



AIM Developing Markets Fund

Emerging markets

Data as of Dec. 31, 2009

Investment objective and strategy

The fund seeks long-term growth of capital by investing in reasonably priced, quality emerging-market companies with strong fundamentals and/or accelerating earnings growth.

Portfolio management

Steve Cao, Borge Endresen, Mark Jason

How does the fund fit into your portfolio?

- **All-cap emerging markets exposure.** The fund is a dedicated all-cap emerging markets product that offers exposure to high-quality opportunities across the emerging markets investment arena.
- **Satellite strategy.** The fund may enhance return potential and diversify risk in a core-plus-satellite strategy, or it can be paired with a dedicated developed markets fund (i.e., no emerging markets exposure) to gain diversification across the international equity asset class.

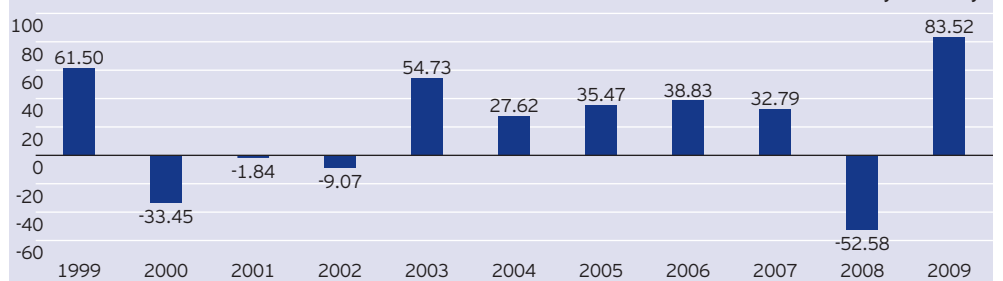
Investment Results

Period	Average Annual Total Returns (%)					as of Dec. 31, 2009
	Class A Shares Inception: 01/11/94		Class C Shares Inception: 03/01/99		Class Y Shares Inception: 10/03/08	Style-Specific Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	MSCI Emerging Markets Index
Inception	5.70	6.07	13.47	13.47	-	-
15 Years	7.16	7.56	-	-	-	-
10 Years	9.19	9.81	9.09	9.09	9.84	9.78
5 Years	15.48	16.80	15.93	15.93	16.86	15.51
3 Years	2.98	4.94	4.16	4.16	5.04	5.11
1 Year	73.46	83.52	81.21	82.21	83.99	78.51
Quarter	2.69	8.67	7.43	8.43	8.73	8.55

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invescoaim.com for the most recent month-end performance. Performance figures reflect reinvested distributions and changes in net asset value (NAV). Investment return and principal value will vary so that you may have a gain or a loss when you sell shares. No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C shares following one year from the date shares were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. Class Y shares have no sales charge; therefore, performance is at NAV. Returns since the Class Y shares' inception date are actual returns. All other returns are blended returns of actual Class Y share performance and restated Class A share performance (for periods prior to the inception date of Class Y shares) at NAV and reflect the Rule 12b-1 fees as well as any fee waivers or expense reimbursements applicable to Class A shares. Effective Oct. 31, 1997, the fund converted to an open-end fund. Performance data from Jan. 11, 1994, to Oct. 31, 1997, is based on performance and expenses of the closed-end fund; performance beginning Nov. 1, 1997, is based on the open-end fund. Fees and expenses of the open-end fund differ from those of the closed-end fund. Had fees not been waived and/or expenses reimbursed currently or in the past, returns would have been lower. A 2% redemption fee will be imposed on certain redemptions or exchanges out of the fund within 31 days of purchase. Exceptions to the redemption fee are listed in the fund's prospectus. Returns less than one year are cumulative; all other performance figures are annualized.

Index source: Lipper Inc.

Calendar-Year Total Returns (%)



About risk

The fund may invest in debt securities, such as notes and bonds, which carry interest rate and credit risk.

Investing in developing countries can add additional risk, such as high rates of inflation or sharply devalued currencies against the U.S. dollar. Transaction costs are often higher, and there may be delays in settlement procedures.

Prices of equity securities change in response to many factors, including the historical and prospective earnings of the issuer, the value of its assets, general economic conditions, interest rates, investor perceptions and market liquidity.

Foreign securities have additional risks, including exchange rate changes, political and economic upheaval, relative lack of information, relatively low market liquidity, and the potential lack of strict financial and accounting controls and standards.

