



AIM Select Real Estate Income Fund

Real estate

Data as of Dec. 31, 2009

Investment objective and strategy

The fund seeks high current income, with capital appreciation as a secondary objective, by investing in equity and debt real estate securities.

Portfolio management

Joe V. Rodriguez, Jr., Mark Blackburn, James W. Trowbridge, Paul S. Curbo, Darin Turner

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.

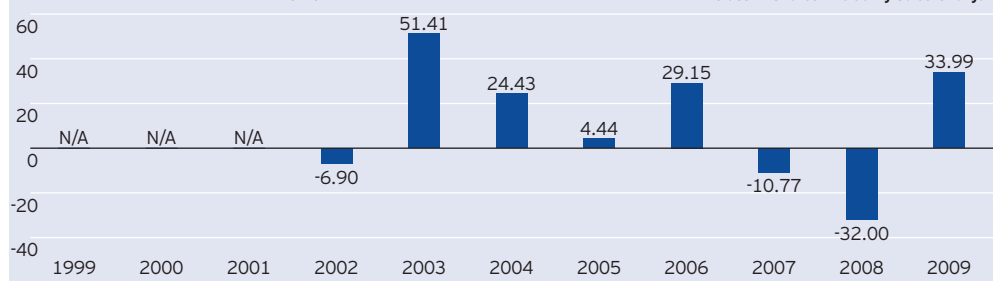
Investment Results

Period	Class A Shares Inception: 05/31/02		Class C Shares Inception: 03/09/07		Class Y Shares Inception: 10/03/08	as of Dec. 31, 2009
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	Style-Specific Index
Inception	8.20	9.00	7.94	7.94	9.01	-
5 Years	0.71	1.86	0.93	0.93	1.87	3.01
3 Years	-8.41	-6.67	-7.43	-7.43	-6.66	-4.23
1 Year	26.66	33.99	31.80	32.80	33.94	45.60
Quarter	0.15	6.04	4.85	5.85	6.12	7.66

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. On March 12, 2007, the fund reorganized from a closed-end fund to an open-end fund. Class A share returns prior to March 12, 2007, are the historical returns of the closed-end fund's Common shares, which inceptioned May 30, 2002. 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 since the Class C shares' inception date are actual returns. All other returns are blended returns of historical Class C shares and the historical performance of the closed-end fund's Common shares at NAV, restated to reflect the 1.00% annual 12b-1 fee applicable to Class C shares and other annual expenses of Class C shares, which are estimated to be 0.10% higher than those of the closed-end fund. Fund performance was positively impacted by a temporary 2% fee on redemptions that was in effect from March 12, 2007, to March 12, 2008. Without income from this temporary fee, returns would have been lower. 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, Bloomberg L.P., Lipper Inc.

Calendar-Year Total Returns (%)



Inception year is 2002.

About risk

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.

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.

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

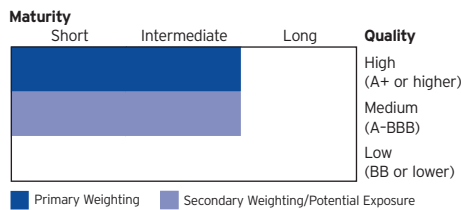
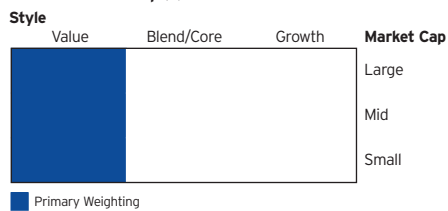
A majority of the fund's assets are likely to be invested in loans and securities that are less liquid than those rated on national exchanges.

Fund Facts

Nasdaq A: ASRAX B: SARBX C: ASRCX
Y: ASRYX I: ASRIX

Total Net Assets	\$180,017,780
Total Number of Holdings	115
Annual Turnover (as of 08/31/09)	59%

Investment Map(s)



The maps illustrate 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 or bond maturity.

Top Equity Holdings

Top Equity Holdings	% of Total Net Assets
Simon Property Group Inc.	6.33
Senior Housing Properties Trust	3.97
Essex Property Trust Inc.	3.60
Lilbert Property Trust	3.40
Ventas Inc.	3.36

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

Property Mix

Retail	15.73
Health Care	13.78
Residential	9.37
Office	8.15
Diversified	7.65

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

Expense Ratios

Expense Ratios	% Net	% Total
Class A Shares	1.75	1.75
Class C Shares	2.50	2.50
Class Y Shares	1.50	1.50

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)

Lower rated securities may be more susceptible to real or perceived adverse economic and competitive industry conditions.

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.

Nondiversification increases the risk that the value of the fund's shares may vary more widely, and the fund may be subject to greater investment and credit risk than if it invested more broadly.

Because the fund concentrates its assets in the real estate industry, an investment in the fund will be closely linked to the performance of the real estate markets.

The fund may use enhanced investment techniques such as short sales. Short sales carry the risk of buying a security back at a higher price at which the fund's exposure is unlimited.

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.

