



AIM High Income Municipal Fund

Tax-free noninvestment grade

Data as of Dec. 31, 2009

Investment objective and strategy

The fund seeks a high level of current income exempt from federal income taxes by investing primarily in higher yielding, lower rated municipal bonds.

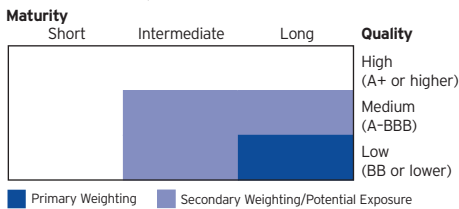
Portfolio management

Franklin Ruben, Gerard Pollard

Fund Facts

Nasdaq	A: AHMAX B: AHMBX C: AHMCX Y: AHMYX I: AHMIX
Total Net Assets	\$631,029,836
Total Number of Holdings	596
Annual Turnover (as of 03/31/09)	22%

Investment Map(s)



The map illustrates areas in which the fund may invest, not necessarily within a limited period of time.

Sectors (%)

Revenue Bonds	91.46
Escrow & Prerefunded Bonds	4.37
General Obligation Bonds	4.16
Sectors may not equal 100% due to rounding.	

Bond Holding Statistics

Weighted Average Effective Maturity (years)	20.46
Effective Duration	8.65
Average Credit Quality	BB
Average Coupon (%)	6.08
Average Dollar Price	90.16

Alternative Minimum Tax

Exposure	1.25
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30-Day SEC Yields

	SEC Yields	Table- Equivalent SEC Yields
Class A Shares	5.41	8.32
Class C Shares	4.92	7.57
Class Y Shares	5.93	9.12

The 30-day taxable-equivalent SEC yield represents the tax-adjusted 30-day SEC yield for investors in the highest individual marginal federal income tax bracket (35%). Had fees not been waived and/or expenses reimbursed, the SEC yields would have been 5.23% for Class A shares, 4.74% for Class C shares and 5.75% for Class Y shares. The 30-day taxable-equivalent SEC yields would have been 8.14% for Class A shares, 7.39% for Class C shares and 8.85% for Class Y shares.

Expense Ratios

	% Net	% Total
Class A Shares	0.80	0.99
Class C Shares	1.55	1.74
Class Y Shares	0.55	0.74

Per the current prospectus

Net = Total annual operating expenses less any voluntary fee waivers and/or expense reimbursements by the advisor. Voluntary arrangements can be discontinued or modified at any time without further notice to investors. See current prospectus for more information.

Investment Results

Before-Tax Average Annual Total Returns (%)

Period	Class A Shares Inception: 01/02/98		Class C Shares Inception: 01/02/98		Class Y Shares Inception: 10/03/08		as of Dec. 31, 2009
	Max Load 4.75%	NAV	Max CDSC 1.00%	NAV	NAV	Barclays Capital High Yield Municipal Bond Index	Style-Specific Index
Inception	3.03	3.45	2.67	2.67	-	-	-
10 Years	3.84	4.35	3.56	3.56	4.39	4.87	4.87
5 Years	1.48	2.48	1.72	1.72	2.56	2.63	2.63
3 Years	-2.46	-0.86	-1.56	-1.56	-0.72	-1.81	-1.81
1 Year	25.07	31.21	29.24	30.24	31.48	32.73	32.73
Quarter	-5.31	-0.63	-1.65	-0.67	-0.57	-0.02	-0.02