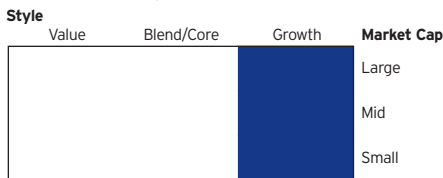
The fund may invest in lower quality debt securities, commonly known as "junk bonds." Compared to higher

Fund Facts

Nasdaq A: GTDDX B: GTDBX C: GTDCX
Y: GTDYX I: GTDIX

Total Net Assets	\$1,279,558,296
Total Number of Holdings	72
Annual Turnover (as of 10/31/09)	27%

Investment Map(s)



Primary Weighting

The map illustrates areas in which the fund typically invests, not necessarily within a limited period of time. This fund is not classified with regard to one primary market capitalization.

Top Equity Holdings

Company	% of Total Net Assets
America Movil S.A. de C.V.	3.34
Banco Bradesco S.A.	2.89
Naspers Ltd.	2.53
Grupo Televisa S.A.	2.52
Equatorial Energia SA	2.37
Siam Commercial Bank PLC	2.23
Public Bank Berhad	2.19
Parkson Holdings Berhad	2.09
SM Investments Corp.	2.08
Top Glove Corp.	1.97

Holdings are subject to change and are not buy/sell recommendations.

Top Countries

Country	% Net
Brazil	16.41
Mexico	9.07
China	8.32
Philippines	8.17
Indonesia	6.47
Malaysia	6.26
Turkey	5.62
South Korea	5.55
Thailand	5.55
Taiwan	4.87

Holdings are subject to change and are not buy/sell recommendations.

Expense Ratios

Class	% Net	% Total
Class A Shares	1.60	1.61
Class C Shares	2.35	2.36
Class Y Shares	1.35	1.36

Per the current prospectus

Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least June 30, 2010. See current prospectus for more information.

About risk (continued)

quality debt securities, junk bonds involve greater risk of default or price changes due to changes in credit quality of the issuer because they are generally unsecured and may be subordinated to other creditors' claims. Credit ratings on junk bonds do not necessarily reflect their actual market risk.

The prices of securities held by the fund may decline in response to market risks.

Nondiversification increases the risk that the value of the fund's shares may vary more widely, and the fund may be subject to greater investment and credit risk than if it invested more broadly.

Investing in a fund that invests in smaller companies involves risks not associated with investing in more established companies, such as business risk, stock price fluctuations and illiquidity.

Sovereign debt securities are subject to the additional risk that - under some political, diplomatic, social or economic circumstances - some developing countries that issue lower quality debt securities may be unable or unwilling to make principal or interest payments as they come due.

Although the fund's returns during certain periods were positively affected by its investments in initial public offerings (IPOs), there can be no assurance that the fund will have favorable IPO investment opportunities in the future.

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

The fund holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and service mark of MSCI Inc. and Standard & Poor's.

Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

The MSCI Emerging Markets Index (SM) is an unmanaged index considered representative of stocks of developing countries. An investment cannot be made directly in an index.

12-month forward and trailing P/E are calculated using weighted harmonic averaging, which helps avoid extreme results that may occur due to small relative numbers in the denominator. It doesn't exclude extreme values; instead, it reduces the effect of outliers on the aggregate calculation. The **price/book ratio** is the market price of a stock divided by the book value per share.

Return on equity (ROE) is net income divided by net worth. The **three-year EPS growth rate** is a weighted average of each stock holding's growth rate in earnings per share (EPS). EPS is total earnings divided by the number of shares outstanding. The **five-year dividend growth rate** is the weighted average of each stock holding's annualized percentage rate of growth in dividend yield over five years. **Alpha** (cash adjusted) is a measure of performance on a risk-adjusted basis. **Beta** (cash adjusted) is a measure of relative risk and the slope of regression. **R-squared** (cash adjusted) expresses the proportion of variation in the return of one fund explained by the return of a benchmark. **Tracking error** measures the difference between returns of a portfolio and its benchmark index. The **up and down capture** measures how well a manager was able to replicate or improve on periods of positive benchmark returns and how severely the manager was affected by periods of negative benchmark returns. **Standard deviation** measures a fund's range of total returns and identifies the spread of a fund's short-term fluctuations.

