



Invesco Oppenheimer V.I. Conservative Balanced Fund



Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, the insurance company that offers your variable annuity or variable life insurance contract may no longer send you paper copies of the Fund's shareholder reports by mail, unless you specifically request paper copies of the reports from the insurance company or your financial intermediary. Instead of delivering paper copies of the report, the insurance company may choose to make the reports available on a website, and will notify you by mail each time a report is posted and provide you with a website link to access the report. Instructions for requesting paper copies will be provided by your insurance company.

If the insurance company offers electronic delivery, you may elect to receive shareholder reports and other communications about the Fund electronically by following the instructions provided by the insurance company or by contacting your financial intermediary. If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action.

You may elect to receive all future reports in paper free of charge from the insurance company. You can inform the insurance company or your financial intermediary that you wish to continue receiving paper copies of your shareholder reports by following the instructions provided by the insurance company or by contacting your financial intermediary. Your election to receive reports in paper will apply to all portfolio companies available under your contract with the insurance company.

The Fund provides a complete list of its holdings four times in each fiscal year, at the quarter-ends. For the second and fourth quarters, the lists appear in the Fund's semiannual and annual reports to shareholders. For the first and third quarters, the Fund files the lists with the Securities and Exchange Commission (SEC) as an exhibit to its reports on Form N-PORT. The Fund's Form N-PORT filings are available on the SEC website, sec.gov. The SEC file numbers for the Fund are 811-07452 and 033-57340. The Fund's most recent portfolio holdings, as filed on Form N-PORT, have also been made available to insurance companies issuing variable annuity contracts and variable life insurance policies ("variable products") that invest in the Fund.

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities is available without charge, upon request, from our Client Services department at 800 959 4246 or at invesco.com/proxyguidelines. The information is also available on the SEC website, sec.gov.

Information regarding how the Fund voted proxies related to its portfolio securities during the most recent 12-month period ended June 30 is available at invesco.com/proxysearch. The information is also available on the SEC website, sec.gov.

Invesco Advisers, Inc. is an investment adviser; it provides investment advisory services to individual and institutional clients and does not sell securities. Invesco Distributors, Inc. is the US distributor for Invesco Ltd.'s retail mutual funds, exchange-traded funds and institutional money market funds. Both are wholly owned, indirect subsidiaries of Invesco Ltd.

This report must be accompanied or preceded by a currently effective Fund prospectus and variable product prospectus, which contain more complete information, including sales charges and expenses. Investors should read each carefully before investing.

Fund Performance

Performance summary

Fund vs. Indexes

Cumulative total returns, 12/31/19 to 6/30/20, excluding variable product issuer charges. If variable product issuer charges were included, returns would be lower.

Series I Shares	4.17%
Series II Shares	4.04
Russell 3000 Index▼	-3.48
Bloomberg Barclays U.S. Aggregate Bond Index▼	6.14
Custom Invesco Oppenheimer VI Conservative Balanced Index Linked■	4.03

Source(s): ▼RIMES Technologies Corp.; ■Invesco, RIMES Technologies Corp..

The **Russell 3000® Index** is an unmanaged index considered representative of the US stock market. The Russell 3000 Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co.

The **Bloomberg Barclays U.S. Aggregate Bond Index** is an unmanaged index considered representative of the US investment-grade, fixed-rate bond market.

The **Custom Invesco Oppenheimer VI Conservative Balanced Index Linked** is composed of 60% S&P 500 Index/40% Bloomberg Barclays U.S. Aggregate Bond Index from fund inception through March 31, 2013, and 65% Bloomberg Barclays U.S. Aggregate Bond Index/35% Russell 3000 Index thereafter. The **S&P 500® Index** is considered representative of the US stock market.

The Fund is not managed to track the performance of any particular index, including the index(es) described here, and consequently, the performance of the Fund may deviate significantly from the performance of the index(es).

A direct investment cannot be made in an index. Unless otherwise indicated, index results include reinvested dividends, and they do not reflect sales charges. Performance of the peer group, if applicable, reflects fund expenses; performance of a market index does not.

Average Annual Total Returns

As of 6/30/20

Series I Shares

Inception (2/9/87)	7.00%
10 Years	8.01
5 Years	5.81
1 Year	9.33

Series II Shares

Inception (5/1/02)	4.09%
10 Years	7.75
5 Years	5.55
1 Year	9.06

Effective May 24, 2019, Non-Service and Service shares of the Oppenheimer Conservative Balanced Fund/VA, (the predecessor fund) were reorganized into Series I and Series II shares, respectively, of Invesco Oppenheimer V.I. Conservative Balanced Fund. Returns shown above, prior to May 24, 2019, for Series I and Series II shares are those of the Non-Service shares and Service shares of the predecessor fund. Share class returns will differ from the predecessor fund because of different expenses.

The performance data quoted represent past performance and cannot guarantee future results; current performance may be lower or higher. Please contact your variable product issuer or financial adviser for the most recent month-end variable prod-

uct performance. Performance figures reflect Fund expenses, reinvested distributions and changes in net asset value. Performance figures do not reflect deduction of taxes a shareholder would pay on Fund distributions or sale of Fund shares. Investment return and principal value will fluctuate so that you may have a gain or loss when you sell shares.

Invesco Oppenheimer V.I. Conservative Balanced Fund, a series portfolio of AIM Variable Insurance Funds (Invesco Variable Insurance Funds), is currently offered through insurance companies issuing variable products. You cannot purchase shares of the Fund directly. Performance figures given represent the Fund and are not intended to reflect actual variable product values. They do not reflect sales charges,

expenses and fees assessed in connection with a variable product. Sales charges, expenses and fees, which are determined by the variable product issuers, will vary and will lower the total return.

The most recent month-end performance at the Fund level, excluding variable product charges, is available at 800 451 4246. As mentioned above, for the most recent month-end performance including variable product charges, please contact your variable product issuer or financial adviser.

Fund performance reflects any applicable fee waivers and/or expense reimbursements. Had the adviser not waived fees and/or reimbursed expenses currently or in the past, returns would have been lower. See current prospectus for more information.

Liquidity Risk Management Program

The Securities and Exchange Commission has adopted Rule 22e-4 under the Investment Company Act of 1940 (the "Liquidity Rule") in order to promote effective liquidity risk management throughout the open-end investment company industry, thereby reducing the risk that funds will be unable to meet their redemption obligations and mitigating dilution of the interests of fund shareholders. The Fund has adopted and implemented a liquidity risk management program in accordance with the Liquidity Rule (the "Program"). The Program is reasonably designed to assess and manage the Fund's liquidity risk, which is the risk that the Fund could not meet redemption requests without significant dilution of remaining investors' interests in the Fund. The Board of Trustees of the Fund (the "Board") has appointed Invesco Advisers, Inc. ("Invesco"), the Fund's investment adviser, as the Program's administrator, and Invesco has delegated oversight of the Program to the Liquidity Risk Management Committee (the "Committee"), which is composed of senior representatives from relevant business groups at Invesco.

