



Invesco Financial Services Fund

Sectors

Data as of June 30, 2010

Investment objective and strategy

The fund seeks capital growth by investing primarily in financial services stocks. These companies include banks, insurance companies, investment and miscellaneous industries, and suppliers to financial service companies.

Portfolio management

Meggan M. Walsh

How does the fund fit into your portfolio?

- **Satellite position.** The fund is a sector-oriented product that can be added as a satellite position to enhance return potential when employed in a tactical or strategic allocation.
- **Focus on long-term absolute performance.** The fund seeks to create wealth by maintaining a long-term investment horizon and investing in financial services companies that are significantly undervalued on an absolute basis or that exhibit superior capital discipline.
- **Sector coverage.** The fund provides exposure to various industries within the financial services sector which may include banking, insurance, consumer finance and asset management.

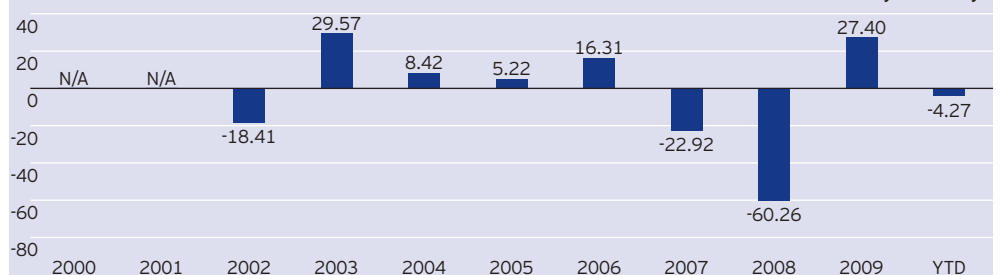
Investment Results

Average Annual Total Returns (%)							as of June 30, 2010
Period	Class A Shares Inception: 03/28/02		Class C Shares Inception: 02/14/00		Investor Class Shares Inception: 06/02/86	Class Y Shares Inception: 10/03/08	Style-Specific Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	NAV	S&P 500 Financials Index
Inception	-8.16	-7.53	-4.19	-4.19	7.45	-	-
20 Years	-	-	-	-	7.47	-	7.63
15 Years	-	-	-	-	3.17	-	5.04
10 Years	-	-	-5.47	-5.47	-4.73	-4.69	-2.91
5 Years	-14.90	-13.93	-14.58	-14.58	-13.93	-13.86	-11.81
3 Years	-29.37	-28.03	-28.58	-28.58	-28.03	-27.93	-25.48
1 Year	13.52	20.18	18.20	19.20	20.18	20.48	16.90
Quarter	-17.66	-12.86	-13.89	-13.02	-12.88	-12.85	-13.34

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invesco.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. The Investor Class shares have no sales charge; therefore, performance is at NAV. Class Y shares have no sales charge; therefore, performance is at NAV. Performance shown prior to the inception date of Class Y shares is that of Investor Class shares and includes the 12b-1 fees applicable to Investor Class shares. Investor Class share performance reflects any applicable fee waivers or expense reimbursements. Had fees not been waived or expenses reimbursed on Class A shares in the past, returns would have been lower. Returns less than one year are cumulative; all other performance figures are annualized.

Index source: Lipper Inc.

Calendar-Year Total Returns (%)



Inception year is 2002.

About risk

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.

The financial services sector is subject to extensive government regulation, which may change frequently. In addition, the profitability of businesses in the financial services sector depends on the availability and cost of money and may fluctuate significantly in response to changes in government regulation, interest rates and general economic conditions. Businesses in the financial sector often operate with substantial financial leverage.

