



# AIM Gold & Precious Metals Fund Commodities

Data as of Dec. 31, 2009

## Investment objective and strategy

The fund seeks capital growth by investing at least 80% of its net assets in the equity securities and equity-related instruments of companies involved in exploring for, mining, processing or dealing and investing in gold and other precious metals.

## Portfolio management

Andrew Lees

## 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 strategic or tactical allocation.
- **Hedge against inflation and declining U.S. dollar.** Historically, gold has successfully weathered rising inflation and declining dollars.
- **Gold and precious metals exposure.** Although the fund is limited to a 10% direct gold bullion exposure, its equity investments provide indirect exposure to commodities such as gold, copper, silver, platinum, palladium, uranium and diamonds.

## Investment Results

Average Annual Total Returns (%)							as of Dec. 31, 2009
Period	Class A Shares Inception: 03/28/02		Class C Shares Inception: 02/14/00		Investor Class Shares Inception: 01/19/84	Class Y Shares Inception: 10/03/08	Style-Specific Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	NAV	Philadelphia Gold & Silver Index
Inception	18.11	18.95	18.14	18.14	2.22	-	-
25 Years	-	-	-	-	4.77	-	3.23
20 Years	-	-	-	-	3.90	-	1.71
15 Years	-	-	-	-	6.67	-	2.92
10 Years	-	-	-	-	18.14	18.18	9.49
5 Years	17.01	18.33	17.41	17.41	18.34	18.43	11.11
3 Years	8.82	10.88	9.99	9.99	10.86	10.99	5.76
1 Year	47.09	55.53	53.27	54.27	55.59	55.84	35.85
Quarter	0.30	6.19	4.91	5.91	6.29	6.25	1.72

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit [invescoaim.com](http://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. 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. 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 Investor Class 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 Investor Class shares. 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 (%)



Inception year is 2002.

## About risk

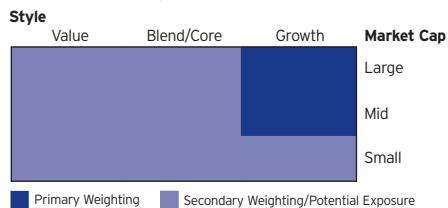
Prices of equity securities change in response to many factors, including the historical and prospective earnings of the issuer, the value of its assets, general economic conditions, interest rates, investor perceptions and market liquidity.

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.

## Fund Facts

Nasdaq	A: IGDAX B: IGDBX C: IGDCX Investor: FGLDX Y: IGDYX
Total Net Assets	\$455,531,567
Total Number of Holdings	34
Annual Turnover (as of 03/31/09)	39%

## Investment Map(s)



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

	% of Total Net Assets
Silver Wheaton Corp.	6.23
IAMGold Corp.	5.78
Freeport-McMoran Copper & Gold Inc.	5.18
Eldorado Gold Corp.	4.78
Yamana Gold Inc.	4.52
Goldcorp Inc.	4.51
Rangold and Exploration Co. Ltd.	3.89
Barrick Gold Corp.	3.77
Agnico-Eagle Mines Ltd.	3.73
Franco-Nevada Corp.	3.73

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

## Top Industries

Gold	59.65
Precious Metals & Minerals	16.26
Diversified Metals & Mining	11.96
Investment Companies ETF	3.70
Coal & Consumable Fuels	2.39

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

## Expense Ratios

	% Net	% Total
Class A Shares	1.49	1.50
Class C Shares	2.24	2.25
Investor Class Shares	1.49	1.50
Class Y Shares	1.24	1.25

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)

Fluctuations in the price of gold and precious metals often dramatically affect the profitability of the companies in the gold and precious metals sector. Changes in the political or economic climate for the two largest gold producers, South Africa and the former Soviet Union, may have a direct effect on the price of gold worldwide.

The fund's direct investments in gold bullion will earn no income return. Appreciation in the market price of gold is the sole manner in which the fund can realize gains on gold bullion. The fund may have higher storage and custody costs in connection with its ownership in gold bullion.

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 fund's investments are concentrated in a comparatively narrow segment of the economy. Consequently, the fund may tend to be more volatile than other mutual funds, and the value of the fund's investments may tend to rise and fall more rapidly.

Because a large percentage of the fund's assets may be invested in securities of a limited number of companies, each investment has a greater effect on the fund's overall performance and any change in the value of those securities could significantly affect the value of an investment in 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 Philadelphia Gold & Silver Index is a capitalization-weighted, price-only index on the Philadelphia Stock Exchange that includes the leading companies involved in the mining of gold and silver. 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 Equity Precious Metals Category*					
A Shares (Load)	★★★	N/A	★★★★	★★★	N/A
A Shares (Load Waived)	★★★★	N/A	★★★★★	★★★★	N/A
Number of Funds in Category	67	N/A	67	60	N/A
vs. Morningstar Equity Precious Metals Category**		28%	43%	46%	N/A
		(21 of 74)	(29 of 67)	(28 of 60)	N/A
vs. Lipper Gold Oriented Funds Category***		28%	44%	47%	N/A
		(20 of 71)	(26 of 59)	(24 of 51)	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. 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. Philadelphia Gold & Silver Index