As required by the Liquidity Rule, the Program includes policies and procedures providing for an assessment, no less frequently than annually, of the Fund's liquidity risk that takes into account, as relevant to the Fund's liquidity risk: (1) the Fund's investment strategy and liquidity of portfolio investments during both normal and reasonably foreseeable stressed conditions; (2) short-term and long-term cash flow projections for the Fund during both normal and reasonably foreseeable stressed conditions; and (3) the Fund's holdings of cash and cash equivalents and any borrowing arrangements. The Liquidity Rule also requires the classification of the Fund's investments into categories that reflect the assessment of their relative liquidity under current market conditions. The Fund classifies its investments into one of four categories defined in the Liquidity Rule: "Highly Liquid," "Moderately Liquid," "Less Liquid" and "Illiquid." Funds that are not invested primarily in "Highly Liquid Investments" that are assets (cash or investments that are reasonably expected to be convertible into cash within three business days without significantly changing the market value of the investment) are required to establish a "Highly Liquid Investment Minimum" ("HLIM"), which is the minimum percentage of net assets that must be invested in Highly Liquid Investments. Funds with HLIMs have procedures for addressing HLIM shortfalls, including reporting to the Board and the SEC (on a non-public basis) as required by the Program and the Liquidity Rule. In addition, the Fund may not acquire an investment if, immediately after the acquisition, over 15% of the Fund's net assets would consist of "Illiquid Investments" that are assets (an investment that cannot reasonably be expected to be sold or disposed of in current market conditions in seven calendar days or less without the sale or disposition significantly changing the market value of the investment). The Liquidity Rule and the Program also require reporting to the Board and the SEC (on a non-public basis) if a Fund's holdings of Illiquid Investments exceed 15% of the Fund's assets.

At a meeting held on March 30-April 1, 2020, the Committee presented a report to the Board that addressed the operation of the Program and assessed the Program's adequacy and effectiveness of implementation (the "Report"). The Report covered the period from December 1, 2018 through December 31, 2019 (the "Program Reporting Period").

The Report stated, in relevant part, that during the Program Reporting Period:

- The Program, as adopted and implemented, remained reasonably designed to assess and manage the Fund's liquidity risk and was operated effectively to achieve that goal;
- The Fund's investment strategy remained appropriate for an open-end fund;
- The Fund was able to meet requests for redemption without significant dilution of remaining investors' interests in the Fund;
- The Fund did not breach the 15% limit on Illiquid Investments; and
- The Fund primarily held Highly Liquid Investments and therefore has not adopted an HLIM.

Schedule of Investments^(a)

June 30, 2020
(Unaudited)

	Shares	Value
Common Stocks & Other Equity Interests-38.75%		
Aerospace & Defense-0.56%		
Lockheed Martin Corp.	2,882	\$ 1,051,699
Air Freight & Logistics-0.30%		
United Parcel Service, Inc., Class B	5,097	566,684
Alternative Carriers-0.00%		
ORBCOMM, Inc. ^(b)	375	1,444
Application Software-0.23%		
Q2 Holdings, Inc. ^(b)	4,970	426,376
Automotive Retail-0.43%		
CarMax, Inc. ^(b)	9,070	812,218
Biotechnology-0.86%		
Gilead Sciences, Inc.	6,912	531,809
Seattle Genetics, Inc. ^(b)	1,675	284,616
Vertex Pharmaceuticals, Inc. ^(b)	2,790	809,965
		1,626,390
Cable & Satellite-0.30%		
Charter Communications, Inc., Class A ^(b)	1,093	557,474
Commodity Chemicals-0.18%		
Valvoline, Inc.	17,323	334,854
Communications Equipment-0.38%		
Motorola Solutions, Inc.	5,124	718,026
Construction Machinery & Heavy Trucks-0.17%		
Wabtec Corp.	5,710	328,725
Consumer Finance-0.18%		
Capital One Financial Corp.	5,566	348,376
Data Processing & Outsourced Services-1.18%		
Fiserv, Inc. ^(b)	6,281	613,151
Mastercard, Inc., Class A	5,440	1,608,608
		2,221,759
Distillers & Vintners-0.28%		
Constellation Brands, Inc., Class A	3,010	526,599
Diversified Banks-1.07%		
JPMorgan Chase & Co.	21,510	2,023,231
Diversified Metals & Mining-0.24%		
Compass Minerals International, Inc.	9,440	460,200
Diversified Support Services-0.15%		
IAA, Inc. ^(b)	7,380	284,647
Electric Utilities-0.53%		
Avangrid, Inc.	16,320	685,114
Portland General Electric Co.	7,373	308,265
		993,379

	Shares	Value
Environmental & Facilities Services-0.26%		
Republic Services, Inc.	5,920	\$ 485,736
Financial Exchanges & Data-0.86%		
CME Group, Inc., Class A	2,745	446,172
Intercontinental Exchange, Inc.	12,900	1,181,640
		1,627,812
Footwear-0.25%		
NIKE, Inc., Class B	4,795	470,150
Gas Utilities-0.34%		
National Fuel Gas Co.	7,788	326,551
Suburban Propane Partners L.P.	22,085	315,815
		642,366
Health Care Equipment-1.35%		
Becton, Dickinson and Co.	3,918	937,460
Boston Scientific Corp. ^(b)	15,750	552,982
CryoPort, Inc. ^(b)	16,840	509,410
Zimmer Biomet Holdings, Inc.	4,627	552,279
		2,552,131
Health Care Facilities-0.20%		
HCA Healthcare, Inc. ^(b)	3,859	374,554
Health Care Technology-0.54%		
Teladoc Health, Inc. ^(b)	5,340	1,019,086
Home Improvement Retail-0.77%		
Home Depot, Inc. (The)	5,770	1,445,443
Homebuilding-0.31%		
D.R. Horton, Inc.	10,580	586,661
Household Products-0.68%		
Procter & Gamble Co. (The)	10,656	1,274,138
Human Resource & Employment Services-0.21%		
Korn Ferry	12,820	393,959
Hypermarkets & Super Centers-0.69%		
Walmart, Inc.	10,791	1,292,546
Industrial Conglomerates-0.47%		
Honeywell International, Inc.	6,178	893,277
Industrial Machinery-0.30%		
Stanley Black & Decker, Inc.	4,005	558,217
Industrial REITs-0.76%		
Prologis, Inc.	15,367	1,434,202
Insurance Brokers-0.22%		
Arthur J. Gallagher & Co.	4,190	408,483
Integrated Oil & Gas-0.81%		
Exxon Mobil Corp.	25,321	1,132,355
TOTAL S.A., ADR (France)	10,445	401,715
		1,534,070

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

	Shares	Value
Integrated Telecommunication Services-0.90%		
Verizon Communications, Inc.	30,775	\$ 1,696,626
Interactive Home Entertainment-0.82%		
Zynga, Inc., Class A ^(b)	162,061	1,546,062
Interactive Media & Services-3.30%		
Alphabet, Inc., Class A ^(b)	2,216	3,142,399
Facebook, Inc., Class A ^(b)	10,090	2,291,136
Snap, Inc., Class A ^(b)	33,890	796,076
		6,229,611
Internet & Direct Marketing Retail-1.89%		
Amazon.com, Inc. ^(b)	1,290	3,558,878
IT Consulting & Other Services-0.74%		
Accenture PLC, Class A	3,830	822,377
Perspecta, Inc.	24,907	578,590
		1,400,967
Leisure Facilities-0.08%		
Cedar Fair L.P. ^(b)	5,485	150,837
Managed Health Care-0.77%		
UnitedHealth Group, Inc.	4,953	1,460,887
Metal & Glass Containers-0.18%		
Silgan Holdings, Inc.	10,567	342,265
Multi-line Insurance-0.20%		
American International Group, Inc.	12,200	380,396
Multi-Utilities-0.16%		
Consolidated Edison, Inc.	4,263	306,638
Office REITs-0.20%		
Alexandria Real Estate Equities, Inc.	2,308	374,473
Office Services & Supplies-0.18%		
ACCO Brands Corp.	48,950	347,545
Oil & Gas Storage & Transportation-0.19%		
Shell Midstream Partners L.P.	29,695	364,358
Paper Products-0.21%		
Schweitzer-Mauduit International, Inc., Class A	11,635	388,725
Pharmaceuticals-1.67%		
AstraZeneca PLC, ADR (United Kingdom)	16,117	852,428
Johnson & Johnson	10,160	1,428,801
Merck & Co., Inc.	11,234	868,725
		3,149,954
Property & Casualty Insurance-0.53%		
Progressive Corp. (The)	12,480	999,773
Railroads-0.42%		
Canadian Pacific Railway Ltd. (Canada)	3,140	801,768
Regional Banks-0.78%		
East West Bancorp, Inc.	9,704	351,673
IBERIABANK Corp.	7,010	319,235
Signature Bank	3,464	370,371
SVB Financial Group ^(b)	2,034	438,388
		1,479,667

