



AIM Small Cap Growth Fund

Small-cap growth

Data as of Dec. 31, 2009

Closed to New Investors

Investment objective and strategy

The fund seeks long-term capital appreciation by investing primarily in common stocks of small-cap companies that management believes can generate sustainable growth in revenue, earnings and cash flow that is not fully reflected in investor expectations or equity valuations.

Portfolio management

Juliet S. Ellis, Juan R. Hartsfield, Clay Manley

How does the fund fit into your portfolio?

- **Core small-cap holding.** The fund is a conservatively managed, style-pure growth product that seeks to capitalize on research inefficiencies in the small-cap marketplace to uncover tomorrow's market leaders.
- **Complement to core and value.** The fund's conservative growth positioning may complement the core and value investment styles, and help maximize total return and mitigate volatility.

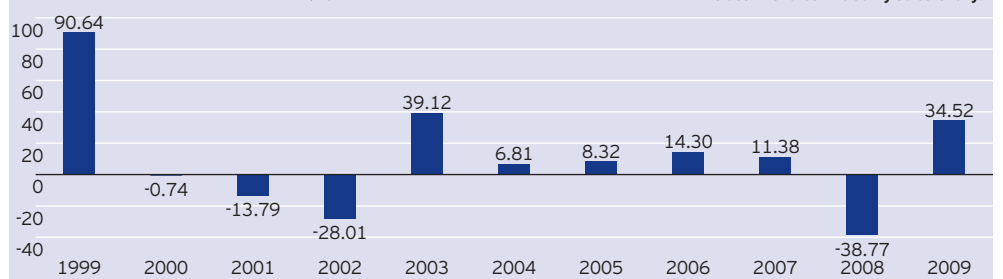
Investment Results

Period	Class A Shares Inception: 10/18/95		Class C Shares Inception: 05/03/99		Investor Class Shares Inception: 04/07/06	Class Y Shares Inception: 10/03/08	Style-Specific Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	NAV	Russell 2000 Growth Index
Inception	8.41	8.85	4.48	4.48	-	-	-
10 Years	-0.17	0.39	-0.37	-0.37	0.39	0.42	-1.37
5 Years	1.43	2.58	1.78	1.78	2.57	2.64	0.87
3 Years	-4.65	-2.83	-3.59	-3.59	-2.84	-2.75	-4.00
1 Year	27.12	34.52	32.36	33.36	34.45	34.80	34.47
Quarter	-1.44	4.28	3.09	4.09	4.30	4.37	4.14

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. Investor Class shares have no sales charge; therefore, performance is at NAV. Returns since the Investor Class shares' inception date are historical returns. All other returns are blended returns of historical Investor Class share performance and restated Class A share performance (for periods prior to the inception date of Investor Class shares) at NAV and reflect the Rule 12b-1 fees applicable to Class A shares. 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. Returns less than one year are cumulative; all other performance figures are annualized.

Index source: Lipper Inc.

Calendar-Year Total Returns (%)



About risk

The values of convertible securities in which the fund invests may be affected by market interest rates, the risk that the issuer may default on interest or principal payments, and the value of the underlying common stock into which these securities may be converted.

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 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.

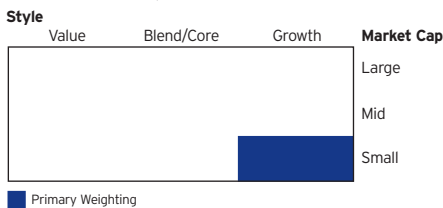
Prices of equity securities change in response to many factors, including the historical and prospective earnings of the issuer, the value of its assets, general economic conditions, interest rates, investor perceptions and market liquidity.