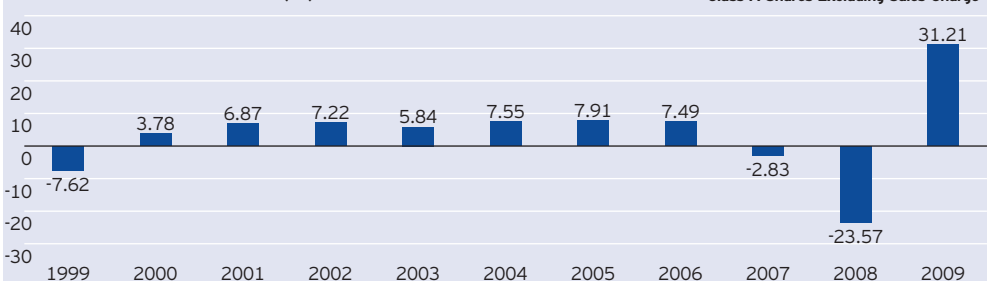
After-Tax Average Annual Total Returns (%)

Period	Class A Shares Inception: 01/02/98		Class C Shares Inception: 01/02/98		Class Y Shares Inception: 10/03/08		as of Dec. 31, 2009
	On Distributions	On Distributions and Sale of Fund Shares	On Distributions	On Distributions and Sale of Fund Shares	On Distributions	On Distributions and Sale of Fund Shares	Style-Specific Index
Inception	3.03	3.37	2.67	2.98	-	-	-
10 Years	3.84	4.11	3.56	3.79	4.39	4.61	4.61
5 Years	1.48	2.05	1.72	2.17	2.56	3.00	3.00
3 Years	-2.46	-1.31	-1.56	-0.64	-0.72	0.19	0.19
1 Year	25.07	18.80	29.24	21.33	31.48	23.19	23.19
Quarter	-5.31	-2.97	-1.65	-0.63	-0.57	0.16	0.16

After-tax returns on distributions reduce the distributions by the maximum tax rate before reinvestment. After-tax returns on distributions and sale of fund shares reduce the distributions by the maximum tax rate before reinvestment, assume holdings are redeemed at the end of the return period, and apply the appropriate tax rate to the capital gains or losses realized as a result of the redemption. After-tax returns are preliminary. Final data was not available at print date. After-tax returns include sales charges, are calculated using the historical highest individual federal marginal income tax rate and do not reflect the effect of state and local taxes. Actual after-tax returns depend on the investor's tax situation and may differ from those shown. 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. Had fees not been waived and/or expenses reimbursed currently or in the past, returns would have been lower. Returns less than one year are cumulative; all other performance figures are annualized.

Index sources: Invesco, Barclays Capital

Calendar-Year Total Returns (%)



About risk

Because many municipal securities are issued to finance similar projects, especially those relating to education, health care, transportation and utilities, conditions in those sectors can affect the overall municipal securities market and the fund.

Credit risk is the risk of loss on an investment due to the deterioration of an issuer's financial health. Such a

About risk (continued)

deterioration of financial health may result in a reduction of the credit rating of the issuer's securities and may lead to the issuer's inability to honor its contractual obligations, including making timely payment of interest and principal.

The fund may invest in securities where the issuer has defaulted on the payment of interest and/or principal. Defaulted securities are speculative, involve risks that the principal will not be repaid and may be subject to restrictions on sale.

The fund may use enhanced investment techniques such as derivatives. The principal risk of derivatives is that the fluctuations in their values may not correlate perfectly with the overall securities markets. Derivatives are subject to counterparty risk – the risk that the other party will not complete the transaction with the fund.

Lower rated securities may be more susceptible to real or perceived adverse economic and competitive industry conditions, and the secondary markets in which lower rated securities are traded may be less liquid than higher grade securities. The loans in which the fund may invest are typically noninvestment-grade and involve a greater risk of default on interest and principal payments and of price changes due to the changes in the credit quality of the issuer.

Interest rate risk refers to the risk that bond prices generally fall as interest rates rise and vice versa.

Leveraging entails risks such as magnifying changes in the value of the portfolio's securities.

There is no guarantee that the investment techniques and risk analysis used by the fund's portfolio managers will produce the desired results.

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

The value of, payment of interest on and repayment of principal for the fund as well as the fund's ability to sell a municipal security may be affected by constitutional amendments, legislative enactments, executive orders, administrative regulations, voter initiatives and the economics of the regions where the issuers in which the fund invests are located.

