

# Invesco European Senior Loan Fund

## A Sub-Fund of Invesco Zodiac Funds

### Key facts

Benchmark	Credit Suisse Western European Leveraged Loan Index
Inception Date	31 May 2012
Total assets	€1,458.6 million
Investment Manager: Invesco Senior Secured Management***	
Portfolio management	Michael Craig Scott Baskind Kevin Egan
Team location	New York, Chicago, London
Base currency	EUR

### Portfolio statistics

Loan/Bond Asset Average:	
Market price	95.20
Current yield*	4.83%
Maturity (years)	5.47
Yield to maturity	5.77%
Distribution Yield (GX) <sup>3</sup>	3.53%
Distribution Yield (GX AD) <sup>4</sup>	3.53%
Distribution Yield (GHX GBP QD) <sup>4</sup>	3.43%
Distribution Yield (GHX USD) <sup>3</sup>	3.51%
Distribution Yield (HX) <sup>3</sup>	3.33%
Distribution Yield (HX AD) <sup>4</sup>	3.33%
Distribution Yield (HHX USD) <sup>3</sup>	3.31%
Average spread (Above LIBOR/Euribor)	428 bps
Average coupon	4.58%
Duration <sup>†</sup>	0.31
Number of issuers	191
Number of holdings	255
Management Fee G, GX, GH	60 basis points
Min. initial investment G, GX, GH	€10 million or equivalent
Management fee H, HX, HH, K	80 basis points
Min. initial investment H, HX, HH	€ 125,000 or equivalent

Class:	ISIN:	Bloomberg:
G	LU0769026740	IEUSSG LX
GX	LU0769026823	IESLGX LX
GX AD	LU1068204574	IESLNK1 LX
H	LU0769027474	IESLNHE LX
HX	LU0769027557	IESLHXL LX
HX EUR AD	LU0877315290	IESHXAD LX
GH GBP	LU0769027045	IESLGHS LX
GHX GBP QD	LU1622305149	IESLGGH LX
HH GBP	LU0769027631	IESLHHS LX
GH USD	LU0769027128	IESLGHU LX
GHX USD	LU1732777179	IESLGHU LX
HH USD	LU0769027714	IESLHHU LX
GH CHF	LU1573120067	INESGHC LX
HH CHF	LU1573120141	INESEHC LX
HHX USD	LU1732777252	IESLHHU LX

GX and HX share classes shown are monthly distributing. GHX GBP QD share class is quarterly distributing. GX AD share class is annually distributing. Remaining classes are accumulating.

\*Calculation is based on current all-in coupon (base rate + spread) and market price of holdings.

\*\*\* The Management Company has appointed and delegated investment decisions to Invesco Senior Secured Management, Inc. ("the investment Manager"). See prospectus for more information.

<sup>†</sup> Effective duration is calculated using time (years) to reset for floating rate holdings and effective duration (source: Bloomberg) for fixed rate bonds.

