

A background image showing an eagle in flight against a blue sky, with a line of evergreen trees visible in the distance. The eagle is positioned in the upper center of the frame.

Invesco Bond Income Plus Limited

**Capturing consistent income
from the corporate bond market**



This marketing communication is for attendees of the Master Investor Conference in the UK only.
Please do not redistribute. None of the content of this presentation constitutes investment advice.

Rhys Davies
Fund Manager

Invesco Bond Income Plus Limited

Ticker: BIPS

£390m	Total Assets
12.25p	Dividend Target
7.0%	Dividend Yield
174.8p	Share Price
170.4p	Estimated NAV
2.5%	Premium

- Corporate and financial debt securities
- The largest company in the AIC* sector (Debt – Loans and Bonds)
- A diverse portfolio of 146 issuers held
- Maximum borrowing level: 30%
- Current borrowing: 12.5%
- **7.0% dividend yield**

Source: Invesco as at 10 March 2025. Dividend yield is the total dividend divided by the current share price. Dividend policies and future dividend payments are determined by the Board and are not guaranteed. *Association of Investment Companies.

Biography

Rhys Davies



Rhys Davies, CFA

Fund Manager

Rhys is a fund manager for IFI Europe.

He began his investment career with Invesco in 2002, moving to the fixed income team in 2003. He became a fund manager in 2014. He manages high yield credit portfolios.

Rhys holds a BSc (Honours) in Management Science from the University of Manchester Management School. He is a CFA Charterholder.

Products managed

Managed since

Invesco Bond Income Plus Limited

2014

Invesco Monthly Income Plus Fund (UK)

2020

01

02

03

**What are high
income bonds?**

**The bond market
today**

**Invesco Bond
Income Plus Limited**

01

**What are high
Income bonds?**

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Bonds compared to equities

What are high income bonds?



Bond

Income	Coupon: Contractual obligation
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Position in capital structure	Senior
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Capital risk	100%
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Potential capital appreciation	Limited (par)
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Equity

Income	Dividend: Discretionary
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Position in capital structure	Most junior
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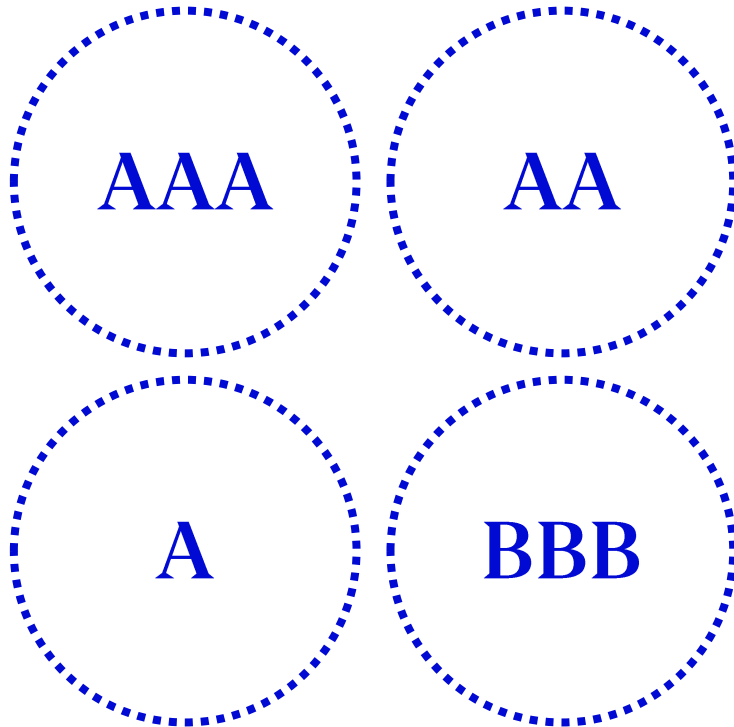
Capital risk	100%
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Potential capital appreciation	Unlimited
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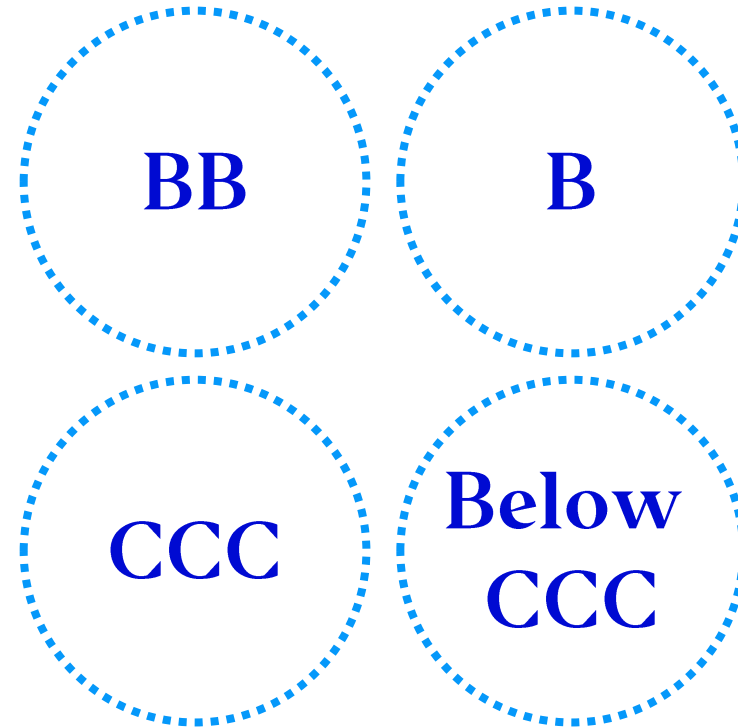
Credit quality