The fund's foreign investments may be affected by changes in the foreign country's exchange rates; political and social instability; changes in economic or taxation policies; difficulties when enforcing obligations; decreased liquidity;

Fund Facts

Nasdaq	A: IFSAX B: IFSBX C: IFSCX Investor: FSFSX Y: IFSYX
Total Net Assets	\$183,757,655
Total Number of Holdings	34
Annual Turnover (as of 03/31/09)	38%

Top Equity Holdings

	% of Total Net Assets
Capital One Financial Corp.	6.84
JPMorgan Chase & Co.	6.11
American Express Co.	5.42
Bank of America Corp.	5.08
State Street Boston Corp.	4.90
Fifth Third Bancorp	4.46
Legg Mason Inc.	4.35
Zions Bancorporation	3.97
Citigroup Inc.	3.82
XL Capital Ltd.	3.73

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

Top Industries

Other Diversified Financial Services	15.01
Consumer Finance	14.62
Regional Banks	13.74
Asset Management & Custody Banks	12.06
Data Processing & Outsourced Services	7.71
Investment Banking & Brokerage	5.33
Insurance Brokers	5.30
Property & Casualty Insurance	4.10
Specialized Finance	3.60
Thriffs & Mortgage Finance	2.82

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

Expense Ratios

	% Net	% Total
Class A Shares	1.65	1.66
Class C Shares	2.40	2.41
Investor Class Shares	1.65	1.66
Class Y Shares	1.40	1.41

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)

and increased volatility. Foreign companies may be subject to less regulation resulting in less publicly available information about the companies.

The investment techniques and risk analysis used by the fund's portfolio managers may not produce the desired results.

The fund is non-diversified and can invest a greater portion of its assets in a single issuer. A change in the value of the issuer could affect the value of the fund more than if it was a diversified fund.

The fund's investments are concentrated in a comparatively narrow segment of the economy, which may make the fund more volatile.

The fund may invest a large percentage of its assets in a limited number of securities or other instruments, which could negatively affect the value of the fund.

Investor Class shares are closed to new investors. Investors should contact their financial adviser about other share classes.

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.

The S&P 500® Financials Index is an unmanaged index considered representative of the financial market. 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. This measurement is not a forecast of the fund's performance. 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. This measurement is not a forecast of the fund's performance. **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 June 30, 2010

	Overall	1 Year	3 Years	5 Years	10 Years
vs. Morningstar Financial Category*					
A Shares (Load)	★	N/A	★	★	N/A
A Shares (Load Waived)	★★	N/A	★★	★★	N/A
Number of Funds in Category	107	N/A	107	101	N/A
vs. Morningstar Financial Category**		14% (18 of 127)	91% (98 of 107)	86% (87 of 101)	N/A
vs. Lipper Financial Services Category***		29% (25 of 86)	88% (66 of 74)	80% (46 of 57)	N/A

*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. S&P 500 Financials Index

Valuation Statistics

	Fund	Index
12-Month Forward P/E	11.40	10.85
12-Month Trailing P/E	24.05	19.88
Price/Book LTM (Wtd. Avg.)	1.52	1.36
1-Year ROE (Wtd. Avg.)	10.11	8.06
12-Month Fwd. Growth Rate (Median) (%)	20.88	21.57
3-Year EPS Growth Rate (Wtd. Avg.) (%)	-21.72	-16.99
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	-24.64	-21.55
Weighted Average Market Cap (\$MM)	33,887	75,742
Weighted Median Market Cap (\$MM)	12,195	42,843
3-Year Standard Deviation	37.96	37.30

Sources: Invesco, Compustat, Thomson Financial, Standard & Poor's, StyleADVISOR

Statistics

Fund vs. Index	3 Years	5 Years
Alpha (%)	-2.98	-2.12
Beta	1.01	1.01
R-Squared	0.98	0.98
Tracking Error (%)	5.99	4.79
Up Capture (%)	94.76	96.42
Down Capture (%)	101.90	102.36

Source: StyleADVISOR; based on Class A shares

Equity Sector Breakdown

Market Sector	% of Total Net Assets	
	Fund	Index
Financials	84.88	100.00
Information Technology	7.71	0.00
Consumer Discretionary	1.50	0.00
Consumer Staples	0.00	0.00
Energy	0.00	0.00
Health Care	0.00	0.00
Industrials	0.00	0.00
Materials	0.00	0.00
Telecommunication Services	0.00	0.00
Utilities	0.00	0.00

Sources: Invesco, Standard & Poor's

Capitalization Breakdown

	% of Equities	
	Fund	Index
Giant	26.53	52.48
Large	33.72	34.66
Mid	33.75	12.75
Small	4.05	0.11
Micro	1.95	0.00

Based on Morningstar capitalization ranges

Asset Mix (%)

	at 06/30/10	at 06/30/09
Domestic Common Stock	90.13	94.11
International Common Stock	4.47	2.50
Cash	4.41	3.53
Other	0.99	-0.14

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 the 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.

