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



● **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.



In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

Yes

- It made **sustainable investments with an environmental objective:** \_\_\_\_\_%
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective:** \_\_\_\_\_%

No

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_% of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Invesco Asia Asset Allocation Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	4,517.99	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		1,798.48	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		46,954.42	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		53,270.90	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	464.66	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,103.66	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.34	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	90.45	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	2.95	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.08	
	Electricity, Gas, Steam & Air Conditioning Supply	0.19	
	Manufacturing	0.80	
	Mining & Quarrying	1.89	
	Real Estate Activities	0.27	
Transportation & Storage	3.85		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.00		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.06		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	1.14	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.01	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.66	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and	63.36	Share of investments in investee companies

	compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises		without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	23.63	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	17.21	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
Taiwan Semiconductor Manufacturing Co Ltd	Information Technology	4.22%	Taiwan
Tencent Holdings Ltd	Communication Services	3.23%	China
SAMSUNG ELECTRON	Information Technology	2.69%	South Korea
Alibaba Group Holding Ltd	Consumer Discretionary	2.49%	China
NETEASE INC	Communication Services	1.37%	China
AIA	Financials	1.29%	Hong Kong
ICICI BANK LTD	Financials	1.13%	India
HAKAIJ 3.75 30	Industrials	1.07%	Indonesia
EXIMBK 3.25 30	Sovereign	1.04%	India
SHINHAN BANK	Financials	0.95%	South Korea
Meituan	Consumer Discretionary	0.95%	China
Baidu Inc	Communication Services	0.92%	China
Yunda Holding Investment Ltd	Industrials	0.92%	British Virgin Islands
ENN Energy Holdings Ltd	Utilities	0.88%	China
MediaTek Inc	Information Technology	0.88%	Taiwan



**What was the proportion of sustainability-related investments?**

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity

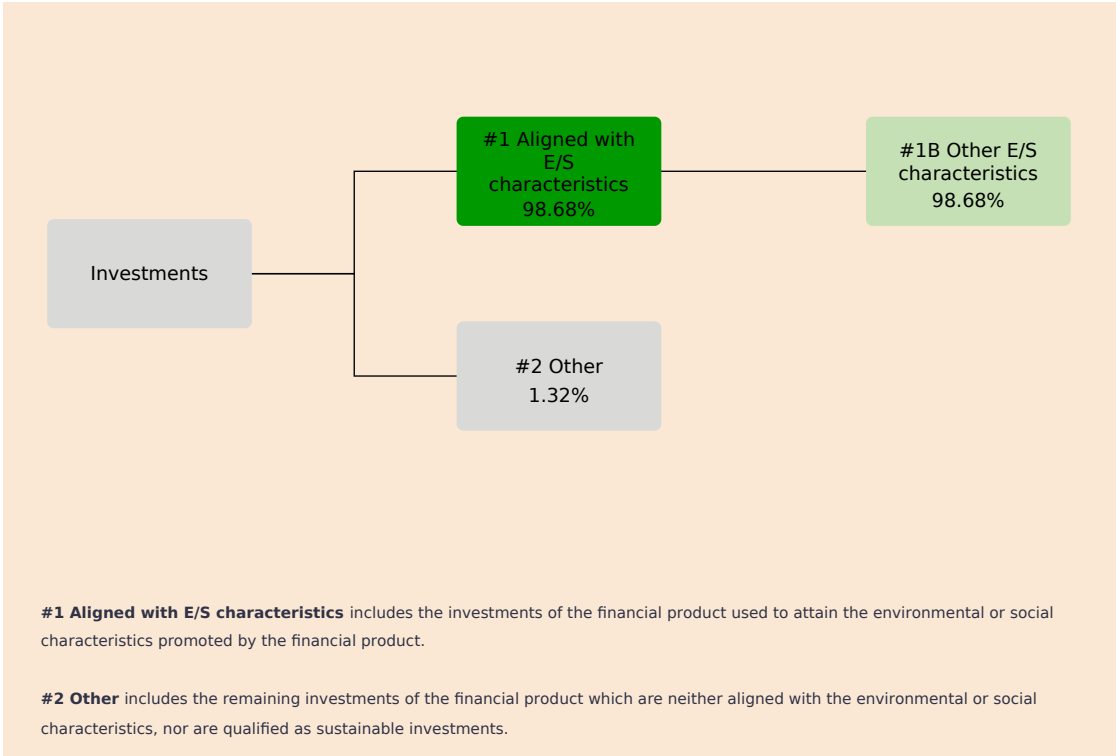
**Asset allocation** describes the share of

purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

98.68% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

1.32% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds that are not subject to the same restrictions.



● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	26.89
Communication Services	8.60
Consumer Discretionary	11.08
Information Technology	14.09
Industrials	9.32
Consumer Staples	3.93
Energy	4.28
Real Estate	3.95
Health Care	1.67
Materials	3.08
Utilities	1.40
Sovereign	10.37
Unclassified	0.02
Cash	1.32
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.51
10102020	Oil & Gas Exploration & Production	1.12
10102030	Oil & Gas Refining & Marketing	2.65
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>4.28</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

#### ● Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

Yes

In fossil gas

In nuclear energy

No

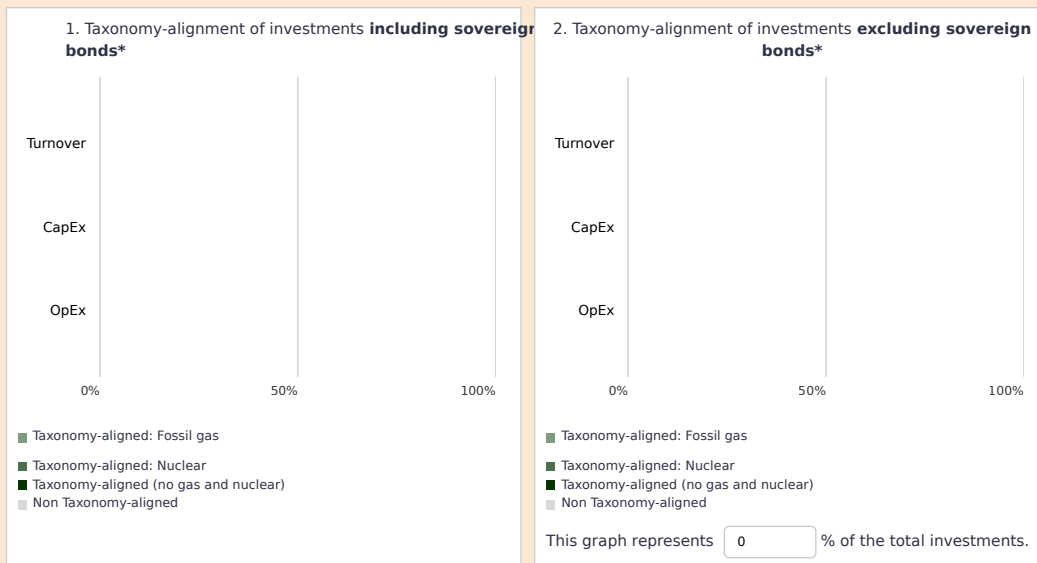
<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



made by investee companies, relevant for a transition to a green economy.

- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

1.32% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>38.85</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Global Income Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

### ● How did the sustainability indicators perform?

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	42,073.19	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		6,592.24	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		458,096.02	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		506,761.46	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	545.43	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,211.34	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	1.24	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	63.44	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	33.53	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.15	
	Electricity, Gas, Steam & Air Conditioning Supply	1.81	
	Manufacturing	0.44	
	Mining & Quarrying	1.05	
	Real Estate Activities	0.38	
Transportation & Storage	1.73		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.65		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.11		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	2.30	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.39	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	31.73	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
12. Unadjusted gender pay gap	24.22	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
13. Board gender diversity	37.42	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
US TREASURY N/B	Sovereign	3.79%	United States
3I GROUP PLC	Financials	2.19%	United Kingdom
MICROSOFT CORP	Information Technology	1.58%	United States
UNION PAC CORP	Industrials	1.56%	United States
UNITEDHEALTH GRP	Health Care	1.53%	United States
TEXAS INSTRUMENT	Information Technology	1.39%	United States
AMERICAN TOWER C	Real Estate	1.37%	United States
BROADCOM INC	Information Technology	1.28%	United States
AZE COM	Industrials	1.17%	Belgium
CANADA-GOV'T	Sovereign	1.16%	Canada
AIA	Financials	1.15%	Hong Kong
PROGRESSIVE CORP	Financials	1.15%	United States
TRACTOR SUPPLY	Consumer Discretionary	1.13%	United States
VERALLIA	Materials	1.08%	France
INTERCONTINENTAL	Financials	1.05%	United States



**What was the proportion of sustainability-related investments?**

**Asset allocation** describes the share of

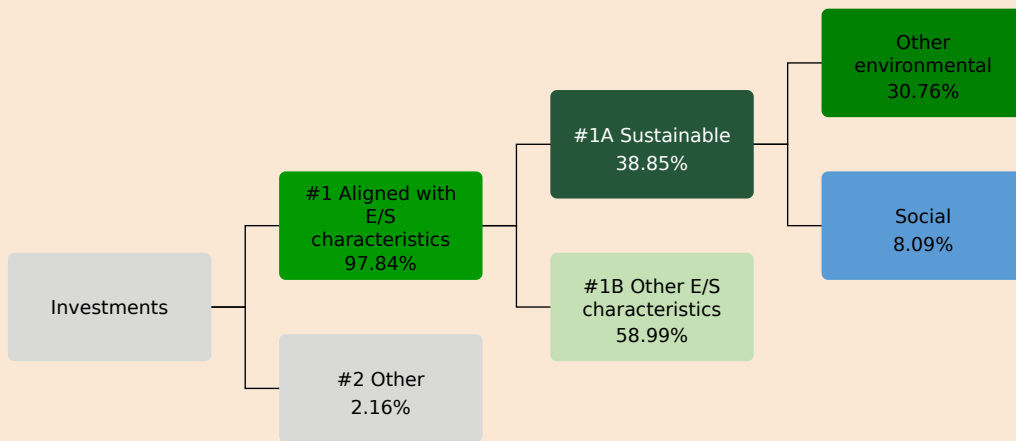
The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity

purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

● **What was the asset allocation?**

97.84% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

2.16% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investments in other funds not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**



GICS Sector Breakdown - the data is representative of the reference period.

Sector (GICS)	Weight %
Financials	29.48
Communication Services	6.09
Consumer Discretionary	9.51
Information Technology	6.40
Industrials	9.06
Consumer Staples	6.79
Energy	2.64
Real Estate	2.85
Health Care	4.29
Materials	1.69
Utilities	2.63
Sovereign	16.28
Unclassified	0.13
Cash & Other/Derivatives	2.16
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.66
10102020	Oil & Gas Exploration & Production	1.82
10102030	Oil & Gas Refining & Marketing	0.05
10102040	Oil & Gas Storage & Transportation	0.11
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>2.64</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:  
- **turnover** reflecting the share of revenue from green activities



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

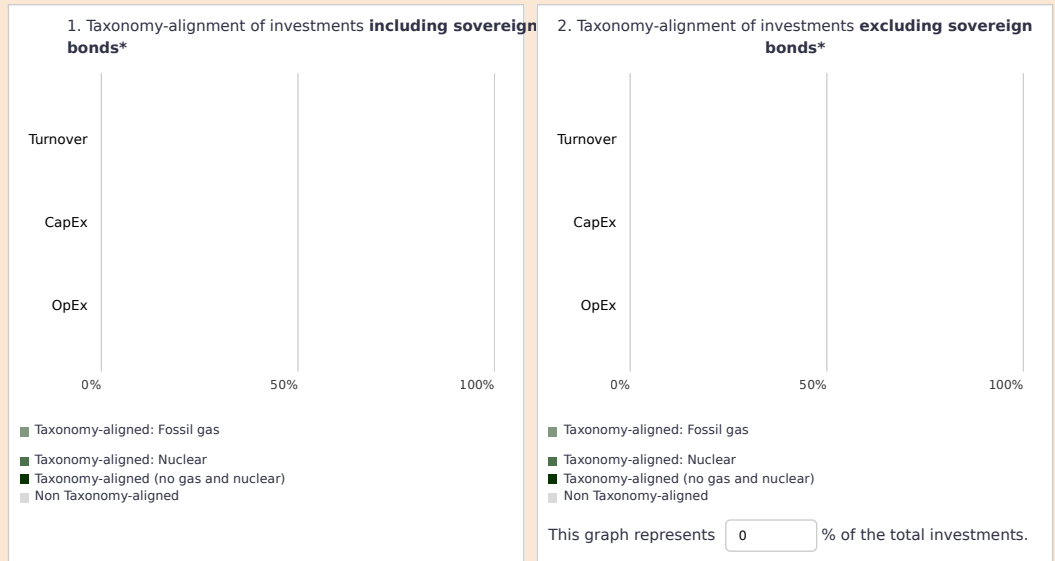
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

of investee companies.

- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

30.76% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

8.09% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

2.16% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Did this financial product have a sustainable investment objective?**

● ● <input type="checkbox"/> Yes	● ● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____% <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____%	<input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>52.91</u> % of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>



**To what extent were the environmental and/or social characteristics promoted by this financial product met?**

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Pan European High Income Fund (the "Fund") aimed to promote environmental characteristics related to natural resource utilization and pollution (by excluding companies involved in coal extraction and production, and unconventional oil and gas such as Arctic oil and gas exploration/extraction, oil sands extraction and Shale Energy extraction). The Fund also promoted social characteristics related to human rights (by excluding companies in violation of any UN Global Compact's principles, based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding issuers involved in tobacco production and tobacco related products and services, recreational cannabis, controversial weapons and manufacture of nuclear warheads or whole nuclear or whole nuclear missiles outside of the Non-Proliferation Treaty.