Valuation Statistics			Equity Sector Breakdown		% of Total Net Assets	
	Fund	Index	Market Sector	Fund	Index	
12-Month Forward P/E	20.76	16.28	Materials	88.11	100.00	
12-Month Trailing P/E	33.11	25.95	Energy	2.39	0.00	
Price/Book LTM (Wtd. Avg.)	3.38	3.43	Consumer Discretionary	0.00	0.00	
1-Year ROE (Wtd. Avg.)	-0.72	-20.48	Consumer Staples	0.00	0.00	
12-Month Fwd. Growth Rate (Median) (%)	41.88	67.14	Financials	0.00	0.00	
3-Year EPS Growth Rate (Wtd. Avg.) (%)	-2.34	8.50	Health Care	0.00	0.00	
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	-2.11	-12.39	Industrials	0.00	0.00	
Weighted Average Market Cap (\$MM)	16,831	23,140	Information Technology	0.00	0.00	
Weighted Median Market Cap (\$MM)	8,345	23,190	Telecommunication Services	0.00	0.00	
3-Year Standard Deviation	40.55	46.14	Utilities	0.00	0.00	
Sources: Invesco, Compustat, Thomson Financial, FactSet, StyleADVISOR			Sources: Invesco, FactSet			
Statistics			Capitalization Breakdown			
Fund vs. Index	3 Years	5 Years			% of Equities	
Alpha (%)	4.46	6.99		Fund	Index	
Beta	0.87	0.86	Giant	4.74	0.00	
R-Squared	0.97	0.96	Large	43.68	85.49	
Tracking Error (%)	9.50	8.93	Mid	37.85	12.82	
Up Capture (%)	82.52	88.53	Small	12.75	1.69	
Down Capture (%)	87.68	86.27	Micro	0.98	0.00	
Source: StyleADVISOR; based on Class A shares			Based on Morningstar capitalization ranges			
			<b>Asset Mix (%)</b>			
					at 12/31/09 at 12/31/08	
			International Common Stock	73.54	69.08	
			Domestic Common Stock	20.42	24.68	
			Cash	6.00	6.02	
			Other	0.04	0.22	

## 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 Gold & Precious Metals Fund

Data as of Dec. 31, 2009

## Performance summary

- The fund's Class A shares at net asset value (NAV) outperformed the Philadelphia Gold & Silver Index during the fourth quarter. (Please see the returns table on page 1 for fund and index performance.)
- The U.S. economy provided signs of continued improvement during the fourth quarter, offering indications that the economy has transitioned from a contraction phase into an expansionary phase. Nevertheless, the pace of the recovery remains relatively modest, and the transition from government stimulus-induced growth to a private economic recovery is uncertain. While the labor markets have improved as layoffs have moderated, significant capacity persists and new hiring remains quite weak.
- Following the improvement in many economic indicators, most equity markets trended higher during the quarter. However, rising interest rates remain a potential headwind to future economic growth.
- After hitting an all-time low late in the quarter, the U.S. Dollar Index, which tracks the value of the dollar against a basket of six major currencies, retraced and rose relative to other currencies at the end of the fourth quarter.<sup>1</sup>
- Gold prices reflected an inverse relationship to the U.S. dollar, reaching a new high of \$1,227 per troy ounce in December, and ultimately ended the quarter at \$1,097 per troy ounce.<sup>1</sup>
- Security selection aided the fund's performance relative to the Philadelphia Gold & Silver Index, particularly among gold mining equities.

## Contributors to performance

- On an absolute basis, each industry contributed positively to fund performance during the fourth quarter, with the gold mining industry earning the greatest contribution.
- Gold producer equities also had the greatest positive effect on fund performance relative to the benchmark index. Specifically, favorable stock selection drove fund performance within the industry.
- The fund's security selection and overweight exposure in the precious metals and minerals industry was also a relative contributor.

## Detractors from performance

- Relative to the index, our cash weight detracted from fund performance given the strong equity market returns of the fourth quarter.
- Security selection and underweight exposure to the strong-performing diversified metals and mining industry also detracted from our fourth quarter relative performance.
- Our gold bullion exchange-traded fund holdings produced positive absolute returns for the fund, as gold prices rose slightly. However, our gold bullion exposure underperformed gold and metal producer equities during the quarter. As a reminder, gold bullion represents only a small portion of the fund's assets because our prospectus limits us to a 10% investment in the underlying metal.

## Top contributors and detractors

Contributors		Detractors	
	(%) of Total Assets		(%) of Total Assets
1. Silver Wheaton Corp.	6.23	1. Agnico-Eagle Mines Ltd.	3.73
2. Eldorado Gold Corp.	4.78	2. Seabridge Gold Inc.	2.33
3. Freeport-McMoRan Copper & Gold Inc.	5.18	3. Kinross Gold Corp.	1.87
4. IAMGOLD Corp.	5.78	4. Coeur d'Alene Mines Corp.	0.97
5. Detour Gold Corp.	1.89	5. Gold Fields Ltd. ADR	3.00

## Positioning and outlook

- The recent surge in commodity prices suggests that resurgent global demand is beginning to take the slack out of the economy.
- Commodity investment is expected to remain strong in 2010. The improving global economy should boost demand for raw materials. Additionally, as most commodities are denominated in dollars, a weak dollar makes commodities cheaper on the international markets in other currencies, further increasing demand. Supplies remain constrained, exacerbated by the recession, when companies sought to cut costs and reduced capital expenditures for mines.
- During 2009, central banks in India and Russia bought hundreds of tons of gold to diversify their foreign reserves. Waves of buying from investment funds and individual investors seeking a haven from inflation and a falling dollar also boosted prices.
- Demand for base metals (copper, lead, zinc and aluminum) in 2009 was predominantly driven by China.
- We continue to view gold as a potentially attractive investment given the current economic environment.
- Interest rates remain low, providing support for gold.
- And although we weren't overly concerned about inflation in the near term, we believe U.S. government spending initiatives will ultimately lower the value of the U.S. dollar over the long term, which may lend support to gold prices.
- Equity markets 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.

The U.S. Dollar Index is a measure of the value of the U.S. dollar relative to the majority of its most significant trading partners. Opinions expressed are those of the fund's portfolio management.

<sup>1</sup> Source: Bloomberg L.P.