	Shares	Value
Restaurants-0.49%		
Starbucks Corp.	12,475	\$ 918,035
Semiconductor Equipment-0.61%		
Applied Materials, Inc.	18,890	1,141,900
Semiconductors-2.38%		
NVIDIA Corp.	6,974	2,649,492
QUALCOMM, Inc.	8,550	779,846
Texas Instruments, Inc.	8,397	1,066,167
		4,495,505
Soft Drinks-0.51%		
Coca-Cola Co. (The)	21,420	957,046
Specialized REITs-0.16%		
EPR Properties ^(b)	8,940	296,182
Specialty Stores-0.39%		
Tractor Supply Co.	5,577	734,993
Systems Software-2.97%		
Microsoft Corp.	27,521	5,600,799
Technology Hardware, Storage & Peripherals-1.15%		
Apple, Inc.	5,950	2,170,560
Trading Companies & Distributors-0.36%		
Fastenal Co.	16,040	687,154
Wireless Telecommunication Services-0.45%		
T-Mobile US, Inc. ^(b)	8,070	840,490
T-Mobile US, Inc., Rts. expiring 07/28/2020 ^(b)	8,070	1,356
		841,846
Total Common Stocks & Other Equity Interests (Cost \$56,764,180)		73,098,362
U.S. Dollar Denominated Bonds & Notes-27.94%		
Advertising-0.40%		
Interpublic Group of Cos., Inc. (The), 3.75%, 10/01/2021	\$ 265,000	274,869
4.20%, 04/15/2024	222,000	242,653
WPP Finance 2010 (United Kingdom), 3.75%, 09/19/2024	218,000	235,436
		752,958
Aerospace & Defense-0.40%		
BAE Systems Holdings, Inc. (United Kingdom), 3.85%, 12/15/2025 ^(c)	166,000	183,984
L3Harris Technologies, Inc., 3.85%, 06/15/2023	226,000	245,887
Northrop Grumman Corp., 4.75%, 06/01/2043	128,000	167,020
Raytheon Technologies Corp., 3.95%, 08/16/2025	139,000	158,815
		755,706
Agricultural & Farm Machinery-0.03%		
Deere & Co., 3.10%, 04/15/2030	50,000	56,744
Agricultural Products-0.17%		
Bunge Ltd. Finance Corp., 3.50%, 11/24/2020	311,000	313,968

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

	Principal Amount	Value
Airlines-0.22%		
Delta Air Lines Pass Through Trust, Series 2020-1, Class AA, 2.00%, 06/10/2028	\$ 256,000	\$ 245,041
Southwest Airlines Co., 4.75%, 05/04/2023	70,000	72,327
United Airlines Pass Through Trust, Series 2019-2, Class AA, 2.70%, 05/01/2032	98,000	88,973
		406,341
Apparel Retail-0.44%		
Ross Stores, Inc., 3.38%, 09/15/2024	233,000	250,270
4.60%, 04/15/2025	271,000	311,587
4.70%, 04/15/2027	223,000	259,167
		821,024
Application Software-0.04%		
Autodesk, Inc., 4.38%, 06/15/2025	70,000	79,912
Asset Management & Custody Banks-0.71%		
Ameriprise Financial, Inc., 3.00%, 04/02/2025	203,000	220,723
Apollo Management Holdings L.P., 2.65%, 06/05/2030 ^(c)	277,000	275,815
4.95%, 01/14/2050 ^(c)	145,000	130,477
Bank of New York Mellon Corp. (The), Series G, 4.70% ^(d)	234,000	243,945
Blackstone Holdings Finance Co. LLC, 3.15%, 10/02/2027 ^(c)	79,000	85,863
Brookfield Asset Management, Inc. (Canada), 4.00%, 01/15/2025	168,000	185,208
Carlyle Finance Subsidiary LLC, 3.50%, 09/19/2029 ^(c)	103,000	106,918
Northern Trust Corp., 3.38% (3 mo. USD LIBOR + 1.13%), 05/08/2032 ^(e)	77,000	82,570
		1,331,519
Auto Parts & Equipment-0.08%		
Magna International, Inc. (Canada), 2.45%, 06/15/2030	141,000	144,493
Automobile Manufacturers-1.15%		
Daimler Finance North America LLC (Germany), 2.55%, 08/15/2022 ^(c)	149,000	152,957
General Motors Co., 6.25%, 10/02/2043	56,000	59,566
General Motors Financial Co., Inc., 4.20%, 11/06/2021	259,000	265,662
4.15%, 06/19/2023	209,000	218,543
Harley-Davidson Financial Services, Inc., 2.55%, 06/09/2022 ^(c)	214,000	214,868
Hyundai Capital America, 5.75%, 04/06/2023 ^(c)	273,000	298,290
4.13%, 06/08/2023 ^(c)	227,000	239,715
Nissan Motor Acceptance Corp., 3.65%, 09/21/2021 ^(c)	326,000	326,926
Toyota Motor Credit Corp., 2.15%, 02/13/2030	74,000	77,914
Volkswagen Group of America Finance LLC (Germany), 4.00%, 11/12/2021 ^(c)	311,000	323,912
		2,178,353

	Principal Amount	Value
Automotive Retail-0.15%		
Advance Auto Parts, Inc., 3.90%, 04/15/2030 ^(c)	\$ 263,000	\$ 281,858
Biotechnology-0.47%		
AbbVie, Inc., 3.85%, 06/15/2024 ^(c)	297,000	326,415
2.95%, 11/21/2026 ^(c)	70,000	76,661
3.20%, 11/21/2029 ^(c)	236,000	263,506
4.05%, 11/21/2039 ^(c)	80,000	92,911
Amgen, Inc., 3.15%, 02/21/2040	125,000	133,351
		892,844
Brewers-0.39%		
Anheuser-Busch InBev Worldwide, Inc. (Belgium), 8.20%, 01/15/2039	133,000	211,472
4.35%, 06/01/2040	133,000	151,970
4.50%, 06/01/2050	147,000	176,047
Bacardi Ltd. (Bermuda), 4.70%, 05/15/2028 ^(c)	171,000	193,627
		733,116
Broadcasting-0.14%		
Fox Corp., 3.05%, 04/07/2025	70,000	75,831
ViacomCBS, Inc., 4.20%, 06/01/2029	107,000	120,092
4.38%, 03/15/2043	71,000	74,327
		270,250
Building Products-0.21%		
Carrier Global Corp., 2.24%, 02/15/2025 ^(c)	275,000	282,256
2.49%, 02/15/2027 ^(c)	112,000	114,244
		396,500
Cable & Satellite-0.25%		
Charter Communications Operating LLC/Charter Communications Operating Capital Corp., 5.13%, 07/01/2049	57,000	65,909
Comcast Corp., 2.65%, 02/01/2030	54,000	58,777
4.00%, 03/01/2048	58,000	71,338
2.80%, 01/15/2051	198,000	203,393
Time Warner Cable LLC, 4.50%, 09/15/2042	75,000	80,662
		480,079
Communications Equipment-0.10%		
Motorola Solutions, Inc., 4.60%, 02/23/2028	173,000	196,846
Construction Machinery & Heavy Trucks-0.02%		
Wabtec Corp., 3.20%, 06/15/2025	46,000	47,013
Consumer Finance-0.43%		
American Express Co., 3.13%, 05/20/2026	127,000	141,106
Series C, 3.60% (3 mo. USD LIBOR + 3.29%) ^{(d)(e)}	246,000	209,956
Capital One Financial Corp., 3.80%, 01/31/2028	62,000	69,071
Discover Bank, 4.65%, 09/13/2028	122,000	140,278