The environmental and social characteristics of the Fund were achieved by applying the exclusions criteria described above.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

Sustainability	Indicator Performance
UN Global Compact, excluded if non-compliant	During the reference period, there were no active breaches of the Fund's exclusion criteria.
International sanctions, sanctioned investments are prohibited	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial weapons, excluded if 0%, including companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the NPT.	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Coal, excluded if Thermal Coal extraction: $\geq 5\%$ of revenue, Thermal Coal Power Generation: $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Unconventional oil & gas, excluded if $\geq 5\%$ of revenue on each of the following: - Arctic oil & gas exploration; - Oil sands extraction; - Shale energy extraction;	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco excluded if Tobacco production $\geq 5\%$ revenue, Tobacco-related products and services $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Recreational cannabis excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.

● **...and compared to previous periods?**

As per the previous year, the Fund was managed with no breaches to the exclusions set out above.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

From 18 January 2024:

The Fund intended to make sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contributed positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) green, sustainability-linked and social bonds. The Fund could also use a best-in-class approach and select companies that score higher (scores of 1 or 2 on either environmental or social factors can be considered as long as the issuer does not lag on the other pillar), when compared to their peers, on environmental or social factors utilizing the Investment Manager's proprietary scoring methodology. It should be noted that the full weight in the portfolio will count as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

From 18 January 2024:

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

From 18 January 2024:

The portion of sustainable investments excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they do not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1. GHG Emissions	265,449.80	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		40,645.12	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		2,483,735.77	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		2,789,830.69	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	634.69	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,563.35	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	1.47	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	59.07	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	37.62	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.00	
	Electricity, Gas, Steam & Air Conditioning Supply	2.21	
	Manufacturing	0.34	
	Mining & Quarrying	0.81	
	Real Estate Activities	0.61	
	Transportation & Storage	1.33	
Water Supply, Sewerage, Waste Management & Remediation Activities	0.63		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.04		
<b>Biodiversity</b>	7. Activities negatively affecting biodiversity-sensitive areas	6.27	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.00	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.65	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations of UN Global Compact principles and Organisation for	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises

Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises		
11. Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	19.66	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
12. Unadjusted gender pay gap	22.35	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
13. Board gender diversity	40.13	Weighted Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
UCGIM FLT 12/31/2049	Financials	1.44%	Italy
SANTAN FLT 12/2049	Financials	1.10%	Spain
SANOFI	Health Care	0.68%	France
ENEL FIN INTL NV	Utilities	0.67%	Netherlands
TOTALENERGIES SE	Energy	0.66%	France
ALLIANZ SE-REG	Financials	0.65%	Germany
ROCHE HLDG-GENUS	Health Care	0.64%	Switzerland
STONPB 8.25 7/31/202	Consumer Discretionary	0.63%	United Kingdom
DEUTSCHE TELEKOM	Communication Services	0.63%	Germany
US TREASURY N/B	Sovereign	0.62%	United States
UNICREDIT SPA	Financials	0.61%	Italy
UPM-KYMMENE OYJ	Materials	0.58%	Finland
AXA	Financials	0.55%	France
LLOYDS BK GR PLC	Financials	0.54%	United Kingdom
MERCK KGAA	Health Care	0.53%	Germany





**Asset allocation**  
describes the share of  
investments in specific  
assets.

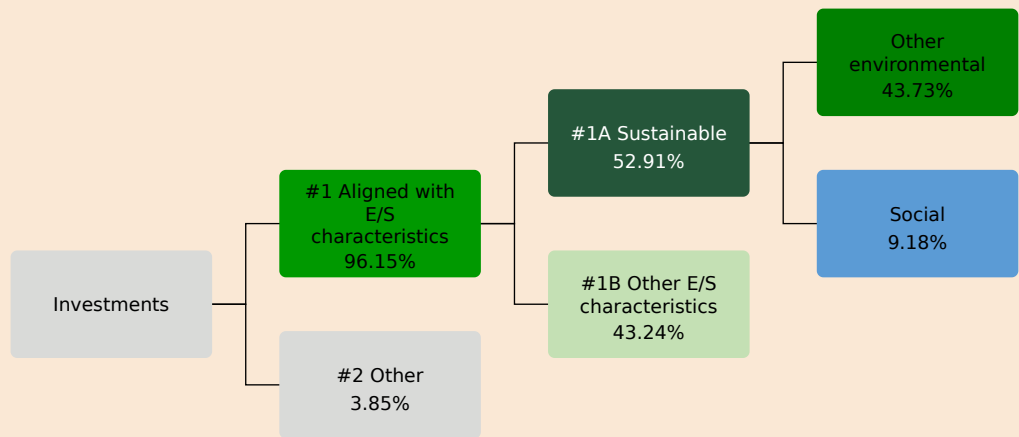
## What was the proportion of sustainability-related investments?

The exclusions were screened to the full investment universe, representing at least 90% of the portfolio (#1 Aligned with E/S characteristics) by virtue of the binding elements of the Fund's investment strategy. Ancillary liquid assets and money market instruments which were held for cash management/liquidity purposes may not have been assessed for compliance with the above exclusion framework (#2 Other).

### ● What was the asset allocation?

96.15% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

3.85% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes; and investment in funds that are not subject to the same restrictions.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

### ● In which economic sectors were the investments made?

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	34.87
Communication Services	8.38
Consumer Discretionary	11.10
Information Technology	3.58
Industrials	6.14
Consumer Staples	7.77
Energy	4.65
Real Estate	2.44
Health Care	5.29
Materials	4.39
Utilities	6.09
Sovereign	1.45
Cash & Others/Derivatives	3.85
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.81
10102010	Integrated Oil & Gas	2.28
10102020	Oil & Gas Exploration & Production	0.39
10102030	Oil & Gas Refining & Marketing	1.16
10102040	Oil & Gas Storage & Transportation	0.01
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>4.65</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are** activities for which low-carbon alternatives are not yet available and among others have greenhouse gas