For Investment Risks see page 3

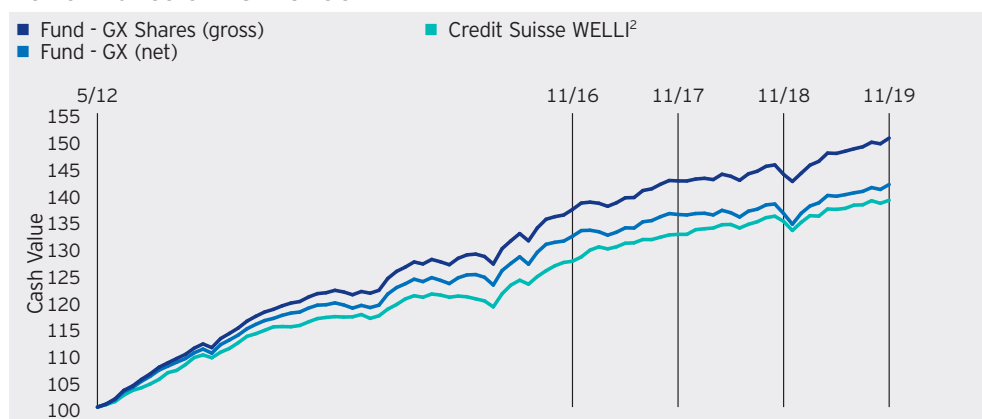
### Investment objective

To provide a high level of current income, consistent with the preservation of capital, by investing primarily in adjustable rate senior secured loans, collateralized loan obligations, second lien loans, mezzanine securities and credit derivatives relating to non-investment grade companies and denominated in Euro, Sterling, and other European currencies (including, but not limited to, Norwegian Krone, Swedish Krona, Swiss Franc and Danish Krone).

### Investment strategy

- The fund team invests primarily in senior, secured loans to non-investment grade corporations with interest rates that float at a spread above LIBOR or Euribor, resets about every 60 days.
- The fund's team seeks loans to companies which, in the judgment of the analyst team, have excellent management teams, consistent and dependable sources of cash flow and reliable collateral packages providing a second source of repayment.
- To manage risk, the team keeps the portfolio broadly diversified and generally avoids industries they believe to be fundamentally flawed or speculative.

### Performance of EUR €100<sup>1</sup>



Performance of EUR €100 invested since 31 May 2012. **Past performance is not a guide to future returns.** Please refer to next page for additional performance disclosure.

### NAV (as of 30 November 2019)

	EUR	CHF	GBP	USD
<b>Class G</b>	120.86	-	-	-
<b>Class GX</b>	102.83	-	-	-
<b>Class GX AD</b>	100.46	-	-	-
<b>Class H</b>	125.15	-	-	-
<b>Class HX</b>	98.71	-	-	-
<b>Class HX EUR AD</b>	101.65	-	-	-
<b>Class GH CHF</b>	93.40	102.90	-	-
<b>Class HH CHF</b>	93.20	102.68	-	-
<b>Class GH GBP</b>	160.48	-	136.70	-
<b>Class GHX GBP QD</b>	116.95	-	99.62	-
<b>Class HH GBP</b>	126.97	-	108.15	-
<b>Class GH USD</b>	118.36	-	-	130.40
<b>Class GHX USD</b>	93.71	-	-	103.24
<b>Class HH USD</b>	118.23	-	-	130.25
<b>Class HHX USD</b>	93.72	-	-	103.26

Applications for subscriptions for units in the Sub-Fund must be received by State Street Bank Luxembourg S.A by 4 p.m. Luxembourg time one Business Day prior to the applicable Dealing Day. Further details on the subscription process are available in section 12 of the Appendix II of the Prospectus.

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Asset breakdown	%	Top 10 issuers	%	Country allocation <sup>†</sup>	%
Senior Loans & Secured Notes	93.90	Nemean Bondco plc	3.90	United Kingdom	17.98
First lien	76.10	Garfunkelux Holdco 3 SA	3.74	USA	16.97
Second lien	2.34	Financiere Mendel	1.82	Luxembourg	16.69
Secured Notes - floating	8.97	Terveys-ja hoivapalvelut Suomi Oy	1.71	France	11.40
Secured Notes - fixed	6.49	Altice Financing S.A.	1.69	Netherlands	10.55
Unsecured Notes	2.57	Numericable-SFR S.A.	1.65	Germany	7.85
Unsecured Notes - floating	0.02	Diebold Nixdorf, Inc.	1.55	Spain	5.48
Unsecured Notes - fixed	2.56	Invictus Media S.L.U.	1.43	Sweden	4.56
CDS	0.00	Oberthur Technologies of America Corp.	1.43	Finland	2.86
Structured Products	2.85	Dorna Sports, S.L.	1.40	Other	5.66
Equities	0.24				
Cash & Equivalents	0.43	Ratings distribution <sup>†</sup>	%	Currency allocation <sup>†</sup>	%
Total	100.00	Baa3	0.20	EUR	79.46
		Ba1	0.56	GBP	11.77
		Ba2	2.21	USD	8.77
		Ba3	7.46		
		B1	24.29	Maturity allocation <sup>*, †</sup>	%
		B2	40.51	Less Than 1 year	1.20
		B3	14.64	1 to 3 years	8.47
		Caa1	3.39	3 to 5 years	32.88
		Caa2	2.35	5 to 10 years	54.76
		Caa3	0.40	10 to 20 years	2.69
		Not rated	3.74	More than 20 years	0.00
		Equity	0.24		
		Total	100.00		
Note: Standard & Poor's industries are used		Average rating: B2		* Based on market value of loan/note holdings.	
		Ratings source: Moody's		† Total may not equal 100% due to rounding.	