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

	Principal Amount	Value
Consumer Finance-(continued)		
Discover Financial Services, 3.75%, 03/04/2025	\$ 73,000	\$ 78,672
Synchrony Financial, 4.25%, 08/15/2024	167,000	175,466
		814,549
Data Processing & Outsourced Services-0.06%		
Global Payments, Inc., 3.20%, 08/15/2029	100,000	107,308
Distillers & Vintners-0.08%		
Pernod Ricard S.A. (France), 4.25%, 07/15/2022 ^(c)	134,000	143,071
Diversified Banks-4.62%		
Bank of America Corp., 3.37%, (3 mo. USD LIBOR + 0.81%), 01/23/2026 ^(e)	193,000	210,928
3.82%, (3 mo. USD LIBOR + 1.58%), 01/20/2028 ^(e)	129,000	146,798
4.27%, (3 mo. USD LIBOR + 1.31%), 07/23/2029 ^(e)	104,000	122,492
2.59%, 04/29/2031	172,000	182,329
7.75%, 05/14/2038	115,000	188,330
2.68%, 06/19/2041	323,000	332,970
Bank of Ireland Group PLC (Ireland), 4.50%, 11/25/2023 ^(c)	263,000	282,678
Bank of Montreal (Canada), Series E, 3.30%, 02/05/2024	166,000	180,233
BBVA USA, 2.50%, 08/27/2024	252,000	256,127
BPCE S.A. (France), 4.50%, 03/15/2025 ^(c)	184,000	201,152
Citigroup, Inc., 3.11%, 04/08/2026	233,000	250,257
4.08%, (3 mo. USD LIBOR + 1.19%), 04/23/2029 ^(e)	181,000	206,598
4.41%, 03/31/2031	193,000	228,536
2.57%, 06/03/2031	346,000	358,053
Series U, 5.00% ^(d)	240,000	226,346
Series V, 4.70% ^(d)	160,000	142,148
Credit Agricole S.A. (France), 4.38%, 03/17/2025 ^(c)	304,000	336,684
Danske Bank A/S (Denmark), 3.24% (3 mo. USD LIBOR + 1.59%), 12/20/2025 ^{(c)(e)}	200,000	208,185
HSBC Holdings PLC (United Kingdom), 3.95%, (3 mo. USD LIBOR + 0.99%), 05/18/2024 ^(e)	109,000	117,191
4.04%, (3 mo. USD LIBOR + 1.55%), 03/13/2028 ^(e)	135,000	149,270
4.58%, 06/19/2029	183,000	211,567
JPMorgan Chase & Co., 3.80%, (3 mo. USD LIBOR + 0.89%), 07/23/2024 ^(e)	226,000	245,154
2.08%, 04/22/2026	304,000	315,771
3.78%, 02/01/2028	224,000	253,948
3.54%, 05/01/2028	170,000	189,934
2.96%, 05/13/2031	192,000	204,607
3.11%, 04/22/2041	190,000	205,297
Lloyds Banking Group PLC (United Kingdom), 6.66% ^{(c)(d)}	300,000	339,163
Mitsubishi UFJ Financial Group, Inc. (Japan), 3.74%, 03/07/2029	131,000	149,357

	Principal Amount	Value
Diversified Banks-(continued)		
National Australia Bank Ltd. (Australia), 3.93%, 08/02/2034 ^(c)	\$ 154,000	\$ 168,124
Royal Bank of Canada (Canada), 3.70%, 10/05/2023	195,000	213,184
Sumitomo Mitsui Financial Group, Inc. (Japan), 1.47%, 07/08/2025	200,000	200,204
2.13%, 07/08/2030	377,000	378,646
Truist Bank, 4.05%, 11/03/2025	95,000	109,541
2.64%, (5 yr. U.S. Treasury Yield Curve Rate + 1.15%), 09/17/2029 ^(e)	376,000	377,464
U.S. Bancorp, Series W, 3.10%, 04/27/2026	134,000	148,902
Wells Fargo & Co., 2.19%, 04/30/2026	90,000	93,164
3.58%, (3 mo. USD LIBOR + 1.31%), 05/22/2028 ^(e)	167,000	185,455
3.07%, 04/30/2041	128,000	133,685
4.75%, 12/07/2046	106,000	135,722
Westpac Banking Corp. (Australia), 2.89%, 02/04/2030	122,000	124,157
		8,710,351
Diversified Capital Markets-0.65%		
Credit Suisse AG (Switzerland), 3.63%, 09/09/2024	197,000	217,708
Credit Suisse Group AG (Switzerland), 4.19%, 04/01/2031 ^(c)	250,000	285,876
5.10% ^{(c)(d)}	201,000	190,699
Credit Suisse Group Funding Guernsey Ltd. (Switzerland), 4.55%, 04/17/2026	154,000	177,216
UBS Group AG (Switzerland), 4.13%, 04/15/2026 ^(c)	160,000	182,365
4.25%, 03/23/2028 ^(c)	147,000	166,892
		1,220,756
Diversified Chemicals-0.15%		
Dow Chemical Co. (The), 3.63%, 05/15/2026	139,000	153,281
Eastman Chemical Co., 3.50%, 12/01/2021	130,000	134,232
		287,513
Diversified Metals & Mining-0.31%		
Anglo American Capital PLC (South Africa), 3.63%, 09/11/2024 ^(c)	86,000	90,344
5.38%, 04/01/2025 ^(c)	203,000	229,516
5.63%, 04/01/2030 ^(c)	216,000	261,350
		581,210
Diversified REITs-0.10%		
Brixmor Operating Partnership L.P., 4.13%, 05/15/2029	107,000	111,277
4.05%, 07/01/2030	71,000	72,667
		183,944
Drug Retail-0.23%		
Walgreen Co., 3.10%, 09/15/2022	199,000	208,633

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	Principal Amount	Value
Drug Retail-(continued)		
Walgreens Boots Alliance, Inc., 4.10%, 04/15/2050	\$ 215,000	\$ 218,027
		426,660
Education Services-0.08%		
Northeastern University, 2.89%, 10/01/2050	80,000	81,281
Northwestern University, 2.64%, 12/01/2050	70,000	73,875
		155,156
Electric Utilities-0.78%		
AEP Texas, Inc., 3.95%, 06/01/2028 ^(c)	172,000	195,851
Consolidated Edison Co. of New York, Inc., Series 20A, 3.35%, 04/01/2030	29,000	33,070
EDP Finance B.V. (Portugal), 3.63%, 07/15/2024 ^(c)	231,000	249,195
Emera US Finance L.P. (Canada), 2.70%, 06/15/2021	179,000	182,304
Enel Finance International N.V. (Italy), 2.88%, 05/25/2022 ^(c)	313,000	323,912
FirstEnergy Corp., Series A, 1.60%, 01/15/2026	32,000	32,324
Series B, 3.90%, 07/15/2027	125,000	141,598
2.25%, 09/01/2030	85,000	85,360
Fortis, Inc. (Canada), 3.06%, 10/04/2026	83,000	89,679
Mid-Atlantic Interstate Transmission LLC, 4.10%, 05/15/2028 ^(c)	115,000	131,245
		1,464,538
Electronic Components-0.03%		
Corning, Inc., 5.45%, 11/15/2079	54,000	64,585
Electronic Equipment & Instruments-0.17%		
FLIR Systems, Inc., 3.13%, 06/15/2021	307,000	312,436
Fertilizers & Agricultural Chemicals-0.05%		
Nutrien Ltd. (Canada), 1.90%, 05/13/2023	93,000	96,039
Financial Exchanges & Data-0.04%		
Moody's Corp., 3.25%, 05/20/2050	70,000	75,401
Forest Products-0.23%		
Georgia-Pacific LLC, 1.75%, 09/30/2025 ^(c)	174,000	179,637
2.10%, 04/30/2027 ^(c)	250,000	259,817
		439,454
Gas Utilities-0.03%		
East Ohio Gas Co. (The), 1.30%, 06/15/2025 ^(c)	65,000	65,433
Gold-0.06%		
Newmont Corp., 2.25%, 10/01/2030	112,000	113,732
Health Care Equipment-0.18%		
Becton, Dickinson and Co., 3.70%, 06/06/2027	118,000	132,097
3.79%, 05/20/2050	118,000	131,693