The Custom Select Real Estate Income Index, created by Invesco Aim to serve as a benchmark for AIM Select Real Estate Income Fund, is composed of the following indexes: FTSE NAREIT Equity REIT (50%) and Wachovia Hybrid and Preferred Securities REIT (50%). An investment cannot be made directly in an index.

The S&P 500® Index is an unmanaged index considered representative of the U.S. stock 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. 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. 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 Real Estate Category*					
A Shares (Load)	★★★★★	N/A	★★★★★	★★★★★	N/A
A Shares (Load Waived)	★★★★★	N/A	★★★★★	★★★★★	N/A
Number of Funds in Category	227	N/A	227	201	N/A
vs. Morningstar Real Estate Category**					
	(45 of 262)	17%	(4 of 227)	2%	10%
				(20 of 201)	
vs. Lipper Real Estate Funds Category***					
	(32 of 229)	14%	(4 of 190)	3%	10%
				(17 of 169)	

*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 Index

Valuation Statistics

	Fund	Index
12-Month Forward P/E	37.99	14.46
12-Month Trailing P/E	30.24	18.52
Price/Book LTM (Wtd. Avg.)	2.36	3.34
1-Year ROE (Wtd. Avg.)	5.55	14.43
12-Month Fwd. Growth Rate (Median) (%)	-9.21	12.44
3-Year EPS Growth Rate (Wtd. Avg.) (%)	3.22	7.73
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	0.77	4.01
Weighted Average Market Cap (\$MM)	4,210	81,650
Weighted Median Market Cap (\$MM)	2,134	43,049
3-Year Standard Deviation	27.16	19.89

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

Statistics

Fund vs. Index	3 Years	5 Years
Alpha (%)	1.55	2.92
Beta	1.16	1.17
R-Squared	0.73	0.69
Tracking Error (%)	14.63	12.93
Up Capture (%)	124.35	136.08
Down Capture (%)	112.64	116.17

Source: StyleADVISOR; based on Class A shares

Equity Sector Breakdown

Market Sector	% of Total Net Assets	
	Fund	Index
Financials	74.59	14.38
Consumer Discretionary	0.00	9.58
Consumer Staples	0.00	11.36
Energy	0.00	11.48
Health Care	0.00	12.63
Industrials	0.00	10.24
Information Technology	0.00	19.86
Materials	0.00	3.60
Telecommunication Services	0.00	3.16
Utilities	0.00	3.71

Source: Invesco, Standard & Poor's

Capitalization Breakdown

	% of Equities	
	Fund	Index
Giant	0.00	49.57
Large	11.90	36.44
Mid	39.35	13.78
Small	21.14	0.22
Micro	27.62	0.00

Based on Morningstar capitalization ranges

Asset Mix (%)

	at 12/31/09		at 12/31/08	
	Fund	Index	Fund	Index
Domestic Common Stock	52.52	60.35		
Domestic Preferred Stock	23.15	26.85		
Mortgage Backed	14.97	8.40		
Cash	4.95	3.22		
Domestic Corporate Bonds	3.96	0.70		
Other	0.45	0.63		
Domestic Government Bonds	0.00	0.00		

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 Select Real Estate Income Fund

Data as of Dec. 31, 2009

Performance summary

- AIM Select Real Estate Income Fund Class A shares at net asset value (NAV) underperformed the Custom Select Real Estate Income Index for 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.
- Real estate property fundamentals remained challenging, with most property sectors still experiencing weak tenant demand and falling rents. Despite the challenging underlying property fundamentals, the U.S. real estate investment trust (REIT) market generally followed the overall equity markets and continued to post gains during the quarter.
- Commercial mortgage-backed securities (CMBS), despite starting 2009 as relative underperformers, ended the year showing the strongest performance among the fixed-income asset class. Almost all the performance in CMBS was attributable to the most senior part of the capital structure, driven by a return to liquidity that was supported by government programs such as the Term Asset-Backed Securities Loan Facility (TALF) and the Public-Private Investment Program (PPIP), which focused on commercial real estate debt. Indeed, credit spreads on AAA-rated CMBS tightened from 1,400 basis points to approximately 500 basis points during 2009.
- As a reminder, AIM Select Real Estate Income Fund focuses on commercial real estate, not residential real estate, and has the flexibility to invest across the capital structure.

Contributors to performance

- On an absolute basis, health care REITs and regional mall retail REITs had the greatest positive impact on fund performance during the fourth quarter.
- Relative to the FTSE NAREIT Equity REITs Index, the equity portion of the benchmark, the fund benefited from an underweight exposure to the shopping centers, lodging/resorts and office property sectors. Additionally, security selection in health care REITs was a relative contributor to the fund's performance. For the third consecutive quarter, **Simon Property Group Inc.** (6.33% of total net assets) was the fund's top contributor to performance. Recent equity offerings and debt refinancing by **Simon Property Group**, a REIT that offers an attractive portfolio of top-tier U.S. regional malls, have covered near-term debt maturities and provided necessary capital for attractive acquisition opportunities.
- Similarly, **Vornado Realty Trust** (2.54% of total net assets) has been a top contributor to fund performance over the last two consecutive quarters. **Vornado's** recent equity offering has provided liquidity for new acquisitions of higher returning office and retail properties in Manhattan. In addition, rental fundamentals in Manhattan appear to have stabilized.