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

**Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

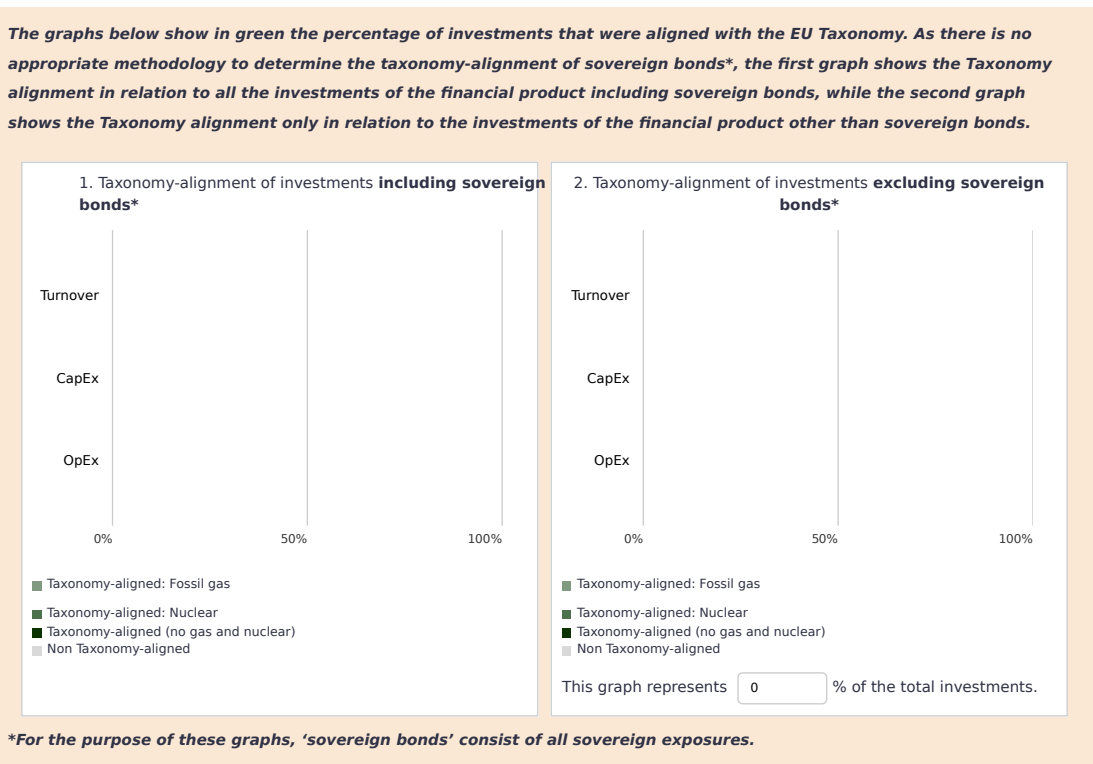
- Yes
- In fossil gas       In nuclear energy
- No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure (OpEx)** reflects the green operational activities of investee companies.



**What was the share of investments made in transitional and enabling activities?**

Not applicable.

**How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

43.73% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

9.18% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

3.85% of the Fund's asset allocation was included under "Other". As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes. The Fund held ancillary liquid assets or money market instruments for cash management/liquidity purposes which were not assessed for compliance with the above exclusion framework. Due to the neutral nature of the assets, no minimum safeguards were in place.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section "How did the sustainability indicators perform" above for further information.

In addition, as part of the Fund's consideration of principal adverse impacts on sustainability factors, investment teams, with support from the ESG Research Team, monitored the investments against PAI indicators. Invesco conducted research into certain issuers in the Fund's portfolio that were deemed to flag against PAI indicators, in order to determine whether any engagement activity was required in accordance with the engagement policy.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

Not applicable.

● **How does the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

Not applicable.

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Invesco Sustainable Allocation Fund

Legal entity identifier: 549300B34T2N4JKYF235

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Did this financial product have a sustainable investment objective?	
<p><input checked="" type="radio"/> <input type="radio"/> <input type="checkbox"/> <b>Yes</b></p> <p><input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> _____ %</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul> <p><input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> _____ %</p>	<p><input type="radio"/> <input checked="" type="radio"/> <input checked="" type="checkbox"/> <b>No</b></p> <p><input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of <u>51.02</u> % of sustainable investments</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input checked="" type="checkbox"/> with a social objective</li> </ul> <p><input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b></p>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Invesco Sustainable Allocation Fund (the "Fund") aimed to promote environmental characteristics related to climate change mitigation (such as carbon emissions) as well as natural resource utilization and pollution (for example by exclusion of companies involved in fossil fuel, coal, nuclear power or activities generating pollution)

The Fund also promoted social characteristics related to human rights by excluding companies in violation of any UN Global Compact's principles (based on third-party data and the Investment Manager's proprietary analysis and research) and by excluding controversial activities issuers involved in (but not limited to) manufacturing or sale of conventional weapons or production and distribution of tobacco. The Fund aimed to select companies and issuers that display superior sustainable management and sustainable products or processes, fulfilling ecological and social requirements particularly well, ranging from climate efficiency and low water consumption to labour safety and satisfaction. Ecological characteristics were assessed using an energy transition score. Social features were considered by excluding companies with controversial business behaviours.

The Fund achieved its environmental and social characteristics by applying its exclusion and best-in class approach on an on-going basis.

The Fund is managed systematically. In every rebalancing, it is ensured that the Fund meets the environmental and social characteristics.

● **How did the sustainability indicators perform?**

The Fund used a variety of indicators to measure the attainment of the environmental and social characteristics.

The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

This included:

<b>Sustainability Indicator</b>	<b>Indicator Performance</b>
Turnover derived from thermal coal mining, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover derived from burning coal for power generation, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Proportion in electricity generation fuel mix from coal, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Structural increase of thermal coal activities over 3 years, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues that comes from projects or the extraction of tar sands and oil shale, as well as the proportion of reserves in tar sands or oil shale, excluded if 0%	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in fracking activities, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in arctic drilling activities, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues are derived from fossil fuel industriess including upstream $\geq 5\%$ (exploration and production), midstream (processing and transport) and power generation from fossil sources, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Structural increase of fossil activities over 3 year, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Production of restricted chemicals, excluded if 0%	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in the field of endangering biodiversity, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in the field of preventing and managing accidental pollution or soil pollution, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in the field of community involvement (including e.g., impact of operations on the local economy, responsible tax strategy, tranfer of technology and skills), excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from nuclear power, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Proportion in electricity generation fuel mix from nuclear power, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Production of genetically modified organisms, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Manufacture or sale of civilian firearms or related products, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Sales that are related to military sales including key parts or services for conventional weapons , excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversial Weapons, excluded if 0%	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from production and distribution of tobacco, excluded if $\geq 5\%$	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Turnover from production of tobacco, excluded	During the reference period, there were no active breaches

if >=5%	of the Fund's exclusion criteria.
Fail to pass the global compact screening, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in Labour Rights including the supply chain, forced or child labour and discrimination, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in Pollution or lack of protection of water resources, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Involvement in recreational cannabis, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Controversies in corruption, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Animal testing and extensive farming operations (proportion of turnover (expressed as a threshold) that comes from the production of cosmetics tested on animals and/or from intensive farming operations), excluded if >=5%	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Production of genetically modified organisms, excluded if Yes	During the reference period, there were no active breaches of the Fund's exclusion criteria.
The Fund's Scope 1 and 2 GHG emission intensity vs the market cap weighted benchmark's (MSCI World index) Scope 1 and 2 GHG emission intensity	62.4 vs 89.7
% of issuers that are in the Top 75% of universe based on the energy transition score	100%

● **...and compared to previous periods?**

With regards to the exclusions disclosed in the table above, there were no active breaches noted during the previous reference period (from March 2022 to February 2023). For the other sustainability indicators used, please refer to the table below for a comparison with the previous period.

<b>Sustainability Indicator</b>	<b>Indicator Performance 28-Feb-23</b>	<b>Indicator Performance 29-Feb-24</b>
The Fund's Scope 1 and 2 GHG emission intensity vs the market cap weighted benchmark's (MSCI World index) Scope 1 and 2 GHG emission intensity	87.9 vs 124.6	62.4 vs 89.7
% of issuers that are in the Top 75% of universe based on the energy transition score	100%	100%

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The Fund made sustainable investments by contributing to environmental objectives (such as climate change, water management, pollution prevention) and to social objectives (such as good health, well-being and gender equality).