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

Fund Facts

Nasdaq	A: GTSAX B: GTSBX C: GTSDX Investor: GTSIX Y: GTSYX R: GTSRX I: GTSVX
Total Net Assets	\$1,288,287,212
Total Number of Holdings	130
Annual Turnover (as of 12/31/08)	29%

Investment Map(s)



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

Top Equity Holdings

Company	% of Total Net Assets
Transdigm Group Inc.	1.44
Informatica Corp.	1.41
Quality Systems Inc.	1.40
Dril-Quip Inc.	1.37
Sybase Inc.	1.13
Knight Transportation Inc.	1.12
CoStar Group Inc.	1.11
SBA Communications Corp.	1.09
Greif Inc.	1.06
United Therapeutics	1.05

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

Top Industries

Industry	% of Total Net Assets
Application Software	7.58
Biotechnology	4.68
Oil & Gas Exploration & Production	4.34
Systems Software	3.98
Semiconductors	3.84
Restaurants	3.67
Health Care Services	3.46
Health Care Equipment	3.07
Internet Software & Services	3.06
Communications Equipment	2.67

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

Expense Ratios

Class	% Net	% Total
Class A Shares	1.28	1.28
Class C Shares	2.03	2.03
Investor Class Shares	1.28	1.28
Class Y Shares	1.03	1.03

Per the current prospectus

About risk (continued)

and standards.

The fund invests in "growth" stocks, which may be more volatile than other investment styles because growth stocks are more sensitive to investor perceptions of an issuing company's growth potential.

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 fund may invest in obligations issued by agencies and instrumentalities of the U.S. government that may vary in the level of support they receive from the U.S. government. The U.S. government may choose not to provide financial support to U.S.-government-sponsored agencies or instrumentalities if it is not legally obligated to do so. In this case, if the issuer defaulted, the underlying fund holding securities of such an issuer might not be able to recover its investment from the U.S. government.

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.

Stocks fall into three broad market capitalization categories - large, medium and small. Investing primarily in one category carries the risk that, due to current market conditions, the category may be out of favor with investors. Small and mid-sized companies may tend to be more vulnerable to adverse developments and more volatile than larger companies. Investments in small and mid-sized companies may involve special risks, including those associated with dependence on a management group; little or no operating history; little or no track record of success; and limited product lines, market and financial resources. Also, there may be less publicly available information about the issuers of the securities or less market interest in such securities than in the case of larger companies, which can each cause significant price volatility. The securities of small and mid-sized companies may be illiquid, restricted as to resale or trade less frequently and in smaller volume than more widely held securities, which may make it difficult for an underlying fund to establish or close out a position in these securities at prevailing market prices.

The fund has limited public sales of its shares to certain investors. For more information on who may continue to invest in the fund, please see the prospectus.

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 Russell 2000® Growth Index is an unmanaged index considered representative of small-cap growth stocks. The Russell 2000 Growth Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co. 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**

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 Small Growth Category*					
A Shares (Load)	★★★	N/A	★★★	★★★★	★★★
A Shares (Load Waived)	★★★★	N/A	★★★★	★★★★	★★★
Number of Funds in Category	669	N/A	669	563	317
vs. Morningstar Small Growth Category**					
	(390 of 778)	50%	(173 of 669)	26%	(115 of 563)
		(159 of 317)		21%	(95 of 217)
vs. Lipper Small-Cap Growth Funds Category***					
	(279 of 540)	52%	(113 of 472)	24%	(71 of 397)
				18%	(95 of 217)

*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. Russell 2000 Growth Index

Valuation Statistics

	Fund	Index
12-Month Forward P/E	20.67	24.66
12-Month Trailing P/E	25.11	41.35
Price/Book LTM (Wtd. Avg.)	3.22	3.71
1-Year ROE (Wtd. Avg.)	7.05	2.06
12-Month Fwd. Growth Rate (Median) (%)	16.00	20.85
3-Year EPS Growth Rate (Wtd. Avg.) (%)	18.86	15.54
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	15.73	4.70
Weighted Average Market Cap (\$MM)	1,931	1,104
Weighted Median Market Cap (\$MM)	1,754	954
3-Year Standard Deviation	23.41	25.20

Sources: Invesco, Compustat, Thomson Financial, Frank Russell Co., StyleADVISOR

Statistics

Fund vs. Index	3 Years	5 Years
Alpha (%)	0.51	1.36
Beta	0.91	0.90
R-Squared	0.97	0.96
Tracking Error (%)	4.86	4.51
Up Capture (%)	88.94	89.43
Down Capture (%)	92.88	89.29

Source: StyleADVISOR; based on Class A shares

Equity Sector Breakdown

Market Sector	% of Total Net Assets	
	Fund	Index
Information Technology	28.25	26.76
Health Care	18.56	24.20
Industrials	15.02	14.72
Consumer Discretionary	14.48	15.85
Financials	7.81	5.83
Energy	7.49	4.27
Materials	2.82	2.42
Consumer Staples	1.58	4.20
Telecommunication Services	1.09	1.54
Utilities	0.95	0.21

Sources: Invesco, Frank Russell Co.