	Principal Amount	Value
Health Care Equipment-(continued)		
Children's Hospital Corp. (The), 2.59%, 02/01/2050	\$ 76,000	\$ 77,099
		340,889
Health Care REITs-0.29%		
Healthcare Trust of America Holdings L.P., 3.50%, 08/01/2026	142,000	153,618
Healthpeak Properties, Inc., 3.00%, 01/15/2030	183,000	191,591
2.88%, 01/15/2031	112,000	115,235
Welltower, Inc., 2.70%, 02/15/2027	87,000	90,478
		550,922
Health Care Services-0.21%		
Cigna Corp., 4.13%, 11/15/2025	168,000	193,212
Fresenius Medical Care US Finance II, Inc. (Germany), 5.88%, 01/31/2022 ^(c)	196,000	208,131
		401,343
Home Improvement Retail-0.10%		
Lowe's Cos., Inc., 4.50%, 04/15/2030	155,000	190,489
Homebuilding-0.16%		
D.R. Horton, Inc., 4.75%, 02/15/2023	195,000	210,728
NVR, Inc., 3.00%, 05/15/2030	85,000	88,930
		299,658
Industrial Conglomerates-0.11%		
GE Capital International Funding Co. Unlimited Co., 3.37%, 11/15/2025	160,000	168,007
Roper Technologies, Inc., 2.00%, 06/30/2030	41,000	41,075
		209,082
Insurance Brokers-0.05%		
Marsh & McLennan Cos., Inc., 4.35%, 01/30/2047	76,000	95,504
Integrated Oil & Gas-0.39%		
BP Capital Markets PLC (United Kingdom), 4.38% (5 yr. U.S. Treasury Yield Curve Rate + 4.04%) ^{(d)(e)}	55,000	55,963
Occidental Petroleum Corp., Series 1, 4.10%, 02/01/2021	278,000	280,502
4.85%, 03/15/2021	180,000	179,437
2.90%, 08/15/2024	228,000	195,394
4.50%, 07/15/2044	48,000	33,330
		744,626
Integrated Telecommunication Services-0.51%		
AT&T, Inc., 4.30%, 02/15/2030	223,000	260,738
4.35%, 06/15/2045	33,000	37,180
4.50%, 03/09/2048	96,000	112,838
British Telecommunications PLC (United Kingdom), 4.50%, 12/04/2023	202,000	223,762
Deutsche Telekom International Finance B.V. (Germany), 4.38%, 06/21/2028 ^(c)	146,000	173,260

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	Principal Amount	Value
Integrated Telecommunication Services-(continued)		
Verizon Communications, Inc., 4.52%, 09/15/2048	\$ 117,000	\$ 154,884
		962,662
Internet & Direct Marketing Retail-0.12%		
Amazon.com, Inc., 0.80%, 06/03/2025	230,000	231,589
Internet Services & Infrastructure-0.17%		
VeriSign, Inc., 5.25%, 04/01/2025	105,000	116,561
4.75%, 07/15/2027	189,000	198,980
		315,541
Investment Banking & Brokerage-0.98%		
Charles Schwab Corp. (The), Series G, 5.38% ^(d)	336,000	359,796
Goldman Sachs Group, Inc. (The), 3.50%, 04/01/2025	207,000	227,223
3.75%, 02/25/2026	110,000	122,774
3.50%, 11/16/2026	112,000	123,264
Morgan Stanley, 5.00%, 11/24/2025	174,000	203,478
2.19%, 04/28/2026	155,000	161,386
4.43%, (3 mo. USD LIBOR + 1.63%), 01/23/2030 ^(e)	159,000	189,535
3.62%, 04/01/2031	197,000	225,468
Raymond James Financial, Inc., 3.63%, 09/15/2026	103,000	114,540
4.65%, 04/01/2030	98,000	117,389
		1,844,853
IT Consulting & Other Services-0.10%		
DXC Technology Co., 4.75%, 04/15/2027	166,000	182,134
Life & Health Insurance-0.66%		
Athene Global Funding, 2.95%, 11/12/2026 ^(c)	273,000	274,332
Athene Holding Ltd., 6.15%, 04/03/2030	216,000	249,213
Lincoln National Corp., 3.80%, 03/01/2028	126,000	139,888
Manulife Financial Corp. (Canada), 4.06% (5 yr. USD ICE Swap Rate + 1.65%), 02/24/2032 ^(e)	129,000	136,906
Prudential Financial, Inc., 5.20%, 03/15/2044	246,000	251,300
Reliance Standard Life Global Funding II, 2.75%, 01/21/2027 ^(c)	188,000	184,376
		1,236,015
Managed Health Care-0.11%		
Anthem, Inc., 3.13%, 05/15/2022	203,000	212,714
Multi-line Insurance-0.06%		
Massachusetts Mutual Life Insurance Co., 3.38%, 04/15/2050 ^(c)	104,000	107,294
Multi-Utilities-0.62%		
Ameren Corp., 2.50%, 09/15/2024	137,000	145,349
3.50%, 01/15/2031	99,000	110,909

	Principal Amount	Value
Multi-Utilities-(continued)		
CenterPoint Energy, Inc., 4.25%, 11/01/2028	\$ 100,000	\$ 116,331
Dominion Energy, Inc., 2.72%, 08/15/2021 ^(f)	197,000	201,423
Series C, 3.38%, 04/01/2030	165,000	182,903
Sempra Energy, 3.40%, 02/01/2028	117,000	128,714
4.88%, (5 yr. U.S. Treasury Yield Curve Rate + 4.55%) ^{(d)(e)}	284,000	284,710
		1,170,339
Oil & Gas Equipment & Services-0.08%		
Schlumberger Holdings Corp., 4.00%, 12/21/2025 ^(c)	132,000	145,264
Oil & Gas Exploration & Production-0.39%		
Canadian Natural Resources Ltd. (Canada), 2.05%, 07/15/2025	390,000	391,237
2.95%, 07/15/2030	182,000	180,972
EQT Corp., 3.00%, 10/01/2022	174,000	162,364
		734,573
Oil & Gas Storage & Transportation-1.07%		
Energy Transfer Operating L.P., 4.25%, 03/15/2023	176,000	186,001
5.30%, 04/15/2047	68,000	65,857
Enterprise Products Operating LLC, 4.20%, 01/31/2050	76,000	84,456
Kinder Morgan Energy Partners L.P., 5.80%, 03/01/2021	132,000	136,327
Kinder Morgan, Inc., 5.20%, 03/01/2048	85,000	102,544
MPLX L.P., 1.41%, (3 mo. USD LIBOR + 1.10%), 09/09/2022 ^(e)	144,000	141,669
4.25%, 12/01/2027	129,000	140,050
ONEOK, Inc., 5.85%, 01/15/2026	78,000	89,174
4.35%, 03/15/2029	105,000	110,517
6.35%, 01/15/2031	295,000	345,921
Plains All American Pipeline L.P./PAA Finance Corp., 3.80%, 09/15/2030	101,000	99,667
Sabine Pass Liquefaction LLC, 4.20%, 03/15/2028	122,000	130,923
Sunoco Logistics Partners Operations L.P., 4.00%, 10/01/2027	139,000	142,489
Williams Cos., Inc. (The), 3.70%, 01/15/2023	225,000	237,979
		2,013,574
Other Diversified Financial Services-0.24%		
Equitable Holdings, Inc., 4.35%, 04/20/2028	110,000	123,264
Experian Finance PLC (United Kingdom), 2.75%, 03/08/2030 ^(c)	311,000	331,929
		455,193
Packaged Foods & Meats-0.62%		
Conagra Brands, Inc., 3.80%, 10/22/2021	252,000	262,005
4.60%, 11/01/2025	214,000	246,953