What are high income bonds?

Credit rating



Investment grade



High yield (junk)

Subordinated bonds

What are high income bonds?



Bank Capital

Covered / Senior Debt

Lower / Upper Tier 2

Tier 1

Additional Tier 1

Equity



Insurance Capital

Senior Debt

Tier 3

Tier 2

Restricted Tier 1

Equity



Hybrid Capital

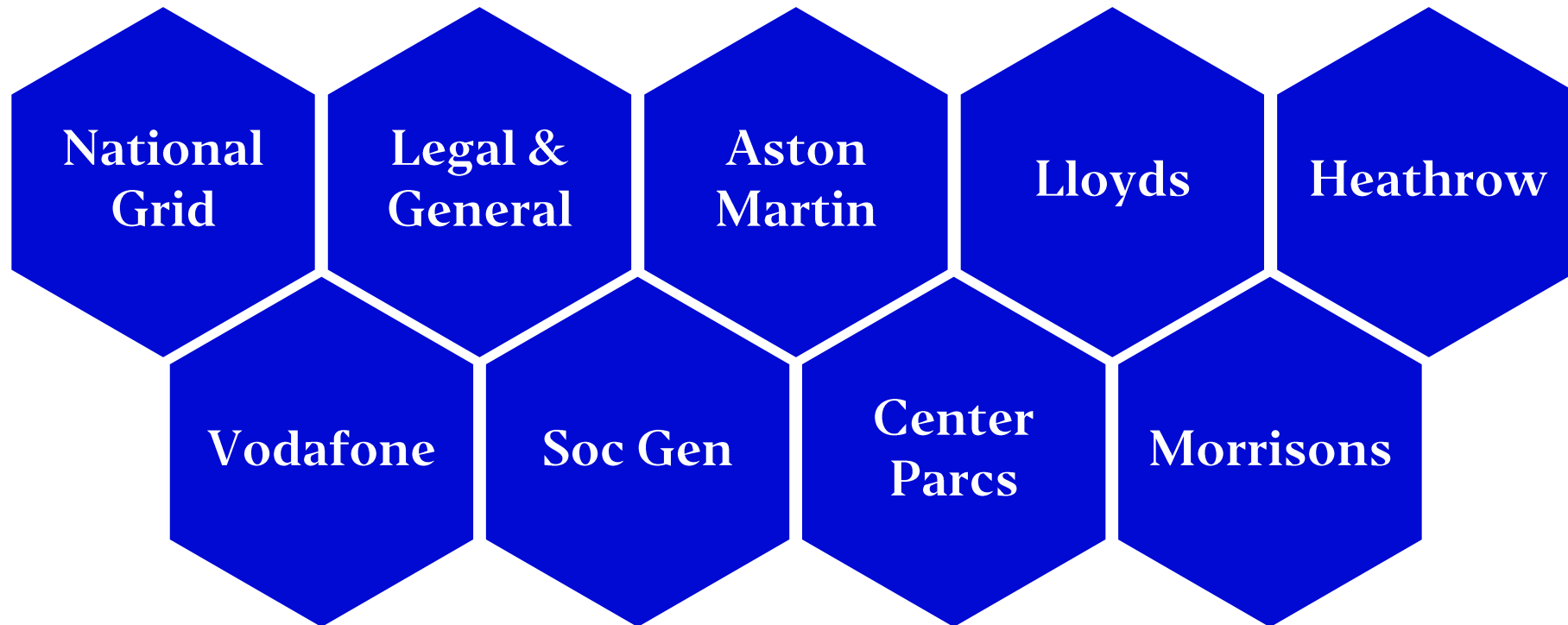
Senior / Secured

Hybrid Capital

Equity

High income

What are high income bonds?



02

The bond market today

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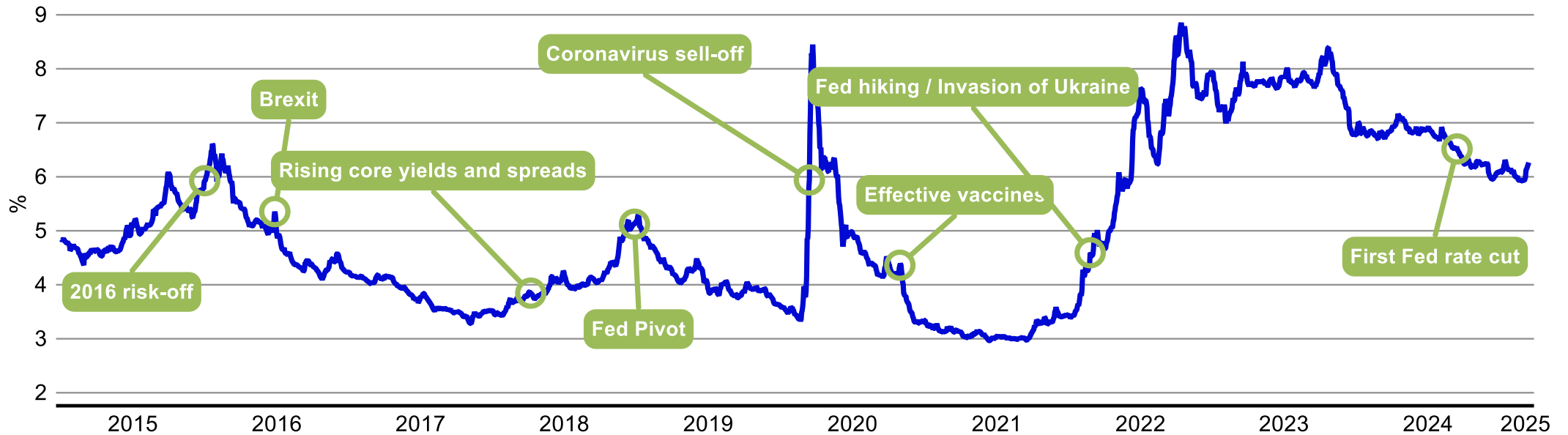
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The return of yield

The bond market today

ICE BoAML European Currency High Yield index yield to maturity (%)



BT

The bond market today

BT GBP 8.375% 2028 (call)



Issuer: BT

- UK's incumbent telecoms provider
- High capex but this is very tax effective
- Debt/EBITDA 2.7x
- Interest cover 9.9x

Bond: GBP 8.375% 2028 (call) (subordinated)

Rating BB+

Issued June 2023

Price / Yield today 106.9 / 7.9%

Post-call date, stepped coupon re-sets to 5yr gilt plus 3.82-4.82%

Source: Invesco, Macrobond, 13 March 2025. For illustrative purposes only. EBITDA = Earnings Before Interest, Taxes, Depreciation, and Amortization. CAPEX = Capital Expenditure – funds used by a company to acquire, upgrade, and maintain physical assets such as property, plants, buildings, technology, or equipment. Call = means the issuer has the right to repurchase the bond on pre-defined terms at a specified date. A subordinated loan is any type of loan which is repaid only after the senior debt has been fully repaid in a situation where a borrower defaults on their loan obligations. Please see fund performance slide for further information.

