Invesco

InFocus

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Invesco announces changes to Invesco U.S. Government Fund

Effective open of business July 26, 2018, the following changes will be applied to the Invesco U.S. Government Fund (the “Fund”):

- Rename the Fund as the “Invesco Income Fund”;
- Adopt a principal investment strategy whereby the Fund will, under normal circumstances, invest primarily in fixed-income securities, including RMBS, CMBS, ABS and CLOs;
- Transition to a new portfolio management team;
- Change the Fund’s investment objective and process; and
- Remove the Fund’s style-specific benchmark.

Note that the Fund’s CUSIPs and tickers will not change. Subject to regulatory review, all changes to the Fund will take effect on or around July 26, 2018.

Fund/Class	CUSIPs	Ticker	Current Team	New Team
Invesco U.S. Government Fund to be renamed Invesco Income Fund				
Class A	00142C847	AGOVX	Clint Dudley	Mario Clemente
Class C	00142C821	AGVCX	Brian Schneider	Philip Armstrong
Class Investor	00142C615	AGIVX	Robert Waldner	Kevin Collins
Class R	00142C698	AGVRX		Clint Dudley
Class R5	00142C375	AGOIX		David Lyle
Class R6	*001421445*	AGVSX		Brian Norris
Class Y	00142C128	AGVYX		

Why are we proposing these changes?

Under the new investment strategy, the Fund will seek to produce a higher level of income compared to the current strategy. Invesco Advisers, Inc., the Fund’s investment adviser believes, and the Fund’s Board of Trustees considered, that the income strategy will better serve investors as the new strategy may create opportunities for higher current income.

How will these changes affect the Fund’s investment objective, process or positioning?

Under the new investment objective and strategy, the Fund will invest across fixed income asset classes, seeking to provide a high, stable monthly income while preserving the opportunity for long term price appreciation. The managers will invest opportunistically across a wide range of credit and issuer types to capture relative value across the fixed income universe. The Fund will invest significantly in:

- Commercial Mortgage Backed Securities (CMBS)
- Residential Mortgage Backed Securities (RMBS)
- Asset Backed Securities (ABS)

- Collateralized Loan Obligations (CLO’s)

The Fund will purchase a mix of floating and fixed rate assets to help manage its duration throughout a market cycle, based on the managers view on interest rates.

The expected credit quality exposure will be BB on average.

Will there be any changes to the investment team?

Yes. The new investment team will consist of Mario Clemente, Philip Armstrong, Kevin Collins, Clint Dudley, David Lyle, and Brian Norris. The portfolio management investment team has an average of 11 years at Invesco. Their average industry experience is approximately 17 years. Mario Clemente is the newest member of the team and has been at Invesco for 4 years. The team is responsible for managing approximately $41 billion in assets across all of its structured securities mandates.

Contact us

Should you have questions, please contact your financial advisor for more information. Financial professionals should contact Invesco at:

National Wirehouse 800-998-4246	Independent Advisor 800-337-4246	Institutional and Insurance Sales 800-410-4246
Broker Dealer 800-421-0807	Retirement Division 800-370-1519	Registered Investment Advisor 800-421-4023
Client Services 800-959-4246	Closed-End Funds 800-341-2929	Global Liquidity 800-659-1005, option 2

About risk

Mortgage- and asset-backed securities, including collateralized debt obligations and collateralized mortgage obligations, are subject to prepayment or call risk, which is the risk that a borrower's payments may be received earlier or later than expected due to changes in prepayment rates on underlying loans. This could result in the Fund reinvesting these early payments at lower interest rates, thereby reducing the Fund's income.

The prices of debt securities held by the Fund will be affected by changes in interest rates, the creditworthiness of the issuer and other factors. An increase in prevailing interest rates typically causes the value of existing debt securities to fall and often has a greater impact on longer-duration debt securities and higher quality debt securities. Investments in high yield debt securities (“junk bonds”) and other lower-rated securities will subject the Fund to substantial risk of loss.

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

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