

Distribution 3 Share Class Distribution Policy

February 2025

'Distribution 3' is a specific distribution feature available on select share classes. Share classes with such distribution features are only available to institutional clients. The current classes with the 'Distribution 3' distribution feature are:

- Invesco India Equity Fund S (Distribution 3 Shares - Semi-Annually Distribution) USD*

The 'Distribution 3' feature is such that the distribution of the share class will take into consideration the return of the share class in discrete 6-month periods (1st January – 30th June; 1st July – 31st December). For the purpose of calculating the distribution rate, the NAV at the end of the calculation period will be used (or last business day in the designated period).

How the Distribution is Calculated

- Minimum total return required for the share class to be eligible for a distribution: 0.5% (i.e. where total return is less than 0.5% no distribution will be paid);
- Maximum distribution payment: 4%;
- Minimum total return required to be eligible for the maximum distribution payment: 4.5% (i.e. where the total return is greater than 4.5% then the excess total return will be retained within the NAV of the share class and not paid out as a distribution);
- Where the total return is between 0.5% and 4.5%, then the distribution payment will be equal to $X - 0.5\%$, where X = total return achieved over the discrete 6-month performance calculation window;
- For the purposes of calculating the distribution payable the NAV on the last day in the cycle will be used (i.e. for distributions payable in February/August, the NAV of the share class on the last business day in December/June respectively will be used);
- Distributions will be made according to the number of units issued as of the ex-dividend date, which is different to the performance calculation window;
- No claw back period will be applied and distributions are based on each individual discrete 6-month performance period;

Examples

- If the share class returns 10% over the period, 4% will be distributed
- If the share class returns 4.5% over the period, 4% will be distributed
- If the share class fund returns 0.75% over the period, 0.25% will be distributed
- If the share class returns 0.5% (or lower) over the period, nothing will be distributed

Further details of the risks associated with Distribution 3 shares is available in Section 8 (Risk Warnings) of the Prospectus of Invesco Funds.

*Note: This share class was launched on the 26th February 2025. For the first distribution (payable in August), the total return from 26th February through to the last business day in June will be utilised; pro-rata return will not apply and the absolute return will be used.