INEOS Quattro

The bond market today

INEOS Quattro USD 9.625% 2029



Issuer: INEOS Quattro

- Global chemical (commodity and speciality) group
- Resilient free cash flow
- Net leverage 7.3x

Bond: USD 9.625% 2029 (secured)

Rating	BB-
Issued	November 2023
Price / Yield today	104.7 / 8.2%

Issued similar bond at 3.375% in 2021

Newcastle Building Society

The bond market today

Newcastle Building Society £ 12.25% 2034



Issuer: Newcastle Building Society

- UK's 8th largest building society
- 32 branches, £5bn loan book (>80% mortgage)

Bond: GBP 12.25% 2034 (lower Tier 2 capital)

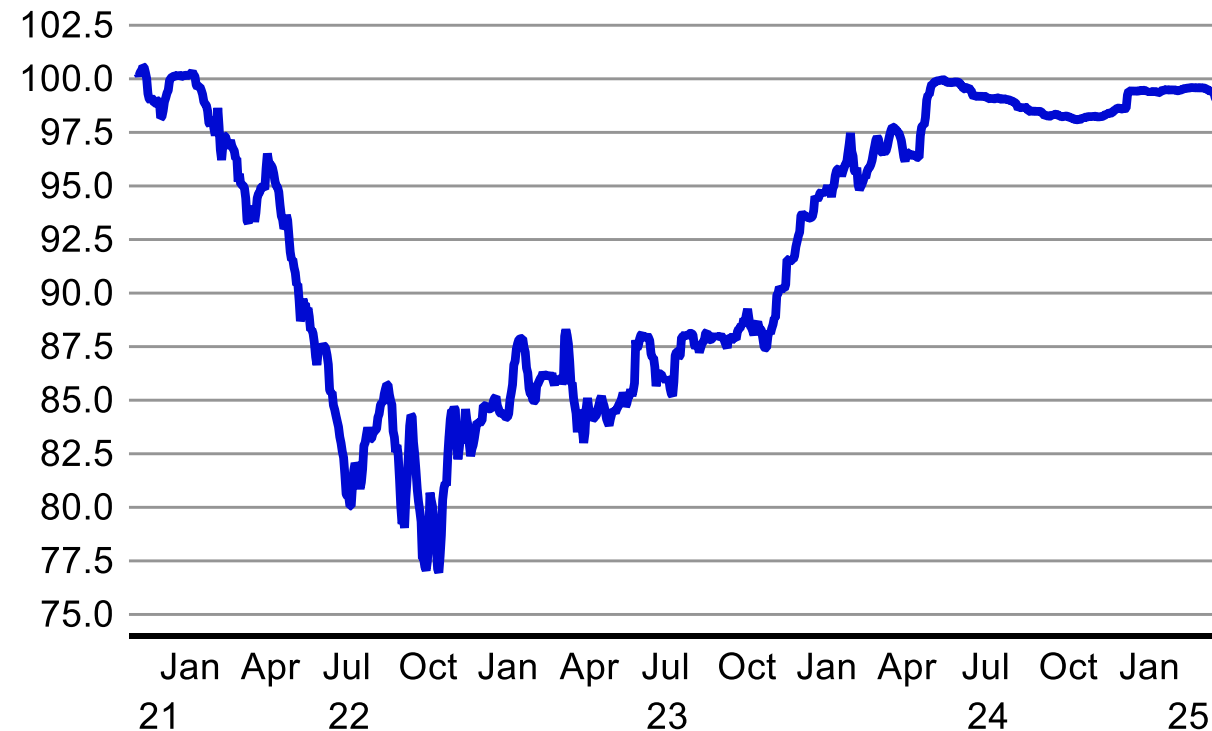
Rating	NR
Issued	June 2024
Price / Yield today	117.5 / 7.4% (to call)

Source: Invesco, Macrobond, 13 March 2025. For illustrative purposes only. Call = means the issuer has the right to repurchase the bond on pre-defined terms at a specified date. A subordinated loan is any type of loan which is repaid only after the senior debt has been fully repaid in a situation where a borrower defaults on their loan obligations. Please see fund performance slide for further information.