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	Principal Amount	Value
Packaged Foods & Meats-(continued)		
Mondelez International Holdings Netherlands B.V., 2.00%, 10/28/2021 ^(c)	\$ 339,000	\$ 345,079
Smithfield Foods, Inc., 3.35%, 02/01/2022 ^(c)	124,000	123,117
Tyson Foods, Inc., 3.90%, 09/28/2023	183,000	200,261
		1,177,415
Paper Packaging-0.21%		
Bemis Co., Inc., 2.63%, 06/19/2030	49,000	50,291
Packaging Corp. of America, 3.65%, 09/15/2024	185,000	202,035
WRKCo, Inc., 3.90%, 06/01/2028	127,000	140,681
		393,007
Pharmaceuticals-1.20%		
Bayer US Finance II LLC (Germany), 3.88%, 12/15/2023 ^(c)	335,000	367,747
Elanco Animal Health, Inc., 5.65%, 08/28/2028	145,000	161,410
Merck & Co., Inc., 0.75%, 02/24/2026	150,000	150,000
	80,000	80,269
	146,000	148,893
	95,000	95,643
Mylan, Inc., 3.13%, 01/15/2023 ^(c)	206,000	216,688
Takeda Pharmaceutical Co. Ltd. (Japan), 5.00%, 11/26/2028	160,000	197,503
	205,000	203,352
	200,000	201,738
	206,000	207,139
Upjohn, Inc., 2.70%, 06/22/2030 ^(c)	222,000	228,573
		2,258,955
Property & Casualty Insurance-0.38%		
Arch Capital Group Ltd., 3.64%, 06/30/2050	216,000	227,061
CNA Financial Corp., 3.45%, 08/15/2027	156,000	166,630
Fidelity National Financial, Inc., 3.40%, 06/15/2030	152,000	158,528
W.R. Berkley Corp., 4.00%, 05/12/2050	144,000	160,807
		713,026
Railroads-0.18%		
Union Pacific Corp., 2.15%, 02/05/2027	145,000	153,503
	181,000	193,868
		347,371
Regional Banks-0.98%		
Citizens Financial Group, Inc., 3.25%, 04/30/2030	98,000	106,107
Fifth Third Bancorp, 2.55%, 05/05/2027	130,000	139,194
Fifth Third Bank N.A., 3.85%, 03/15/2026	160,000	179,595
Huntington Bancshares, Inc., 4.00%, 05/15/2025	225,000	255,154
KeyCorp, 4.15%, 10/29/2025	72,000	82,651

	Principal Amount	Value
Regional Banks-(continued)		
PNC Financial Services Group, Inc. (The), 3.15%, 05/19/2027	\$ 171,000	\$ 191,387
Santander Holdings USA, Inc., 3.50%, 06/07/2024	167,000	175,756
Synovus Financial Corp., 3.13%, 11/01/2022	119,000	120,752
Truist Financial Corp., Series Q, 5.10% (10 yr. U.S. Treasury Yield Curve Rate + 4.35%) ^{(d)(e)}	336,000	347,793
Zions Bancorporation N.A., 3.25%, 10/29/2029	250,000	246,806
		1,845,195
Residential REITs-0.20%		
Camden Property Trust, 2.80%, 05/15/2030	86,000	93,102
Essex Portfolio L.P., 3.00%, 01/15/2030	100,000	109,180
Spirit Realty L.P., 3.20%, 01/15/2027	137,000	131,047
VEREIT Operating Partnership L.P., 3.40%, 01/15/2028	42,000	42,322
		375,651
Restaurants-0.02%		
McDonald's Corp., 3.30%, 07/01/2025	31,000	34,478
Retail REITs-0.20%		
Kite Realty Group L.P., 4.00%, 10/01/2026	133,000	123,901
Realty Income Corp., 3.25%, 01/15/2031	93,000	100,813
Regency Centers L.P., 2.95%, 09/15/2029	149,000	151,324
		376,038
Semiconductor Equipment-0.11%		
NXP B.V./NXP Funding LLC/NXP USA, Inc. (Netherlands), 2.70%, 05/01/2025 ^(c)	55,000	57,865
	134,000	150,171
		208,036
Semiconductors-1.18%		
Analog Devices, Inc., 2.95%, 04/01/2025	85,000	92,198
Broadcom, Inc., 2.25%, 11/15/2023 ^(c)	175,000	180,959
	215,000	242,322
	180,000	191,340
	181,000	197,346
	105,000	116,190
Microchip Technology, Inc., 3.92%, 06/01/2021	335,000	341,605
NXP B.V./NXP Funding LLC (Netherlands), 4.13%, 06/01/2021 ^(c)	304,000	313,140
QUALCOMM, Inc., 2.15%, 05/20/2030	262,000	273,411
	256,000	281,251
		2,229,762
Soft Drinks-0.12%		
Keurig Dr Pepper, Inc., 4.06%, 05/25/2023	205,000	223,743

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	Principal Amount	Value
Specialized REITs-0.37%		
American Tower Corp., 3.00%, 06/15/2023	\$ 185,000	\$ 197,344
4.00%, 06/01/2025	114,000	128,420
1.30%, 09/15/2025	136,000	136,601
Crown Castle International Corp., 3.30%, 07/01/2030	70,000	76,587
4.15%, 07/01/2050	50,000	57,728
Equinix, Inc., 3.20%, 11/18/2029	98,000	106,542
		703,222
Specialty Chemicals-0.12%		
RPM International, Inc., 3.45%, 11/15/2022	222,000	229,307
Steel-0.03%		
Steel Dynamics, Inc., 3.25%, 01/15/2031	47,000	47,869
Systems Software-0.06%		
VMware, Inc., 3.90%, 08/21/2027	114,000	120,834
Technology Distributors-0.09%		
Arrow Electronics, Inc., 3.88%, 01/12/2028	167,000	175,089
Technology Hardware, Storage & Peripherals-0.35%		
Apple, Inc., 4.38%, 05/13/2045	126,000	167,161
2.65%, 05/11/2050	259,000	268,382
Dell International LLC/EMC Corp., 5.30%, 10/01/2029 ^(c)	210,000	232,647
		668,190
Thriffs & Mortgage Finance-0.09%		
Nationwide Building Society (United Kingdom), 3.96% (3 mo. USD LIBOR + 1.86%), 07/18/2030 ^{(c)(e)}	150,000	169,030
Tobacco-0.56%		
Altria Group, Inc., 3.49%, 02/14/2022	139,000	145,079
BAT International Finance PLC (United Kingdom), 3.25%, 06/07/2022 ^(c)	215,000	224,059
Imperial Brands Finance PLC (United Kingdom), 2.95%, 07/21/2020 ^(c)	230,000	230,226
3.75%, 07/21/2022 ^(c)	328,000	342,586
Philip Morris International, Inc., 1.50%, 05/01/2025	107,000	109,767
		1,051,717
Trading Companies & Distributors-0.15%		
AerCap Ireland Capital DAC/AerCap Global Aviation Trust (Ireland), 3.50%, 05/26/2022	124,000	122,722
4.50%, 09/15/2023	161,000	161,137
		283,859
Trucking-0.48%		
Penske Truck Leasing Co. L.P./PTL Finance Corp., 3.65%, 07/29/2021 ^(c)	110,000	112,636
4.00%, 07/15/2025 ^(c)	175,000	191,537
3.40%, 11/15/2026 ^(c)	181,000	191,191