The Fund sought to achieve those objectives by investing in (i) issuers which contribute positively to selected UN Sustainable Development Goals (SDGs) (generating at least 25% of the issuer's revenue) that relate to the above objectives, or (ii) companies which generate a material part of the revenue from environmental impact themes such as energy transition (by selecting companies in the top 25% based on the energy transition score within its region and sector), healthcare (by selecting companies part of the GICS Sector 35) and food (by selecting companies part of the GICS Industry 302020). The Fund also used a best-in-class approach, utilizing the

investment manager's proprietary scoring methodology and selecting companies in the top 75% within the respective peer group for either score eligible. It should be noted that the full weight in the portfolio counted as sustainable investments when meeting the above criteria.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, it could still be held within the Fund but did not count toward the "sustainable investments" within the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors were taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.

*The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.



The below table shows the PAI data for the Fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	1,660.53	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		471.75	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		25,192.48	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		27,324.75	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	602.53	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	1,147.91	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	65.79	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	8.99	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.04	
	Electricity, Gas, Steam & Air Conditioning Supply	1.05	
	Manufacturing	2.59	
	Mining & Quarrying	1.29	
	Real Estate Activities	0.64	
	Transportation & Storage	1.67	
Water Supply, Sewerage, Waste Management & Remediation Activities	1.85		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.39		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	2.57	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	0.11	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	230.91	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	29.48	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	19.27	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	35.87	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: From the 1st of March 2023 to the 29th of February 2024. The

data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
CANADA-GOV'T	Sovereign	3.34%	Canada
MICROSOFT CORP	Information Technology	2.97%	United States
DEUTSCHLAND REP	Sovereign	1.99%	Germany
NVIDIA CORP	Information Technology	1.77%	United States
BKO 0 9/15/2023	Sovereign	1.63%	Germany
META PLATFORMS-A	Communication Services	1.61%	United States
EUROPEAN INVT BK	Financials	1.55%	Luxembourg
BROADCOM INC	Information Technology	1.31%	United States
CISCO SYSTEMS	Information Technology	1.29%	United States
UK TSY GILT	Sovereign	1.23%	United Kingdom
DEUTSCHLAND REP	Sovereign	1.19%	Germany
BKNG US COM	Consumer Discretionary	1.14%	United States
UK TSY GILT	Sovereign	1.03%	United Kingdom
CITIGROUP INC	Financials	0.96%	United States
WALMART INC	Consumer Staples	0.90%	United States



**Asset allocation** describes the share of investments in specific assets.

### What was the proportion of sustainability-related investments?

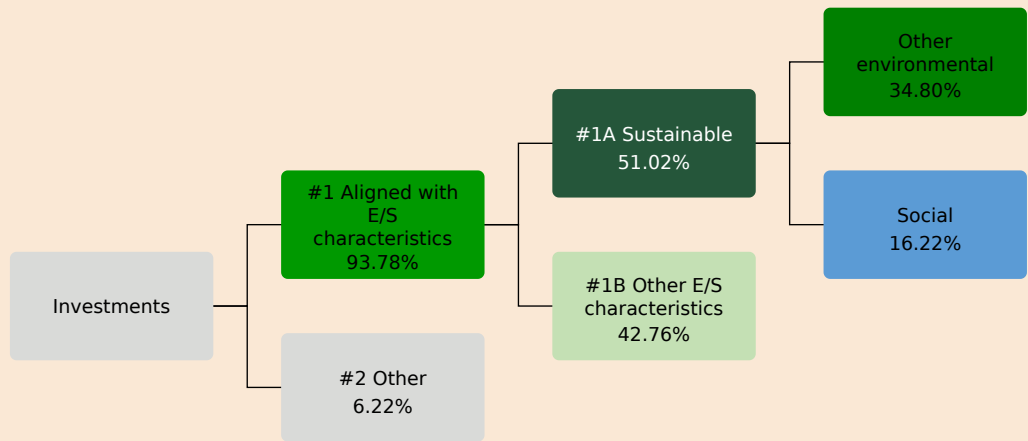
The Fund made investments aligned with its environmental and social characteristics for a minimum of 90% of its portfolio (#1 Aligned with E/S characteristics) by virtue of binding elements of the Fund's investment strategy. A maximum of 10% was invested in money market instruments or ancillary liquid assets for liquidity management purposes (#2 Other).

#### ● What was the asset allocation?

93.78% of the Fund was selected according to the binding elements of the investment strategy, on the basis that they aligned with the environmental and social characteristics of the Fund.

6.22% of the Fund was invested in financial derivative instruments for investment and/or hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.

51.02% of the Fund was invested in sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● **In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	19.53
Communication Services	5.01
Consumer Discretionary	9.42
Information Technology	15.60
Industrials	9.36
Consumer Staples	5.68
Energy	0.00
Real Estate	1.06
Health Care	7.77
Materials	4.35
Utilities	0.77
Sovereign	15.23
Cash & Other/Derivatives	6.22
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

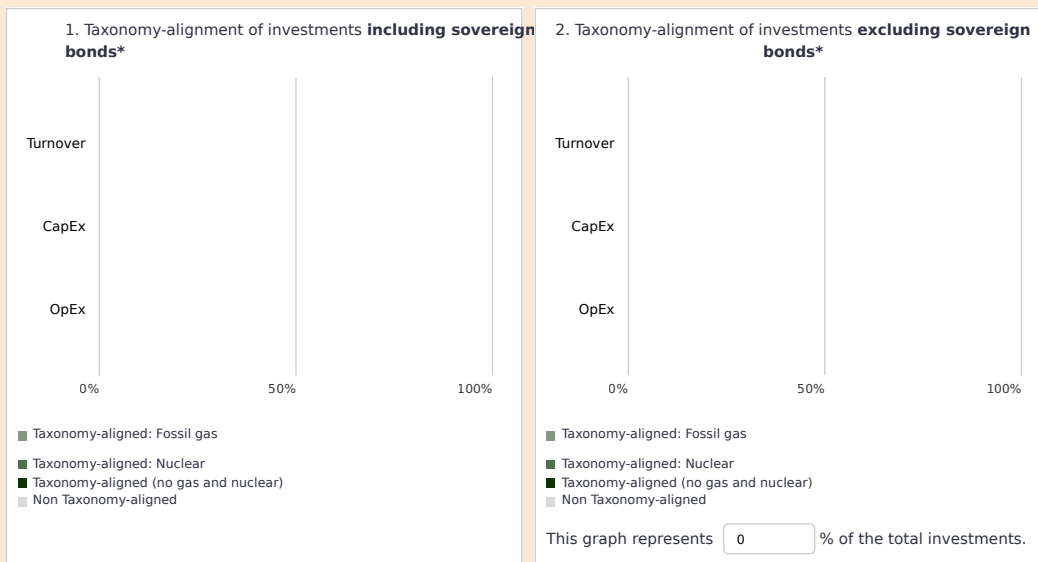
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

51.02% of the Fund was invested in sustainable investments with an environmental objective not aligned with the EU Taxonomy. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



**What was the share of socially sustainable investments?**

16.22% of the Fund was invested in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

As described above, the Fund could hold ancillary liquid assets or money market instruments for cash management/liquidity purposes which was not assessed for compliance with the above ESG framework. Due to the neutral nature of the assets, no minimum safeguards were put in place.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Index derivatives were not assessed on a look-through basis, unless such an index had a significant allocation to prohibited activities.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Fund achieved the environmental and social characteristics by complying with the exclusions and the best-in-class approach, which was consistent with attaining the environmental and social characteristics promoted by the Fund.