All data provided by Invesco unless otherwise noted.

External Comparisons

Morningstar Ratings and Rankings and Lipper Rankings

	Class A Shares as of Dec. 31, 2009				
	Overall	1 Year	3 Years	5 Years	10 Years
vs. Morningstar Diversified Emerging Markets Category* A Shares (Load)	★★★★	N/A	★★★★	★★★★	★★★
A Shares (Load Waived)	★★★★	N/A	★★★★	★★★★	★★★
Number of Funds in Category	259	N/A	259	195	118
vs. Morningstar Diversified Emerging Markets Category**		19% (68 of 367)	21% (54 of 259)	8% (15 of 195)	33% (39 of 118)
vs. Lipper Emerging Markets Category***		24% (87 of 375)	22% (52 of 236)	9% (15 of 178)	37% (38 of 104)

*Source: ©2010 Morningstar Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers. It may not be copied or distributed and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Ratings are based on a risk-adjusted return measure that accounts for variation in a fund's monthly performance, placing more emphasis on the downward variations and rewarding consistent performance. With-load ratings include the effect of sales charges, loads and redemption fees. Load-waived ratings exclude sales charges, loads and redemption fees, and are only applicable to investors not subject to sales charges. Had fees not been waived and/or expenses reimbursed in the past, the Morningstar rating would have been lower. The overall rating is derived from a weighted average of three-, five- and 10-year rating metrics, as applicable. Ratings are as of the most recent quarter end and are subject to change every month. A fund is eligible for a Morningstar rating three years after inception. The top 10% of funds in a category receive five stars, the next 22.5% four stars, the next 35% three stars, the next 22.5% two stars and the bottom 10% one star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) Ratings for other share classes may differ due to different performance characteristics. Past performance does not guarantee future results.

**Source: Morningstar Inc. Morningstar rankings are based on total return, excluding sales charges and including fees and expenses, versus all funds in the category tracked by Morningstar.

***Source: Lipper Inc. Lipper fund percentile rankings are based on total returns, excluding sales charges and including fees and expenses, and are versus all funds in the category tracked by Lipper.

Portfolio Characteristics: Fund vs. MSCI Emerging Markets Index

Valuation Statistics			Equity Sector Breakdown		% of Total Net Assets	
	Fund	Index	Market Sector	Fund	Index	
12-Month Forward P/E	12.81	13.91	Consumer Discretionary	19.57	5.79	
12-Month Trailing P/E	14.49	17.74	Financials	15.43	23.32	
Price/Book LTM (Wtd. Avg.)	3.38	3.10	Telecommunication Services	9.39	8.64	
1-Year ROE (Wtd. Avg.)	23.16	17.59	Industrials	8.64	6.74	
12-Month Fwd. Growth Rate (Median) (%)	18.54	19.31	Consumer Staples	7.61	5.58	
3-Year EPS Growth Rate (Wtd. Avg.) (%)	14.05	13.07	Information Technology	7.24	13.47	
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	18.22	18.55	Energy	6.98	14.79	
Weighted Average Market Cap (\$MM)	15,830	32,726	Health Care	6.28	2.23	
Weighted Median Market Cap (\$MM)	6,245	14,954	Utilities	5.95	3.52	
3-Year Standard Deviation	29.99	32.80	Materials	2.41	14.64	
Sources: Invesco, Compustat, Thomson Financial, MSCI, StyleADVISOR			Sources: Invesco, MSCI			
Statistics			Capitalization Breakdown			
Fund vs. Index	3 Years	5 Years		% of Equities		
Alpha (%)	-0.14	1.96		Fund	Index	
Beta	0.90	0.92	Giant	18.00	31.96	
R-Squared	0.96	0.96	Large	31.62	42.02	
Tracking Error (%)	6.88	5.86	Mid	41.28	25.61	
Up Capture (%)	80.84	92.02	Small	7.29	0.41	
Down Capture (%)	90.35	91.82	Micro	1.81	0.00	
Source: StyleADVISOR; based on Class A shares			Based on Morningstar capitalization ranges			
Asset Mix (%)			Geographic Diversification			
	at 12/31/09 at 12/31/08				% of Total Net Assets	
International Common Stock	89.17	87.74	Region			
Cash	8.61	11.93	Europe		8.75	
International Preferred Stock	1.93	0.00	Asia		45.32	
Other	0.24	0.33	Latin America		23.61	
Domestic Common Stock	0.05	0.00	Africa/Middle East		11.82	
			North America		0.00	
			Developed Market Exposure		3.10	
			Emerging Markets Exposure		86.40	

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

Consider the investment objectives, risks, and charges and expenses carefully. For this and other information about AIM funds, obtain a prospectus from your financial adviser and read it carefully before investing.