Detractors from performance

- Underperformance relative to the FTSE NAREIT Equity REITs Index was generally due to market allocation, with an overweight to mortgage-backed securities as the most significant detractor to fund performance given the strong run in equity REITs during the quarter. Similarly, our REIT corporate debt was a relative detractor.
- Security selection in specialty properties, self-storage facilities and diversified REITs also negatively affected performance versus the equity benchmark.
- **Inland Real Estate Corp.** (0.89% of total net assets), an Illinois-headquartered REIT with retail and community centers in the surrounding areas, was the top detractor to fund performance in the fourth quarter. We added slightly to this position due to changes in relative value.
- **Washington Real Estate Investment Trust** (1.79% of total net assets), which owns and operates a diversified portfolio of properties in the greater Washington, D.C., area, was also among the top detractors. Similarly, we added slightly to this position due to the underperformance and higher relative valuation versus peers.
- During this beta-oriented rally, the stocks of lower quality companies generally outperformed the higher quality stocks. Many companies with higher leverage and/or greater potential fundamental declines outperformed as a measure of stability returned to the financial markets amid indications of stabilizing economic data and improved credit spreads/availability of capital.

Top five contributors and detractors

Contributors	(%) of Total Assets	Detractors	(%) of Total Assets
1. Simon Property Group Inc.	6.33	1. Inland Real Estate Corp.	0.89
2. Senior Housing Properties Trust	3.97	2. Washington Real Estate Investment Trust	1.79
3. Ventas Inc.	3.36	3. Regency Centers Corp.	0.84
4. Vornado Realty Trust	2.54	4. PQMT 2000-CB50 B1 144A	0.28
5. Omega Healthcare	1.29	5. Vornado Realty Trust Preferred	1.07

Positioning and outlook

- As market volatility has continued at elevated levels, we remained active in trading given changes in relative value between stocks.
- Across sectors, we added to certain positions where valuations began to reflect significant deterioration in operating fundamentals. In addition, we reduced exposure to several relatively low-risk stocks where valuations appeared relatively rich.
- We generally added to positions in the lodging sector given favorable relative valuations that have incorporated a significant decline in underlying fundamentals. If economic growth continues to progress, then lodging fundamentals should stabilize and begin to improve during 2010 and 2011.
- We added to existing positions in **Corporate Office Properties** and **Regency Centers Corp.** (1.03% and 0.84% of total net assets, respectively) given favorable valuations relative to peers.
- We also added to our existing position in **Digital Realty Trust Inc.** (1.19% of total net assets) given the outlook for better-than-peer earnings growth, supported by above-average fundamentals in the data center space and the firm's growing external growth pipeline (e.g., acquisitions and

All 4 pages of this document, including the fund fact sheet beginning on page 1, must be used together.

redevelopments).

- Regardless of sector, we reduced exposure to several relatively low-risk stocks where valuations appeared relatively rich. Such reductions occurred in several positions in the shopping center and apartment sectors.
- In CMBS, we believe there will be an increase in delinquencies until commercial real estate fundamentals stabilize. However, we also expect greater CMBS issuance in 2010.
- The global economic environment continues to trend with generally positive momentum. A resumption of quarter-on-quarter gross domestic product (GDP) growth, continued positive confidence and investment indicators, and a slowdown in the deterioration of labor markets have formed the base of what we expect to be a slow recovery phase.
- Key concerns remain over prospects for government debt levels, fiscal deficits and tax increases, while the timetable for significant business expansion remains uncertain.
- Underlying real estate markets continue to register modestly falling occupancy levels, and reduced tenant demand is pressuring market rental levels.
- However, supply of new real estate remains limited, and absolute levels of vacancy remain below historical high points. Ultimately, the relative lack of new construction should provide for a more orderly recovery once GDP growth accelerates and employment creation begins to pick up.
- Security of earnings from lease contracts and the effect of reduced interest rates are proving relatively supportive for cash flow from the sector versus other equity investment sectors.
- The current level of uncertainty in the investment marketplace supports a view that successfully managing real estate exposures requires an emphasis upon fundamental real estate exposures characterized by longer-than-average lease terms, higher quality assets and tenant rosters.
- We expect to maintain well-diversified portfolios across all property types and believe the best prospects for relative outperformance are based on a combination of relative fundamentals and valuations.
- As CMBS spreads continue to sit at historically wide levels, we believe the fund's flexibility to invest outside of equity REITs and across the real estate capital structure presents capital appreciation opportunities. Additionally, given the strong equity rally during 2009, the fixed-income portion of the fund has the potential to offer reduced volatility compared with an all-equity REIT portfolio going forward.
- 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 FTSE NAREIT Equity REITs Index is an unmanaged index considered representative of U.S. REITs. Index performance reflects reinvestment of dividends. An investment cannot be made directly in an index.

Opinions expressed are those of the fund's portfolio management. Diversification does not guarantee a profit or eliminate the risk of loss.