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition to the Fund’s sustainability indicators outlined in the answer to the second question of the report, as part of the Fund’s consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund’s portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 2 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 2 companies.



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

**How did this financial product perform compared to the reference benchmark?**

The Fund was not compared to a reference benchmark.

- **How does the reference benchmark differ from a broad market index?**

Not applicable.

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

Not applicable.

- **How did this financial product perform compared with the reference benchmark?**

Not applicable.

- **How did this financial product perform compared with the broad market index?**

Not applicable.

## Sustainable investment objective

### Did this financial product have a sustainable investment objective?

Yes

No

- It made **sustainable investments with an environmental objective**: 96.88 %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of \_\_\_\_\_ % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**

- It made **sustainable investments with a social objective**: \_\_\_\_\_ %

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### To what extent was the sustainable investment objective of this financial product met?

The Invesco Sustainable Global Income Fund (the "Fund") aimed to support the transition to a low carbon economy over the medium to long term with a view to achieving the long term goals of the Paris Agreement. The Fund sought to achieve its sustainable objective by investing primarily in corporate and government bonds as well as equity of companies globally, where companies demonstrate stronger climate characteristics compared to their sector peers. The Fund invested in sustainable investments which contribute to the environmental objective of climate change mitigation within the meaning of EU Taxonomy.

In order to demonstrate alignment with the long-term goals of the Paris Agreement, the Fund reported its carbon emissions intensity against the carbon emissions intensity of the composite equivalent Carbon Transition Benchmarks of the above indices i.e. 50% MSCI World ESG Climate Transition (EU CTB) Select Index (USD), (35%) ICE Global Corporate Climate Transition Index and (15%) ICE Global High Yield Climate Transition Index.

#### ● How did the sustainability indicators perform?

The Fund used various sustainability indicators as described below:



The reference period for data reported in this document is from the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period unless specified otherwise.

Sustainability Indicator	Indicator Performance
Overall Global Compact Compliance, excluded if assessed as being Not Compliant with any principle	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Extraction, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Thermal Coal Power Generation, excluded if $\geq 10\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues, production capacity or actual production from: 1) Arctic oil & gas exploration extraction, 2) Oil sands extraction, 3) Shale energy extraction, excluded if $> 5\%$ of revenue from any sub-category	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Oil & gas exploration, production, refining transportation and/or storage, excluded if $\geq 25\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenue from illegal & controversial weapons (anti-personnel mines, cluster munition, depleted uranium, biological / chemical weapons etc.), excluded if $> 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Military Contracting Weapons related products and services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Military / Law Enforcement, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco products production, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Tobacco Products Related Products / Services excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Revenues from the production of or sales of recreational cannabis products, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Civilian customers (Assault Weapons) , excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Retail / Distribution, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Small Arms Key Components, excluded if $\geq 5\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
Companies involved in the manufacture of nuclear warheads or whole nuclear missiles outside of the Non-Proliferation Treaty (NPT), excluded if $\geq 0\%$ of revenue	During the reference period, there were no active breaches of the Fund's exclusion criteria.
The Fund's climate change score vs. overall climate comparator score	Fund score 1.68 vs Climate Comparator score 2.40
% of Non-scored issuers, qualitative comment from investment team	16.60% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.
The Fund's carbon emission intensity vs. the carbon emissions intensity of the composite equivalent Carbon Transition Benchmarks of the above indices i.e. 50% MSCI World ESG Climate Transition (EU CTB) Select Index (USD), (35%) ICE Global Corporate Climate Transition Index and (15%) ICE Global High Yield Climate Transition Index	656 vs 1023.08 (-35%)

● **...and compared to previous periods?**

The Fund performed broadly in line with previous quarters, with a slight increase in the percentage of unscored names due to increased unscored high-yield exposure. These issuers all have strong climate characteristics. Please refer to the table below for a comparison with the previous period.

<b>Sustainability Indicator</b>	<b>Indicator Performance 28-Feb-23</b>	<b>Indicator Performance 29-Feb-24</b>
% of Non-scored issuers, qualitative comment from investment team	11.64% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.	16.60% - When companies are not covered by the climate comparator, the investment team conducts quantitative and qualitative analysis to determine if these companies meet their definition of sustainable. The majority of unscored issuers are in areas essential to the transition such as low carbon electricity generation or distribution or in quasi government/inter government institutions.
The Fund's carbon emission intensity vs. the carbon emissions intensity of the composite equivalent Carbon Transition Benchmarks of the above indices i.e. 50% MSCI World ESG Climate Transition (EU CTB) Select Index (USD), (35%) ICE Global Corporate Climate Transition Index and (15%) ICE Global High Yield Climate Transition Index	653.67 vs 1063.56 (-39%) - due to data availability, this data point was provided as of 31 March 2023.	656 vs 1023.08 (-35%)

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

● **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The Fund primarily used the mandatory principal adverse impacts (PAI) indicators defined in Table 1 of Annex I of the regulatory technical standards for Regulation 2019/2088, combined with qualitative research and/or engagement, to assess whether the sustainable investments of the Fund cause significant harm (DNSH) to a relevant environmental or social investment objective. Where a company was determined to cause such significant harm, such company was excluded from investment in the Fund. For the avoidance of doubt, the assessment was done prior to investment and on the full holding.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Please see above on how the indicators for adverse impacts on sustainability factors have been taken into account.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund excluded companies, sectors or countries from the investment universe when such companies violate international norms and standards according to the definitions of the International Labour Organisation (ILO), the OECD or the United Nations. All issuers considered for investment were screened for compliance with, and excluded if they did not meet, UN Global Compact principles, based on third-party data and the Investment Manager's proprietary analysis and research.



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund considered principal adverse impacts on sustainability factors (PAIs) by carrying out a qualitative and quantitative review of key metrics (primarily the 14 indicators as defined in Table 1 of the Annex I of the regulatory technical standards for Regulation 2019/2088). The quantitative included a review of all current Invesco holdings and the relevant PAI data. Through this initial review an absolute threshold was set that flagged issuers that failed to meet minimum standards, as well as companies that flagged on a binary output (such as controversial weapons or UN Global Compact violations). Once issuers were flagged for the quantitative review, an assessment was

completed to understand if there is publicly available information from the issuer that we were aware of that can be shown to be addressing the poor performance on the flagged PAI. The ESG research team assigned the issuer a score as to how well they were addressing the poor performance. For flagging companies that are deemed to have not sufficiently mitigated their impact relating to a particular PAI, a consideration plan will be developed. This plan can comprise of a varied set of actions, which should be commensurate with the severity of the issue, the ESG features of the Fund as further describe above, and the likelihood of effecting change through engagement. A consideration plan can include, but is not limited to, direct engagement, monitoring, letters and email correspondence, and leveraging industry bodies. If no improvement was established through such corporate engagement, then the Fund could consider divesting and/or excluding investments.