Note: Not all products, materials or services available at all firms. Advisers, please contact your home office.

AIM Developing Markets Fund

Data as of Dec. 31, 2009

Performance summary

- Emerging markets continued to shine during the fourth quarter, and the asset class delivered gains of more than 78% in 2009, the highest return achieved in a calendar year during the past decade.¹
- The fund participated in this rebound, delivering strong positive returns over the quarter. The fund performed inline with the MSCI Emerging Markets Index and strongly outperformed the peer group. (Please see the returns table on page 1 for fund and index performance.)

Contributors to performance

- Health care.** An overweight exposure combined with favorable stock selection contributed favorably to relative results. Surgical appliances and supplies provider **Top Glove Corp. BHD** (1.97% of total net assets) was the leading contributor to overall fund performance during the quarter.
- Telecommunication services.** Strong stock selection in the telecommunication services sector contributed to relative results. Several wireless services holdings made strong contributions to performance, including Latin American wireless services provider **America Movil SAB** (3.34% of total net assets).
- Geographic.** Strong positive returns were seen across almost all of the fund's major market exposures, with key contributors coming from China, Malaysia, Indonesia and Turkey.
- Market cap.** One of the fund's distinguishing attributes is its "all-cap flexibility," which allows us to invest across the entire emerging markets universe. The index has a larger cap focus. Fund investments in several high-quality, smaller cap names added to performance during the period as small caps were generally more oversold during the bear market. At this point there is no material valuation difference between large- and small-cap indexes. However, as the smaller cap universe is both bigger and less researched than the large-cap universe, it continues to be a fertile ground for finding attractive valuation anomalies.

Detractors from performance

- Cash.** An 8% cash position was a drag on relative results as markets continued to rally over the quarter. The fund's cash exposure is not a strategic decision, but a residual from our stock-picking process.
- Information technology (IT).** Stock selection in the IT sector detracted from relative results.
- Materials:** An underweight to the generally lower quality, commodity-based metals and mining industry hurt relative results in the materials sector. However, solid stock selection offset some of this underperformance, partially neutralizing the negative effect of being underweight.
- Geographic.** The fund delivered positive returns across almost all major markets; however stock selection in Brazil and Russia was a drag on relative results.

Top contributors and detractors

Contributors		Detractors	
	(%) of Total Assets		(%) of Total Assets
1. Top Glove Corp. BHD	1.97	1. Intralot SA	1.11
2. Eczacibasi Ilac Sanayi VE TI	1.33	2. Wilson Sons Ltd. BDR	1.40
3. Totvs SA	1.53	3. Cielo SA	1.69
4. Indocement Tunggal Prakarsa	1.21	4. Ceske Energeticke Zavody AS	0.72
5. Xinyi Glass Holding Co. Ltd.	1.51	5. Hyundai Development Co	0.43

Positioning and outlook

- Stocks purchased.** New positions within the portfolio included **TNK-BP Holding** (Russia) and **S1 Corp.** (S. Korea) (1.07% and 0.60% of total net assets, respectively).
- Stocks sold.** Deteriorating fundamentals led to the sale of **Xiniao Gas Holdings** and **Hung Poo Real Estate** (each 0% of total net assets).
- Overweight/underweight vs. index:** At the close of the period, the fund's largest overweight positions were in the consumer discretionary, health care and utilities sectors. The fund's largest underweight positions were in the materials, financials and energy sectors.
- Outlook.** We continue to believe the long-term emerging markets story is very attractive.
- Given the global nature of today's economies, we expect emerging markets to continue to be volatile.
- However, demographics, favorable economic growth prospects, reasonable valuations and valuable diversification benefits all support the appeal of the asset class.
- Markets have experienced a strong recovery during 2009. We would like to caution investors against making investment decisions based on short-term performance. As always, we recommend that you consult a financial adviser to discuss your individual financial program.

¹ Source: Lipper Inc.
Opinions expressed are those of the fund's portfolio management.
Diversification does not guarantee a profit or eliminate the risk of loss.