	Principal Amount	Value
Trucking-(continued)		
Ryder System, Inc., 2.50%, 09/01/2024	\$ 94,000	\$ 97,067
4.63%, 06/01/2025	212,000	236,636
3.35%, 09/01/2025	79,000	84,230
		913,297
Wireless Telecommunication Services-0.17%		
T-Mobile USA, Inc., 3.50%, 04/15/2025 ^(c)	215,000	234,757
2.55%, 02/15/2031 ^(c)	88,000	88,530
		323,287
Total U.S. Dollar Denominated Bonds & Notes (Cost \$49,271,962)		52,714,296

	Principal Amount	Value
Asset-Backed Securities-14.29%		
Alternative Loan Trust, Series 2005- 29CB, Class A4, 5.00%, 07/25/2035	139,108	115,446
American Credit Acceptance Receivables Trust, Series 2017-4, Class C, 2.94%, 01/10/2024 ^(c)	2,401	2,402
Series 2017-4, Class D, 3.57%, 01/10/2024 ^(c)	246,000	248,696
Series 2018-2, Class C, 3.70%, 07/10/2024 ^(c)	180,854	182,320
Series 2018-3, Class D, 4.14%, 10/15/2024 ^(c)	25,000	25,489
Series 2018-4, Class C, 3.97%, 01/13/2025 ^(c)	180,000	182,849
Series 2019-3, Class C, 2.76%, 09/12/2025 ^(c)	155,000	157,170
AmeriCredit Automobile Receivables Trust, Series 2017-2, Class D, 3.42%, 04/18/2023	320,000	328,550
Series 2017-4, Class D, 3.08%, 12/18/2023	205,000	209,768
Series 2018-3, Class C, 3.74%, 10/18/2024	260,000	273,609
Series 2019-2, Class C, 2.74%, 04/18/2025	100,000	103,036
Series 2019-2, Class D, 2.99%, 06/18/2025	270,000	272,164
Series 2019-3, Class D, 2.58%, 09/18/2025	130,000	129,331
Angel Oak Mortgage Trust, Series 2020-1, Class A1, 2.47%, 12/25/2059 ^{(c)(g)}	151,891	153,194
Series 2020-3, Class A1, 1.69%, 04/25/2065 ^(c)	445,000	444,998
Banc of America Funding Trust, Series 2007-1, Class 1A3, 6.00%, 01/25/2037	31,302	30,384
Series 2007-C, Class 1A4, 4.04%, 05/20/2036 ^(g)	10,493	10,022
Banc of America Mortgage Trust, Series 2004-E, Class 2A6, 3.60%, 06/25/2034 ^(g)	29,419	28,261
Bank, Series 2019-BNK16, Class XA, 1.13%, 02/15/2052 ^(g)	1,568,703	102,398

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	Principal Amount	Value
Bear Stearns Adjustable Rate Mortgage Trust, Series 2005-9, Class A1, 4.27% (1 yr. U.S. Treasury Yield Curve Rate + 2.30%), 10/25/2035 ^(e)	\$ 200,153	\$ 197,816
Series 2006-1, Class A1, 3.84% (1 yr. U.S. Treasury Yield Curve Rate + 2.25%), 02/25/2036 ^(e)	75,355	74,695
Benchmark Mortgage Trust, Series 2018-B1, Class XA, 0.66%, 01/15/2051 ^(g)	2,181,460	65,632
Capital Auto Receivables Asset Trust, Series 2017-1, Class D, 3.15%, 02/20/2025 ^(c)	40,000	40,643
Series 2018-2, Class B, 3.48%, 10/20/2023 ^(c)	125,000	127,159
Series 2018-2, Class C, 3.69%, 12/20/2023 ^(c)	120,000	123,032
CarMax Auto Owner Trust, Series 2017-1, Class D, 3.43%, 07/17/2023	245,000	248,210
Series 2017-4, Class D, 3.30%, 05/15/2024	110,000	111,487
CCG Receivables Trust, Series 2018-1, Class B, 3.09%, 06/16/2025 ^(c)	90,000	90,711
Series 2018-2, Class C, 3.87%, 12/15/2025 ^(c)	60,000	62,138
Series 2019-2, Class B, 2.55%, 03/15/2027 ^(c)	105,000	105,903
Series 2019-2, Class C, 2.89%, 03/15/2027 ^(c)	100,000	100,714
CD Mortgage Trust, Series 2017-CD6, Class XA, 1.10%, 11/13/2050 ^(g)	868,057	37,137
Chase Home Lending Mortgage Trust, Series 2019-ATR1, Class A15, 4.00%, 04/25/2049 ^{(c)(g)}	41,436	42,334
Chase Mortgage Finance Trust, Series 2005-A2, Class 1A3, 3.90%, 01/25/2036 ^(g)	75,294	70,600
CHL Mortgage Pass-Through Trust, Series 2005-26, Class 1A8, 5.50%, 11/25/2035	42,923	38,098
Series 2006-6, Class A3, 6.00%, 04/25/2036	27,834	21,367
Citigroup Commercial Mortgage Trust, Series 2013-GC17, Class XA, 1.18%, 11/10/2046 ^(g)	410,107	11,782
Series 2014-GC21, Class AAB, 3.48%, 05/10/2047	83,003	86,383
Series 2017-C4, Class XA, 1.25%, 10/12/2050 ^(g)	2,330,334	132,541
Citigroup Mortgage Loan Trust, Inc., Series 2006-AR1, Class 1A1, 3.88% (1 yr. U.S. Treasury Yield Curve Rate + 2.40%), 10/25/2035 ^(e)	177,728	173,890
CNH Equipment Trust, Series 2017-C, Class B, 2.54%, 05/15/2025	70,000	70,730
Series 2019-A, Class A4, 3.22%, 01/15/2026	120,000	126,743
COLT Mortgage Loan Trust, Series 2020-1, Class A1, 2.49%, 02/25/2050 ^{(c)(g)}	339,334	343,895
Series 2020-2, Class A1, 1.85%, 03/25/2065 ^(c)	242,251	243,103

