AIM LIBOR Alpha Fund

Short-term taxable investment grade

Data as of Dec. 31, 2009

Investment objective and strategy

The fund seeks to provide total return that exceeds the three-month U.S. dollar London Interbank Offered Rate (Libor).

Portfolio management

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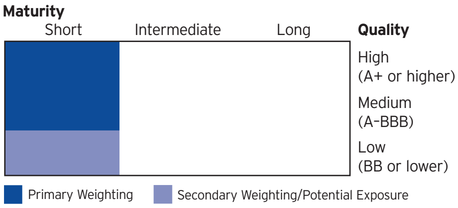
Fund Facts

Nasdaq	A: EASBX C: CESBX Y: LIBYX R: RESBX I: IAESX
Total Net Assets	$29,740,693
Total Number of Holdings	123
Annual Turnover (as of 10/31/09)	116%

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 bond quality.

Sectors (%)

U.S. Mortgage-Backed Securities	42.15
U.S. Corporate Bonds	32.04
Foreign Corporate Bonds	10.40
U.S. Asset-Backed Securities	6.55
U.S. Government Bonds	5.53
Cash/Other	3.33

Sectors may not equal 100% due to rounding.

Bond Holding Statistics

Weighted Average Effective Maturity (years)	3.79
Effective Duration	0.22
Average Credit Quality	AA

30-Day SEC Yields

	% Total
Class A Shares	2.96
Class C Shares	2.78
Class Y Shares	3.27

Had fees not been waived and/or expenses reimbursed, the SEC yield would have been 2.23% for Class A shares, 1.55% for Class C shares and 2.54% for Class Y shares.

Expense Ratios

	% Net	% Total
Class A Shares	0.90	1.63
Class C Shares	1.15	2.38
Class Y Shares	0.65	1.38

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 Feb. 28, 2011. See current prospectus for more information.

Net = Total annual operating expenses less any contractual fee waivers by the distributor in effect through at least Feb. 28, 2011. See current prospectus for more information.

Investment Results

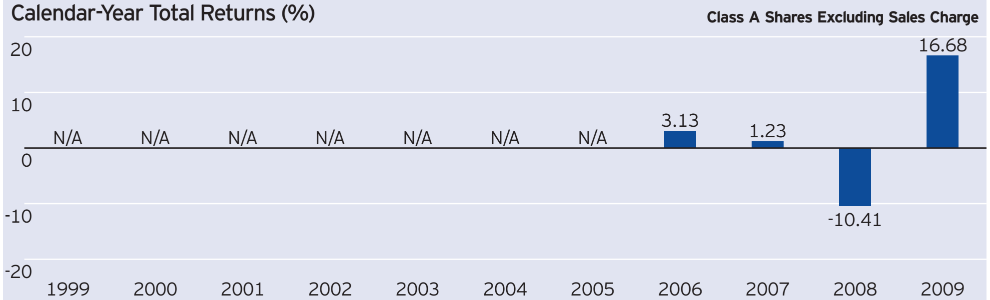
Average Annual Total Returns (%) — as of Dec. 31, 2009

	Class A Shares Inception: 03/31/06		Class C Shares Inception: 03/31/06	Class Y Shares Inception: 10/03/08	Style-Specific Index
Period	Max Load 2.50%	NAV	NAV	NAV	U.S. Three-Month Libor
Inception	1.66	2.36	2.13	2.50	-
3 Years	1.03	1.90	1.65	2.09	3.07
1 Year	13.81	16.68	16.52	17.08	0.74
Quarter	-0.90	1.67	1.72	1.73	0.06

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. Class C shares are sold without initial sales charge and are not subject to a contingent deferred sales charge (CDSC). However, they are subject to other fees and expenses described in the fund prospectus. Class C 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 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 source: Lipper Inc.

Calendar-Year Total Returns (%) — Class A Shares Excluding Sales Charge



Inception year is 2006.

