

Performance analysis (periods to 31 December 2021)

Net performance

Periods	Fund %
1 month	0.12
3 months	1.87
6 months	6.97
1 year	14.86
2 years p.a.	2.18
Financial year to date	6.97
Calendar year to date	14.86
Since inception p.a.	1.32

Fund Managers

Invesco Real Estate team

Invesco Real Estate (IRE), a global real estate investment manager, invests in direct property and publicly-traded real estate securities, and has an investment track record of over 35 years.

The Fund returns are shown after ongoing fees and assumes reinvestment of income. Past returns are not a reliable indicator of future returns. Future returns may be affected by a range of factors including economic and market influences. From 1 September 2021 the fund implemented a partial hedging against the USD, moving to a target hedging ratio of approximately 50%.

Assets under management

	A\$m
Fund AUM:	38.71
Underlying funds and strategy AUM*:	27,943.92

*AUM is of the underlying funds which are all as of 30 September 2021 with the USD/AUD exchange rate as at 31 December 2021. The exception is that of the Invesco Global Income Real Estate Securities fund which is the AUM as of 30 December 2021.

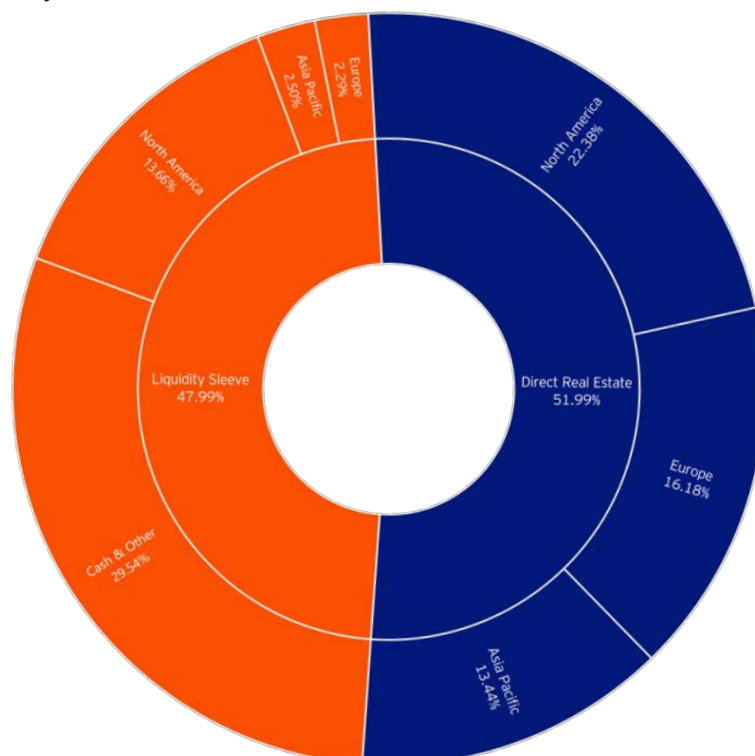
Fund ratings



Fund analysis (as at 31 December 2021)

The data below is based on the underlying portfolio, i.e. the underlying Funds, into which the Invesco Global Real Estate Fund directly invests.

Region allocation



Fund facts at a glance

Asset class

Global property

Management style

Core, global property

Objective²

The Fund aims to provide an average annual gross total return in line with that of a dedicated global core real estate portfolio, while maintaining a significant allocation to liquid assets to ensure the overall fund is more liquid than a dedicated core real estate portfolio.

Benchmark

The fund is not managed against a benchmark.

Time horizon

5-7 years

Distribution frequency

Quarterly

Inception date

11/9/2019

Minimum investment

\$20,000

MER/ICR

1.30%

Buy/Sell Spread

0.15%/0.15%

APIR code

GTU5547AU

Monthly commentary

Performance review

The fund produced a positive return for the month on a gross basis, and ended the calendar year with a strong mid-teens gross return for the calendar year.

In USD terms, the fund produced a gross total return of approximately 0.9% in December and around 10.7% on a full year basis. Listed real estate produced a positive return for December at 4.2% on a gross total return basis. Common equity positioning was the main positive contributor to listed real estate performance, and the overall fixed income performance was also positive during the month of December.

The USD depreciated approximately 1.5% versus the AUD in December, with an overall appreciation of around 5.6% of the USD against the AUD for the calendar year of 2021.

As at December 30, the allocation between the unhedged and hedged unit classes was unhedged 50.2% and hedged 49.8%.

Asset allocation review

The total inflows in December were around AUD \$7.4m (circa USD \$5.3m) and there were no outflows. The Fund made four commitments totaling USD \$7.6m to direct real estate holdings during the quarter, of which USD \$4.5m was called down in January 2022. As at December 30, the Fund's allocation to direct real estate finished at around 51%. Including the USD \$4.5m capital call, the Fund's allocation to direct real estate was around 68% and the Fund's pro forma allocation to direct real estate, which also includes all outstanding direct real estate commitments was around 79% at month end.

Outlook - Listed real estate

The Global REIT market delivered positive returns during December (measured from December 1, 2021 - December 31, 2021) with performance, as reported by the FTSE EPRA Nareit Developed Index of 6.44% on a USD basis. The US REIT Preferred market had positive performance as reported by the FTSE Nareit Preferred Stock Index at 2.25% on a USD basis. For the month of December, the US CMBS market underperformed US REIT Preferreds as reported by the Barclays US Aggregate CMBS Total Return Index at -0.15% on a USD basis.

The economic recovery continues, albeit the new Omicron variant may be cause for a more cautious few months in many countries and may slow short-term growth below previously anticipated levels. Inflation has reached long-term high levels across much of the globe but may be close to peaking. Capital market eyes remain firmly on the US Federal Reserve. Their move to more flexible monetary policy rhetoric has pushed up longer dated government yields in December. Equity markets have continued to take any negative macro news in their stride. Global listed real estate mostly performed well during December. Listed real estate companies have continued to use their share price valuations to acquire raise fresh equity or make accretive acquisitions throughout 2021, with further activity notable in December.

² Invesco does not guarantee that the Fund will achieve its objective.



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Important Information

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