High returns in the secondary market

The bond market today

ASDA GBP 4.5% 2026



Secondary – Asda fixed rate senior bond

Coupon	Maturity	Rating
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4.5% (semi-annual payment)	Feb 2026	BB
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Return profile

Purchase price	77.75
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Capital gain to par	22.25pts (100-77.75)
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Time to maturity	3.5 years
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Coupon to maturity	15.75pts (4.5 x 3.5)
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Total return to maturity	48.9% (12% annualized)
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Invesco Bond Income Plus Limited

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Ticker: BIPS

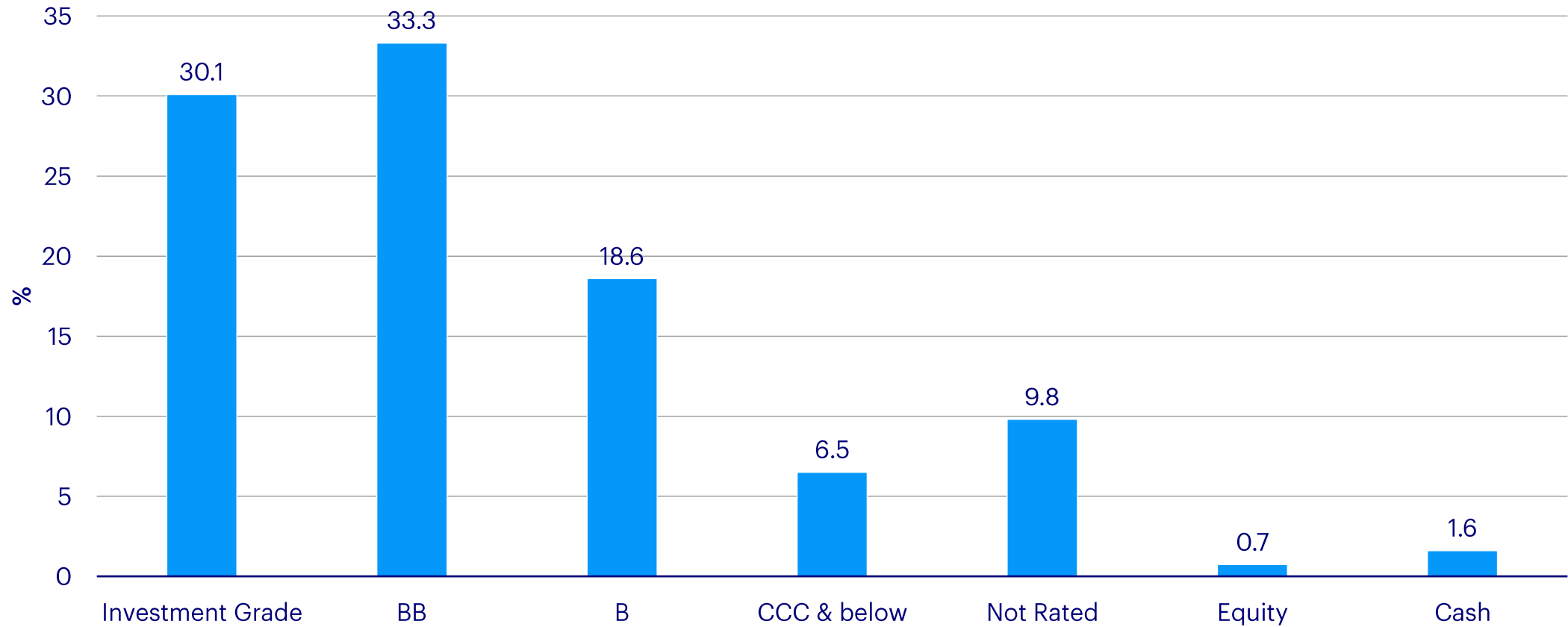
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Invesco Bond Income Plus Limited

Credit quality



Source: Invesco as at 28 February 2025.

Delivering Consistent & Growing Income over time

Board commitment to maintaining and / or increasing dividend

Past performance does not predict future returns.

	Annual dividends per share	Total Income Earned ¹	Capital Performance ²	Total Return (with dividend reinvested) ³
	pence	£	£	£
1	2015	-	-	£10,000
	2016	10.00	£526	£9,072
	2017	10.00	£1,053	£10,177
2	2018	10.00	£1,579	£9,559
	2019	10.00	£2,106	£9,559
	2020	10.00	£2,633	£9,427
	2021	10.00	£3,159	£9,927
3	2022	10.75	£3,725	£9,269
	2023	11.25	£4,318	£8,795
	2024	11.50	£4,923	£8,953
4	2025	11.69	£5,539	£9,111

Source: Refinitiv. Data to 28 February 2025.