\*\*\*\*\*  
All data sourced from Invesco unless otherwise stated.

**Returns<sup>1</sup> vs. index<sup>2</sup> (%)****Data as of 30 November 2019**

<b>Class inception currency</b>	<b>GHX GBP QD 27 Jul 17 GBP</b>	<b>HH GBP 03 Jul 17 GBP</b>	<b>GH USD 24 Jun 14 USD</b>	<b>GHX USD 27 Jun 18 USD</b>	<b>HH USD 23 Apr 14 USD</b>	<b>GH CHF 29 Nov 17 CHF</b>	<b>HH CHF 02 Feb 18 CHF</b>
<b>Net of fees (%)</b>							
One month	0.75	0.73	0.84	0.83	0.80	0.63	0.61
Last three months	1.18	1.11	1.57	1.57	1.51	0.80	0.76
Year to date	6.13	5.93	7.80	7.80	7.59	4.39	4.34
One year	5.18	4.96	7.07	7.05	6.86	3.31	3.24
Three years	-	-	4.98	-	4.77	-	-
Five years	-	-	5.44	-	5.21	-	-
Since inception	3.26	3.30	5.00	5.90	4.84	1.44	1.46
<b>Standardized rolling 12 month performance<sup>5</sup></b>							
11/30/2014 - 11/30/2015	-	-	5.17	-	4.92	-	-
11/30/2015 - 11/30/2016	-	-	7.09	-	6.86	-	-
11/30/2016 - 11/30/2017	-	-	5.17	-	4.89	-	-
11/30/2017 - 11/30/2018	1.24	0.97	2.75	-	2.60	-0.38	-
11/30/2018 - 11/30/2019	5.18	4.96	7.07	-	6.86	3.31	3.24
<b>Gross of fees (%)</b>							
One month	0.81	0.81	0.90	0.90	0.88	0.69	0.69
Last three months	1.38	1.36	1.76	1.76	1.76	0.99	1.00
Year to date	6.88	6.90	8.56	8.56	8.55	5.16	5.26
One year	6.00	6.02	7.90	7.88	7.90	4.15	4.24
Three years	-	-	5.81	-	5.80	-	-
Five years	-	-	6.30	-	6.28	-	-
Since inception	4.07	4.37	5.87	6.71	5.91	2.29	2.40

**Risk warnings**

The value of investments and any income will fluctuate (this may partly be the result of exchange rate fluctuations) and investors may not get back the full amount invested.

The fund is particularly dependent on the analytical abilities of its investment manager on senior loans. Many senior loans are illiquid, meaning that the fund may not be able to sell them quickly at a fair price and/or that the redemptions may be delayed due to illiquidity of the senior loans. The market for senior loans remains less developed in Europe than in the U.S. Accordingly, and despite the development of this market in Europe, the European Senior Loans secondary market is usually not considered as liquid as in the U.S. The market for illiquid securities is more volatile than the market for liquid securities. The market for senior loans could be disrupted in the event of an economic downturn or a substantial increase or decrease in interest rates. Senior loans, like most other debt obligations, are subject to the risk of default.

**For more important information on risks associated with this fund, please see the "Risk Factor" section of the relevant Appendix of the Prospectus.**

**Important information**

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Further information on the fund, the current Prospectus and the latest annual report can be obtained from the contact details below. Investors should not invest in the fund solely based on the information provided in this document.

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