The below table shows the PAI data for the fund:

Adverse sustainability indicator	PAI	Data	Metric
<b>Greenhouse gas emissions</b>	1.GHG Emissions	205.38	Scope 1 fund financed emissions (Tonnes of CO2 equivalent)
		147.03	Scope 2 fund financed emissions (Tonnes of CO2 equivalent)
		7,065.42	Scope 3 fund financed emissions (Tonnes of CO2 equivalent)
		7,417.82	Total Financed emissions (Scope 1 + Scope 2 + Scope 3) (Tonnes of CO2 equivalent)
	2. Carbon footprint	417.73	Fund level Carbon footprint (Scope 1 + Scope 2 + Scope 3) (Per Million EUR Invested)
	3. GHG Intensity of investee companies	858.56	Fund level Total Emission Intensity- Scope 1+2+3 (Per Million EUR Revenue)
	4. Exposure to companies active in the fossil fuel sector	0.00	% of the fund exposed to any fossil fuels revenue
	5. Share of non-renewable energy consumption	56.33	Adjusted Weighted Average of all issuers in the fund's share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)
	5. Share of non-renewable energy production	16.42	
	6. Energy consumption intensity per high impact climate sector		Adjusted weighted average energy consumption of issuers in the fund in GWh per million EUR of revenue of investee companies, per high impact climate sector
	Agriculture, Forestry & Fishing	0.00	
	Construction	0.01	
	Electricity, Gas, Steam & Air Conditioning Supply	0.60	
	Manufacturing	0.20	
	Mining & Quarrying	0.00	
	Real Estate Activities	0.10	
Transportation & Storage	1.70		
Water Supply, Sewerage, Waste Management & Remediation Activities	0.80		
Wholesale & Retail Trade & Repair of Motor Vehicles & Motorcycles	0.07		
<b>Biodiversity</b>	7. Activites negatively affecting biodiversity-sensitive areas	2.48	Share of investments in the fund of investee companies with sites/operations located in or near to biodiversity-sensitive areas where

			activities of those investee companies negatively affect those areas
<b>Water</b>	8. Emissions to water	12.74	Adjusted weighted average per issuer in the fund's emissions to water generated by investee companies per million EUR invested (Tonnes)
<b>Waste</b>	9. Hazardous waste and radioactive waste ratio	0.32	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average
<b>Social and employee matters</b>	10. Violations fo UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises	0.00	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	11. Lack of proceses and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises	33.31	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/ complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises
	12. Unadjusted gender pay gap	18.66	Weighted Average of all issuers' in the portfolio unadjusted gender pay gap of investee companies
	13. Board gender diversity	37.39	Waited Average of all issuers in the portfolio ratio of female to male board members in investee companies, expressed as a percentage of all board members
	14. Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons)	0.00	Share of investments in investee companies involved in the manufacture or selling of controversial weapons

**Notes:**

Although Scope 3 emissions are included in the above table showing the PAI scores for the Fund, they were not included in the quantitative review process to consider PAIs during the reporting period.

The data presented in the above table is calculated using information provided by a third-party data vendor. The accuracy, completeness, and relevance of the calculated data are contingent upon the accuracy and completeness of the data provided by this third-party vendor. The numbers reported represent our best effort to provide the most accurate calculations in light of the data available. However, there are no warranties or representations, express or implied, regarding the completeness, accuracy, or suitability of this data for any particular purpose.



**What were the top investments of this financial product?**

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period

which is From the 1st of March 2023 to the 29th of February 2024. The data is representative of the reference period.

Largest Investments	Sector	% Assets	Country
MICROSOFT CORP	Information Technology	1.93%	United States
RELX PLC	Industrials	1.19%	United Kingdom
EUROPEAN INVT BK	Financials	1.13%	Luxembourg
ACCENTURE PLC-A	Information Technology	1.12%	Ireland
AMERICAN EXPRESS	Financials	1.11%	United States
UNITEDHEALTH GRP	Health Care	1.08%	United States
TEXAS INSTRUMENT	Information Technology	1.07%	United States
APPLE INC	Information Technology	1.05%	United States
MOODY'S CORP	Financials	1.03%	United States
3I GROUP PLC	Financials	1.03%	United Kingdom
US TREASURY N/B	Sovereign	1.02%	United States
ZURICH INSURANCE	Financials	1.02%	Switzerland
SIEMENS FINAN	Industrials	1.00%	Netherlands
HOME DEPOT INC	Consumer Discretionary	0.99%	United States
THERMO FISHER	Health Care	0.97%	United States



**Asset allocation** describes the share of investments in specific assets.

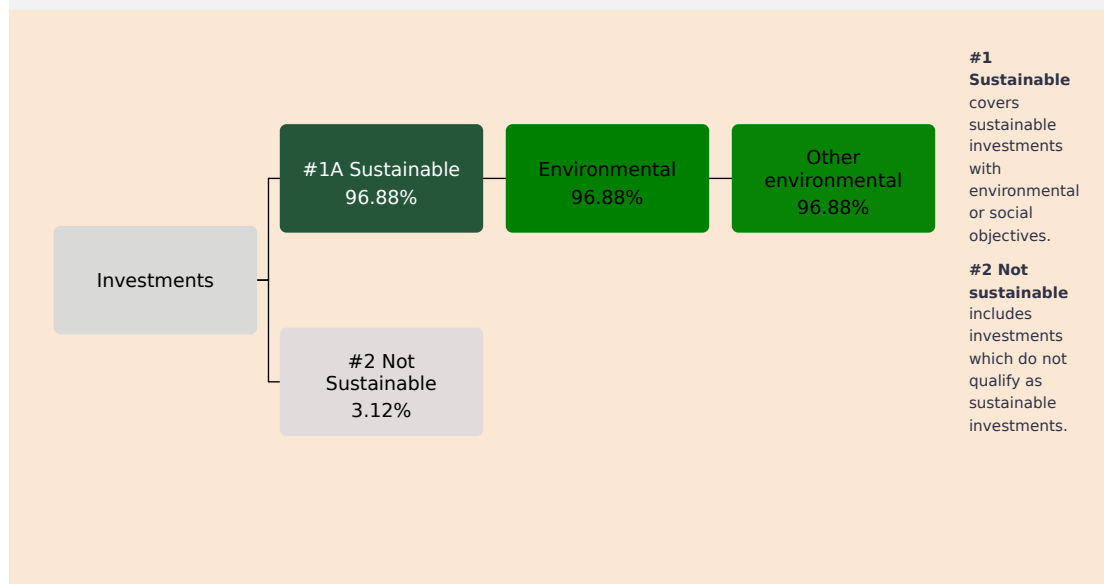
**What was the proportion of sustainability-related investments?**

The Fund invested a 90% minimum in sustainable investments (#1 Sustainable) that have an environmental objective not aligned with the EU Taxonomy by virtue of binding elements of the Fund’s investment strategy.