About risk

Portfolio turnover is greater than most funds, which may affect the fund's performance due to higher brokerage commissions. Active trading may also increase short-term gains and losses, which may result in taxable gain distributions to the fund's shareholders.

Credit risk is the risk of loss on an investment due to the deterioration of an issuer's financial health. Such a 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 is subject to currency/exchange rate risk because it may buy or sell currencies other than the U.S. dollar.

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.

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.

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.

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.

About risk (continued)

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 may invest in mortgage- and asset-backed securities. These securities are subject to prepayment or call risk, which is the risk that payments from the borrower may be received earlier or later than expected due to changes in the rate at which the underlying loans are prepaid.

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.

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.

Libor is the interest rate the world's most credit-worthy banks charge one another for large loans and is used as a base interest rate for loans made to major corporations.

The U.S. Three-Month Libor is an unmanaged floating rate index at which U.S. dollar deposits are offered on the London Interbank market. An investment cannot be made directly in an index.

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 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.

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 Ultrashort Bond Category*					
A Shares (Load)	★★	N/A	★★	N/A	N/A
A Shares (Load Waived)	★★★	N/A	★★★	N/A	N/A
Number of Funds in Category	89	N/A	89	N/A	N/A
vs. Morningstar Ultrashort Bond Category**		3% (3 of 95)	64% (57 of 89)	N/A N/A	N/A N/A
vs. Lipper Short Investment Grade Debt Funds Category***		5% (12 of 246)	76% (169 of 223)	N/A N/A	N/A 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 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

Quality Breakdown	% Total
AAA	22.11
AA	3.52
A	13.47
BBB	17.41
BB	3.34
B	2.97
CCC	0.44
CC	0.01
C	0.00
D	0.00
NR	1.19

May not equal 100% due to exclusion of cash, payables and receivables; AAA may include Treasuries and agency securities.

Top Industries	% of Total Net Assets
Collateralized Mortgage Obligations	33.96
Other Diversified Financial Services	4.34
Non-Agency Adjusted Rate Mortgage	4.01
Integrated Telecommunication Services	3.48
Diversified Banks	3.17
ABS Home Equity Loans	2.94
Oil & Gas Storage & Transportation	2.77
U.S. Mortgage-Backed Securities	2.42
Life & Health Insurance	2.04
Cable & Satellite	1.88

Holdings are subject to change and are not buy/sell recommendations. Totals may not equal 100% due to rounding.

AIM LIBOR Alpha Fund

Data as of Dec. 31, 2009

Performance summary

- The fund's Class A shares at net asset value (NAV) outperformed the U.S. Three-Month Libor during the fourth quarter. (Please see the returns table on page 1 for fund and index performance.)
- Returns were positively influenced by the allocations to, and continued valuation improvements in, structured securities and corporate bonds.

Contributors to performance

- The fund benefited from allocations to corporate credit (both investment grade and high yield), asset backed securities (ABS) and commercial mortgage-backed securities (CMBS), all of which experienced improving valuations during the quarter.

Detractors from performance

- Intermittent high cash positions related to fund flows during the quarter created some drag on fund returns while the manager sought to deploy the cash into securities with attractive risk-return characteristics.
- The relatively high average credit quality of the fund's high-yield corporate holdings kept the fund from fully participating in the high-yield rally that favored lower quality segments of the high-yield corporate market.

Positioning and outlook

- We believe corporate spreads are likely to tighten further, as the technical environment remains robust. An improving economy and equity market bode well for expanding risk appetites. Therefore, we are maintaining the overweight risk posture within the investment-grade corporate credit sector and maintaining a notable allocation to high-yield corporate bonds to capitalize on the attractive market opportunity in this space.
- We expect structured securities to continue to experience improvements in valuations. Government stimulus programs have directly supported these sectors and investors have less concern with the lingering fundamental risks. We are therefore remaining overweight to these sectors in aggregate, where appropriate, and we continue to focus on securities eligible for several government programs.
- Markets experienced a strong recovery during 2009, which continued through the fourth quarter. 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.

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