
Sustainability Disclosure Requirements - Consumer Facing Disclosure

Invesco Fund Managers Limited

Invesco Environmental Climate Opportunities Bond
Fund (UK)

Date: 31 December 2024

Legal Entity Identifier: 5493009L4XBB5OBTB426

The Fund does not have a UK sustainability investment label because it does not meet the criteria set by the FCA's Sustainability Disclosure Requirements. These labels are designed to help investors identify products with specific sustainability goals.

Fund Objective and Policy

The Fund aims to achieve income and capital growth over the medium to long term (3 to 5 years plus) and to support the transition to a low carbon economy.

The Fund invests at least 80% of its assets in debt securities denominated in or hedged back into sterling (including investment grade, non-investment grade and unrated) issued by companies, governments, supranational bodies and other public entities globally, which meet the Fund's environmental, social and governance (ESG) criteria as further detailed below.

ESG Strategy

The Fund strategically invests in investment opportunities across the fixed interest credit risk spectrum.

The Fund pursues the following ESG criteria:

- **Negative ESG screening:** The Fund excludes bonds issued by companies with a certain degree of involvement in sectors, including but not limited to fossil fuels (including thermal coal, oil sands, Arctic drilling) as well as non-climate related sectors such as unconventional weapons and tobacco. The Fund also excludes companies that are involved in severe controversies pertaining to ESG. Such exclusions may vary depending on the activity from zero tolerance to exclusions based on percentage of revenue or other measures and may be updated from time to time.
- **Positive Climate screening:** The Fund invests in corporate or government bonds where the issuers' activities positively contribute to the transition to a low carbon economy, including but not limited to companies that have a low carbon footprint or have made or are making progress towards lowering their carbon footprint, based on the fund manager's proprietary methodology.

The Fund also invests in bonds issued by companies or governments that have committed to reduce their greenhouse gas (GHG) emissions to net zero by 2050 in line with the Paris Agreement on climate change.

The Fund also invests in other bonds with specific or defined sustainable characteristics, including but not limited to:

- green bonds, whose proceeds are used to finance environmental related projects;
- sustainability linked bonds, whose proceeds are used to help the issuer to achieve a specific sustainable objective; and/or
- transition bonds, whose proceeds are used to help the issuer shift to greener business activities.

ESG Metrics

The following ESG metrics can be used to understand the performance of the Fund's ESG investment objective, policy and strategy versus the Comparator Benchmark: 75% ICE BofA Global Corporate Index (hedged to GBP) and 25% ICE BofA Global High Yield Index (GBP Hedged). This index is a blend of indices that represent the type of bonds that the Fund may invest in.

- **Financed Emissions:** Measure of the greenhouse gas emissions (scope 1, 2 and 3) associated with Fund investments.
 - **Scope 1:** Covers direct emissions from the Fund's investments.
 - **Scope 2:** Covers indirect emissions from the generation of purchased electricity, steam, heating and cooling consumed by the Fund's investments.
 - **Scope 3:** Includes all other indirect emissions that occur in the investment's value chain.
- **Relative Carbon Footprint:** The measure of the impact of activities of the Fund's investments on the amount of greenhouse gases produced, such as burning fossil fuels. Measured as Scope 1+ 2 emissions per GBP £1,000,000 invested.
- **Weighted Average Carbon Intensity:** This measures the carbon intensity of the Fund's investments' excluding the Fund's investments in Sovereign Bonds as this information is not available. It calculates the average emissions of companies (per million dollars of their sales) and countries (per million dollars of their economic output) relative to their size in the fund.

Carbon Characteristics ¹	Fund	Comparator
Financed Emissions Scope 1+2 (tCO ₂ e)	456.1	1,600.3
Financed Emissions Scope 1+2+3 (tCO ₂ e)	4,513.5	7,864.7
Relative Carbon Footprint (tCO ₂ e/GBP M invested)	60.0	214.7
Wtd Avg Carbon Intensity (tCO ₂ e/USD M sales)	115.7	243.1

Data as at 31 December 2024

For further information and the most up to date ESG data, please refer to the Fund's monthly factsheet available on our website, here: https://www.invesco.com/content/dam/invesco/emea/en/product-documents/icvc/share-class/factsheet/GBOOBNOTP138_factsheet_EN.pdf

¹ Carbon Characteristics are calculated by Invesco using ISS classifications at the security level. Latest climate dataset available is as of 2022.