**What was the asset allocation?**

96.88% of the Fund was invested in sustainable investments.

3.12% of the Fund was invested in financial derivative instruments for hedging and/or efficient portfolio management purposes, cash that was held for ancillary liquidity purposes, and investments in other funds that were not subject to the same restrictions.



**In which economic sectors were the investments made?**

GICS Sector Breakdown - the data is representative of the reference period

Sector (GICS)	Weight %
Financials	20.96
Communication Services	7.38
Consumer Discretionary	12.46
Information Technology	9.78
Industrials	15.90
Consumer Staples	4.78
Energy	0.00
Real Estate	3.58
Health Care	6.37
Materials	4.06
Utilities	9.16
Sovereign	2.45
Cash & Others/Derivatives	3.12
<b>Total</b>	<b>100.00</b>

GICS Level 4 breakdown for Energy Sector

Sub-Industry Code	Sub-Industry Name	Weight
10101010	Oil & Gas Drilling	0.00
10101020	Oil & Gas Equipment & Services	0.00
10102010	Integrated Oil & Gas	0.00
10102020	Oil & Gas Exploration & Production	0.00
10102030	Oil & Gas Refining & Marketing	0.00
10102040	Oil & Gas Storage & Transportation	0.00
10102050	Coal & Consumable Fuels	0.00
<b>Total</b>		<b>0.00</b>

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other



**To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

activities to make a substantial contribution to an environmental objective

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.

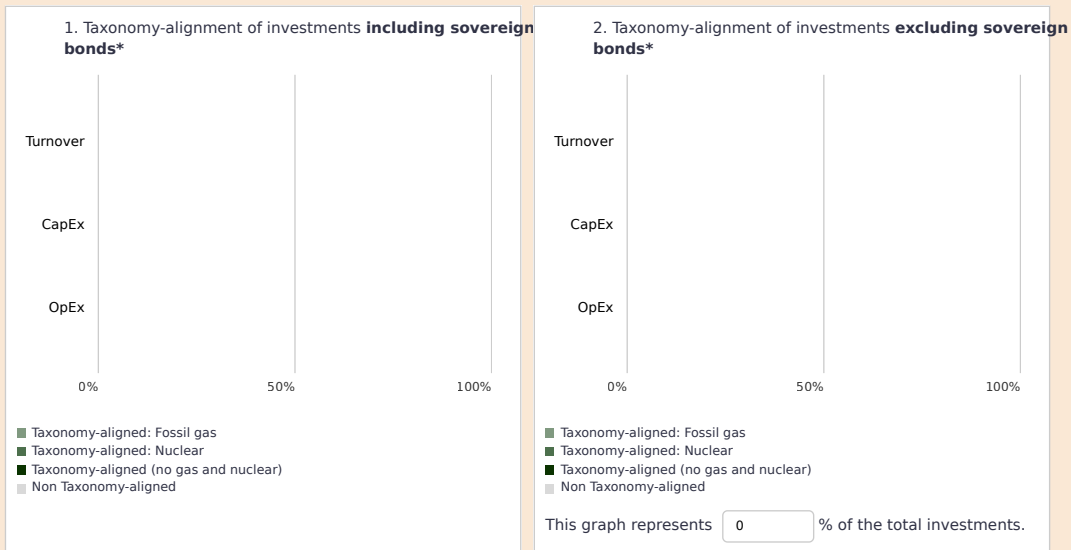
Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting green operational activities of investee companies.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

- Yes
- In fossil gas       In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\*For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

Not applicable.

● **How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?**

The Fund does not commit to a minimum of sustainable investments with an environmental objective aligned with EU Taxonomy. The Fund's portfolio was not aligned with the EU Taxonomy.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?**

96.88 % of the Fund was invested in sustainable investments according to the sustainable investment objective of the Fund. The Investment Manager monitors closely the evolution of the dataset and their reliance and may increase the portion of sustainable investments aligned with EU Taxonomy as the case may be, which will decrease the exposure to sustainable investments not aligned with EU Taxonomy in the Fund.



● **What was the share of socially sustainable investments?**

0% of the Fund was invested in socially sustainable investments.



● **What investments were included under "not sustainable", what was their purpose and were there any minimum environmental or social safeguards?**

3.12% of the Fund's asset allocation were included under "Not Sustainable".

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do no significant harm to any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



The investments included under “Not sustainable” were only ancillary liquid assets as well as investment in some money markets instruments, money market funds, and debt issued by governments or local authorities used to manage Fund duration and liquidity at the overall Fund level.

The Investment Manager applied the minimum environmental and social safeguards as follows:

- Where the Fund holds ancillary liquid assets at the depositary of the SICAV, we confirmed that such entity was not involved in any severe controversial activities.
- Where the Fund holds money market instruments, the counterparty to such instruments was not involved in any severe controversial activities.
- Where the Fund holds debt issued by governments or local authorities to manage the liquidity or duration of the Fund, the issuers were not subject to international sanctions (At Invesco we continuously monitor any applicable sanctions, including those imposed by the UN/US/EU and UK. These sanctions may preclude investments in the securities of various governments/regimes/entities and as such will be included in our compliance guidelines and workflows designed to ensure compliance with such sanctions. The wording of international sanctions is something that we pay particular attention to as there are occasions where sanctions can exist in limited form, for example allowing investments in the secondary market)
- Finally, where the Fund invests in money market funds, they complied with article 8 and minimum safeguards were therefore met.

The Fund could use derivatives for hedging which were not assessed against the sustainable investment objective of the Fund, however the counterparty to such derivatives were not involved in any severe controversies.



### What actions have been taken to attain the sustainable investment objective during the reference period?

Please refer to the section “How did the sustainability indicators perform” above for further information.

In addition to the Fund’s sustainability indicators outlined in the answer to the second question of the report, as part of the Fund’s consideration of principal adverse impacts on sustainability factors, the ESG team supported the investment teams in monitoring the investments against PAI indicators. Research is conducted into certain issuers in the Fund’s portfolio that were deemed to flag against PAI indicators, in order to determine whether a consideration plan should be developed. For flagging companies that are deemed to have not sufficiently addressed their impact relating to a particular PAI, a consideration plan will be developed. For the Fund, 3 companies flagging on PAI indicators were considered, and following a qualitative consideration overlay, developed a consideration plan for 1 company.



### How did this financial product perform compared to the reference sustainable benchmark?

The Fund was not compared to a reference benchmark.

● **How did the reference benchmark differ from a broad market index?**

Not applicable.

● **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

Not applicable.

● **How did this financial product perform compared with the reference benchmark?**

Not applicable.

● **How did this financial product perform compared with the broad market index?**

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

Not applicable.