Capitalization Breakdown

	% of Equities	
	Fund	Index
Giant	0.00	0.00
Large	0.00	0.00
Mid	41.59	8.55
Small	52.46	64.79
Micro	5.95	26.66

Based on Morningstar capitalization ranges

Asset Mix (%)

	at 12/31/09	at 12/31/08
Domestic Common Stock	94.77	96.09
International Common Stock	3.28	0.92
Cash	2.00	2.67
Other	-0.05	0.32

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.

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 Small Cap Growth Fund

Data as of Dec. 31, 2009

Performance summary

- The fund's Class A shares at net asset value (NAV) had positive performance and performed in line with the Russell 2000 Growth Index during the fourth quarter. (Please see the returns table on page 1 for fund and index performance.)
- The majority of the fund's outperformance relative to the Russell 2000 Growth Index resulted from stock selection in several sectors, including information technology (IT) and health care.
- Some of this outperformance was offset by underperformance in other sectors, including consumer discretionary, consumer staples and materials.

Contributors to performance

- IT: The fund outperformed by the widest margin in the IT sector, driven primarily by stock selection. Two technology hardware and equipment holdings were among the fund's leading contributors to performance during the quarter: **Starent Networks Corp.** and **F5 Networks Inc.**, (0% and 1.01% of total net assets, respectively). We sold the fund's position in **Starent Networks Corp.** following news that the company would be acquired at a significant premium, locking in gains for shareholders.
- Health care: The fund also outperformed in the health care sector primarily due to stock selection. Several holdings in the health care equipment and services industry group made key contributions to performance, including rehab program management services provider **RehabCare Group Inc.** (0.76% of total net assets) and medical equipment maker **Zoll Medical Corp.** (0.68% of total net assets). An underweight position in the health care sector also contributed to outperformance.

Detractors from performance

- Consumer discretionary: The fund underperformed by the widest margin in the consumer discretionary sector, largely due to stock selection and an underweight position in the consumer durables and apparel industry group. In addition to not owning some of the companies in this industry group that had highest performance during the quarter, wholesale pool supply distributor **Pool Corp.** (0.62% of total net assets) had weak performance and detracted from fund returns. Several of the fund's retailing holdings also had weak performance, including teen-oriented retailer **Hot Topic Inc.** (0.52% of total net assets).
- Consumer staples: While the two holdings we own in the consumer staples sector had positive performance, the fund's underweight position detracted from performance as the consumer staples sector was the top-performing sector in the Russell 2000 Growth Index during the quarter.
- Materials: Underperformance in the materials sector was largely driven by stock selection.

Top contributors and detractors

Contributors	(%) of Total Assets	Detractors	(%) of Total Assets
1. Starent Networks	0.00	1. General Cable Corp.	0.72
2. Bucyrus International Inc.	1.01	2. SandRidge Energy Inc.	0.51
3. TRW Automotive Holdings Corp.	0.85	3. Syntel Inc.	0.48
4. F5 Networks Inc.	1.01	4. Pike Electric Corp.	0.58
5. SBA Communications Corp.	1.09	5. NuVasive Inc.	0.46

Positioning and outlook

- All changes to fund positioning are based on our bottom-up investment process. During the fourth quarter, the most significant changes to portfolio positioning took place in the IT sector. Within this sector, we purchased several new software holdings that should benefit from increased demand as corporations finally begin to increase budgets for upgrades to aging technology hardware and software systems. To fund these purchases, we sold several semiconductor holdings.
- Additionally, we increased the fund's exposure in the consumer discretionary sector by adding several new holdings in the consumer durables and retailing industry groups. Within this sector, we have a more favorable view of companies that offer products targeted at higher end consumers as we believe they are more insulated from the significant headwinds facing many consumers.
- At quarter end, the fund's largest overweight positions were in software/services, energy and diversified financials industry groups. The largest underweight positions were in pharmaceuticals/life sciences/biotechnology, consumer durables and apparel as well as technology hardware and equipment.
- Markets have experienced a strong recovery during 2009, which continued into 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 advisor to discuss your individual financial program.

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