Reinvestment risk is the risk that a bond's cash flows will be reinvested at an interest rate below that of the original bond.

The tax-exempt character of the interest paid on synthetic municipal securities is based on the tax-exempt income stream from the collateral. The Internal Revenue Service has not ruled on this issue and could deem income derived from synthetic municipal securities to be taxable.

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

Income may be subject to state and local taxes. There is no guarantee that the fund's income will be exempt from federal income taxes, including the alternative minimum tax. If bonds are sold prior to maturity, the actual yields may differ from the advertised yields. Insurance does not pertain to yield quotations or market values, which will fluctuate over the life of the bonds. It covers only the timely payment of interest and principal. This information does not constitute tax advice. Please consult your tax adviser for more complete information.

The Barclays Capital High Yield Municipal Bond Index is an unmanaged index considered representative of the tax-exempt bond market. An investment cannot be made directly in an index.

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. **Weighted average effective maturity** is a measure, as estimated by the fund's portfolio managers, of the length of time the average security in a bond fund will mature or be redeemed by its issuer. It takes into account mortgage prepayments, puts, adjustable coupons and potential call dates. **Effective duration** is a measure, as estimated by the fund's portfolio managers, of a bond fund's price sensitivity to changes in interest rates. It takes into

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 High Yield Muni Category*					
A Shares (Load)	★★★★	N/A	★★★★	★★★★	★★★★
A Shares (Load Waived)	★★★★	N/A	★★★★	★★★★	★★★★
Number of Funds in Category	127	N/A	127	109	82
vs. Morningstar High Yield Muni Category**					
	(58 of 147)	(59 of 127)	(43 of 109)	(25 of 82)	
vs. Lipper High Yield Muni Debt Funds Category***					
	(44 of 111)	(42 of 93)	(30 of 79)	(15 of 57)	

*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 currently or 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

Statistics

Fund vs. Index	3 Years	5 Years
Alpha (%)	0.88	-0.13
Beta	0.97	0.96
R-Squared	0.94	0.93
Tracking Error (%)	3.17	2.61
Up Capture (%)	101.01	92.50
Down Capture (%)	95.04	93.62
	Fund	Index
3-Year Standard Deviation	12.29	12.29

Source: StyleADVISOR; based on Class A shares and fund's style-specific index

Quality Breakdown

	% Total
AAA	1.14
AA	4.51
A	7.49
BBB	17.07
BB	3.69
B	0.45
CCC	0.00
CC	0.00
C	0.00
D	0.00
NR	61.22

May not equal 100% due to exclusion of cash, payables and receivables

Top Holdings (Coupon %)

Top Holdings (Coupon %)	% of Total Net Assets
Gillette WY Pollution Control Revenue (0.24) 1/1/18	1.40
Illinois Fin. Auth. Rev. Clare Oaks (6.875) 8/15/38	1.01
West Virginia State Hospital Fin. Auth. (6.5) 10/1/38	0.72
Hillside, IL Tax Increment Rev. (7) 1/1/28	0.69
Rockdale County, GA Dev. Auth. Proj. Rev. (6.125) 1/1/34	0.58
Louisville-Jefferson County, KY Metro Government (6.125) 2/1/37	0.58
Utah State Charter School Fin. Auth. (5.8) 6/15/38	0.52
Southern California Presbyterian Homes (6.5) 11/1/38	0.50
Tarrant Co., TX Cultural Ed. Facs. Fin. (5.75) 11/15/37	0.49
Colorado Edl & Cultural Facs Auth. (8.25) 11/1/39	0.49

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

account mortgage prepayments, puts, adjustable coupons and potential call dates. A credit rating is an assessment provided by a nationally recognized statistical rating organization (NRSRO) of the creditworthiness of an issuer with respect to debt obligations, including specific securities, money market instruments or other debts. Ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest); ratings are subject to change without notice. NR indicates the debtor was not rated and should not be interpreted as indicating low quality.

All data provided by Invesco unless otherwise noted.

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.