¹Cumulative dividends from inception of investment, calculated at end of August each year.

²Capital value to the end of each year as at end of August (using mid-market share price).

³Outcome if dividends reinvested on the same day as their payment date.

Performance



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Invesco Bond Income Plus Limited

Performance at 28 February 2025 (%)

Past performance does not predict future returns.

Ordinary share price & NAV cumulative performance (% growth)	YTD	1 year	3 years	5 years	10 years
Share Price	1.2	8.9	21.0	32.9	62.5
Net Asset Value	1.9	9.1	13.9	24.0	64.1
ICE BofA European Currency High Yield Index, GBP hedged	2.0	10.7	19.8	24.5	58.2

Calendar year performance (% growth)	2020	2021	2022	2023	2024
Share Price	1.8	5.3	-5.2	10.5	8.8
Net Asset Value	6.9	4.2	-10.8	11.7	8.5
ICE BofA European Currency High Yield Index, GBP hedged	3.2	4.0	-10.5	13.8	10.2

Standardised rolling 12-month performance (% growth)	28/02/21	28/02/22	28/02/23	29/02/24	28/02/25
Share Price	11.3	-1.3	1.7	9.5	8.6
Net Asset Value	7.4	1.3	-4.0	8.7	9.1
ICE BofA European Currency High Yield Index, GBP hedged	5.8	-1.7	-3.1	11.7	10.7

Source: Invesco, Bloomberg. All performance figures are in sterling. Ordinary share price performance figures have been calculated using daily closing prices with dividends reinvested. NAV performance figures have been calculated using daily NAV with dividends reinvested. The NAV used includes current period revenue and values debt at fair. The benchmark index is shown for performance comparison purposes only. The Fund does not track the index.

Case studies

Past performance does not predict future returns.

Bond price	28/02/21	28/02/22	28/02/23	29/02/24	28/02/25
BT GBP 8.375% 2028 (call)	N/A	N/A	N/A	105.698	107.91
INEOS Quattro USD 9.625% 2029	N/A	N/A	N/A	105.354	105.798
Newcastle GBP 12.25% 2034	N/A	N/A	N/A	N/A	110.612
ASDA GBP 4.5% 2026	N/A	95.078	86.003	96.59	99.56
Standardised rolling 12-month performance (% growth)	28/02/21	28/02/22	28/02/23	29/02/24	28/02/25
BT GBP 8.375% 2028 (call)	N/A	N/A	N/A	N/A	10.02
INEOS Quattro USD 9.625% 2029	N/A	N/A	N/A	N/A	9.56
Newcastle GBP 12.25% 2034	N/A	N/A	N/A	N/A	N/A
ASDA GBP 4.5% 2026	N/A	N/A	-4.81	17.54	7.73

Investment risks

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 portfolio has a significant proportion of high-yielding bonds, which are of lower credit quality and may result in large fluctuations in the NAV of the product.

The product may invest in contingent convertible bonds which may result in significant risk of capital loss based on certain trigger events.

The use of borrowings may increase the volatility of the NAV and may reduce returns when asset values fall.

The product uses derivatives for efficient portfolio management which may result in increased volatility in the NAV.

Important information

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Data as at 28.02.2025, unless otherwise stated.

This is marketing material and not financial advice. It is not intended as a recommendation to buy or sell any particular asset class, security or strategy. Regulatory requirements that require impartiality of investment/investment strategy recommendations are therefore not applicable nor are any prohibitions to trade before publication.

Views and opinions are based on current market conditions and are subject to change.

The yield shown is expressed as a % per annum of the current NAV of the fund. It is an estimate for the next 12 months, assuming that the fund's portfolio remains unchanged and there are no defaults or deferrals of coupon payments or capital repayments. The yield is not guaranteed. Nor does it reflect any charges. Investors may be subject to tax on distributions.

If investors are unsure if this product is suitable for them, they should seek advice from a financial adviser.

For more information on our products, please refer to the relevant Key Information Document (KID), Alternative Investment Fund Managers Directive document (AIFMD), and the latest Annual or Half-Yearly Financial Reports. This information is available using the contact details shown.

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Invesco Bond Income Plus Limited is regulated by the Jersey Financial Services Commission.

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