Invesco Financial Services Fund

Data as of June 30, 2010

Performance summary

- During the second quarter, the fund's class A shares at net asset value (NAV) posted a negative return but outperformed the S&P 500 Financials Index. (Please see the returns table on page 1 for fund and index performance.)
- Financials was one of the worst performing sectors within the S&P 500 during the quarter. All industries within the sector posted losses, led by capital markets and diversified financial services companies.
- Very few fund holdings posted gains during the period, but an overweight position in consumer finance helped results relative to the benchmark.

Contributors to performance

- Life insurer **Primerica** (0.00% of total net assets) was the largest contributor to results. Formerly a division of **Citigroup Inc.**, (also a fund holding, 3.82% of total net assets) **Primerica** went public on April 1, and shares rose sharply in its first days of trading. The IPO raised approximately \$550 million for **Citigroup**, which also retained a 40% ownership stake in **Primerica**. We sold this position during the quarter.
- **The Blackstone Group**, (0.00% of total net assets) a private equity firm, was another top contributor in the second quarter. The company reported solid results due to increased management fees and assets under management. We sold this position during the quarter because we believe the stock's upside potential is limited by lack of transparency in the company's operating fundamentals due to its private equity structure. We also believe proposed legislation that would change the tax treatment of carried interest will remain as a negative overhang for the foreseeable future.

Detractors from performance

- After rebounding in the first quarter, **Moody's Corp.** (3.60% of total net assets) was the largest detractor from results in the second quarter. The company's first quarter earnings were strong due to higher volumes of new debt issuance. However, **Moody's** positive results were largely overshadowed by ongoing negative headlines about financial reform and the potential regulatory impact on the rating agencies. During the quarter, **Moody's** also received notice that the SEC was recommending enforcement proceedings for a compliance violation that occurred in 2008. While these events certainly create near-term "headline risk," we believe uncertainties created by these events will be temporary as the regulatory landscape becomes clearer and details of the financial reform bill become known.
- **State Street Corp.** (4.90% of total net assets) also declined in the second quarter. The company's quarterly profits were largely in line with expectations, but operating results in its key asset servicing, asset management and securities lending segments were weak. On a positive note, capital ratios continued to improve.

Top contributors and detractors

Contributors	(%) of Total Assets	Detractors	(%) of Total Assets
1. Primerica	0.00	1. Moody's Corp.	3.60
2. The Blackstone Group	0.00	2. State Street Corp.	4.90
		3. JP Morgan Chase & Co.	6.11
		4. Bank of America Corp.	5.08
		5. XL Capital Limited	3.73

Positioning and outlook

- Changes to the portfolio management team were announced during the quarter. Effective June 25, 2010, Meggan Walsh took over management of the fund and began transitioning the portfolio.
- At the end of the quarter, the fund's largest industry exposures were in diversified financials, consumer finance, regional banks and asset managers.
- Going forward, management will focus on identifying companies within the financial services sector that have attractive total return potential.
- Management emphasizes companies with solid balance sheets and operating cash flow that supports sustained or increasing dividends and/or share repurchases. Emphasis is on companies that management expects to profitably grow cash flows over time.
- Through fundamental research, financial statement analysis and the use of multiple valuation techniques, the investment team estimates a target price for each stock over a two-to-three year investment horizon. The team then constructs a portfolio believed to provide the best combination of price appreciation potential, dividend income and risk profile.
- The team considers whether to sell a particular security when any of these factors materially change.
- The management team is committed to providing shareholders strategic exposure to the financial services sector through a total return approach, emphasizing capital appreciation, current income and capital preservation.

Opinions expressed are those of the fund's portfolio management.