	Principal Amount	Value
COMM Mortgage Trust, Series 2013-CR6, Class AM, 3.15%, 03/10/2046 ^(c)	\$ 255,000	\$ 259,759
Series 2014-CR21, Class AM, 3.99%, 12/10/2047	865,000	919,805
Series 2014-LC15, Class AM, 4.20%, 04/10/2047	140,000	149,202
Commercial Mortgage Trust, Series 2012-CR5, Class XA, 1.66%, 12/10/2045 ^(g)	302,140	8,711
Series 2014-CR20, Class ASB, 3.31%, 11/10/2047	61,181	63,508
Series 2014-UBS6, Class AM, 4.05%, 12/10/2047	495,000	531,524
CPS Auto Receivables Trust, Series 2018-A, Class B, 2.77%, 04/18/2022 ^(c)	2,486	2,488
Series 2018-B, Class B, 3.23%, 07/15/2022 ^(c)	55,079	55,192
Credit Suisse Mortgage Trust, Series 2006-6, Class 1A4, 6.00%, 07/25/2036	102,451	82,329
CSAIL Commercial Mortgage Trust, Series 2020-C19, Class A3, 2.56%, 03/15/2053	571,000	609,212
Dell Equipment Finance Trust, Series 2017-2, Class B, 2.47%, 10/24/2022 ^(c)	40,522	40,590
Series 2018-1, Class B, 3.34%, 06/22/2023 ^(c)	90,000	91,664
Series 2019-1, Class C, 3.14%, 03/22/2024 ^(c)	330,000	333,507
Series 2019-2, Class D, 2.48%, 04/22/2025 ^(c)	110,000	109,995
Drive Auto Receivables Trust, Series 2017-1, Class D, 3.84%, 03/15/2023	234,795	238,358
Series 2018-1, Class D, 3.81%, 05/15/2024	160,000	161,952
Series 2018-2, Class D, 4.14%, 08/15/2024	230,000	236,037
Series 2018-3, Class D, 4.30%, 09/16/2024	215,000	221,544
Series 2018-5, Class C, 3.99%, 01/15/2025	210,000	214,417
Series 2019-1, Class C, 3.78%, 04/15/2025	340,000	344,260
DT Auto Owner Trust, Series 2017-1A, Class D, 3.55%, 11/15/2022 ^(c)	53,561	53,860
Series 2017-2A, Class D, 3.89%, 01/15/2023 ^(c)	81,972	82,608
Series 2017-3A, Class D, 3.58%, 05/15/2023 ^(c)	53,583	54,126
Series 2017-3A, Class E, 5.60%, 08/15/2024 ^(c)	195,000	201,455
Series 2017-4A, Class D, 3.47%, 07/17/2023 ^(c)	118,471	119,384
Series 2018-3A, Class B, 3.56%, 09/15/2022 ^(c)	270,000	271,955
Series 2018-3A, Class C, 3.79%, 07/15/2024 ^(c)	105,000	106,977
Element Rail Leasing I LLC, Series 2014-1A, Class A1, 2.30%, 04/19/2044 ^(c)	40,576	40,720

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

	Principal Amount	Value
Ellington Financial Mortgage Trust, Series 2020-1, Class A1, 2.01%, 06/25/2065 ^(c)	\$ 103,652	\$ 104,165
Exeter Automobile Receivables Trust, Series 2018-4A, Class B, 3.64%, 11/15/2022 ^(c)	93,688	94,093
Series 2019-2A, Class C, 3.30%, 03/15/2024 ^(c)	322,000	327,365
Series 2019-4A, Class D, 2.58%, 09/15/2025 ^(c)	230,000	229,743
First Horizon Alternative Mortgage Securities Trust, Series 2005-FA8, Class 1A6, 0.83% (1 mo. USD LIBOR + 0.65%), 11/25/2035 ^(e)	59,800	29,038
Flagship Credit Auto Trust, Series 2016-1, Class C, 6.22%, 06/15/2022 ^(c)	298,147	302,649
Ford Credit Floorplan Master Owner Trust, Series 2019-3, Class A2, 0.78% (1 mo. USD LIBOR + 0.60%), 09/15/2024 ^(e)	550,000	541,485
FREMF Mortgage Trust, Series 2013-K25, Class C, 3.74%, 11/25/2045 ^{(c)(g)}	60,000	61,403
Series 2013-K26, Class C, 3.72%, 12/25/2045 ^{(c)(g)}	40,000	40,950
Series 2013-K27, Class C, 3.62%, 01/25/2046 ^{(c)(g)}	110,000	112,526
Series 2013-K28, Class C, 3.61%, 06/25/2046 ^{(c)(g)}	450,000	460,999
Series 2014-K715, Class C, 4.27%, 02/25/2046 ^{(c)(g)}	180,000	181,048
GLS Auto Receivables Trust, Series 2018-1A, Class A, 2.82%, 07/15/2022 ^(c)	53,543	53,713
GM Financial Automobile Leasing Trust, Series 2018-2, Class C, 3.50%, 04/20/2022	145,000	146,367
GS Mortgage Securities Trust, Series 2012-GC6, Class A3, 3.48%, 01/10/2045	54,793	55,989
Series 2013-GC16, Class AS, 4.65%, 11/10/2046	65,000	69,545
Series 2013-GCJ12, Class AAB, 2.68%, 06/10/2046	19,762	20,021
Series 2014-GC18, Class AAB, 3.65%, 01/10/2047	65,041	67,360
Series 2020-GC47, Class A5, 2.38%, 05/12/2053	225,000	238,716
GSR Mortgage Loan Trust, Series 2005-AR, Class 6A1, 3.34%, 07/25/2035 ^(g)	10,563	10,399
HomeBanc Mortgage Trust, Series 2005-3, Class A2, 0.79% (1 mo. USD LIBOR + 0.31%), 07/25/2035 ^(e)	7,923	7,914

	Principal Amount	Value
JP Morgan Chase Commercial Mortgage Securities Trust, Series 2013-C10, Class AS, 3.37%, 12/15/2047	\$ 325,000	\$ 332,782
Series 2013-C16, Class AS, 4.52%, 12/15/2046	330,000	352,858
Series 2013-LC11, Class AS, 3.22%, 04/15/2046	78,000	79,662
Series 2014-C20, Class AS, 4.04%, 07/15/2047	245,000	259,376
Series 2016-JP3, Class A2, 2.43%, 08/15/2049	141,488	142,857
JP Morgan Mortgage Trust, Series 2007-A1, Class 5A1, 3.97%, 07/25/2035 ^(g)	47,731	46,322
Series 2018-8, Class A17, 4.00%, 01/25/2049 ^{(c)(g)}	50,000	50,571
JPMBB Commercial Mortgage Securities Trust, Series 2014-C24, Class B, 4.12%, 11/15/2047 ^(g)	270,000	251,659
Series 2014-C25, Class AS, 4.07%, 11/15/2047	105,000	111,806
Series 2015-C27, Class XA, 1.31%, 02/15/2048 ^(g)	2,197,670	96,574
MASTR Adjustable Rate Mortgages Trust, Series 2004-13, Class 2A2, 4.33%, 04/21/2034 ^(g)	16,533	16,312
Morgan Stanley BAML Trust, Series 2013-C9, Class AS, 3.46%, 05/15/2046	240,000	247,278
Series 2014-C19, Class AS, 3.83%, 12/15/2047	720,000	761,759
Morgan Stanley Capital I Trust, Series 2011-C2, Class A4, 4.66%, 06/15/2044 ^(c)	66,710	68,498
Series 2017-HR2, Class XA, 0.93%, 12/15/2050 ^(g)	766,127	35,037
Morgan Stanley ReRemic Trust, Series 2012-R3, Class 1B, 3.27%, 11/26/2036 ^{(c)(g)}	198,569	183,601
Mortgage-Linked Amortizing Notes, Series 2012-1, Class A10, 2.06%, 01/15/2022	91,091	92,995
Navistar Financial Dealer Note Master Owner Trust II, Series 2018-1, Class A, 0.81% (1 mo. USD LIBOR + 0.63%), 09/25/2023 ^{(c)(e)}	115,000	114,598
Series 2018-1, Class B, 0.98% (1 mo. USD LIBOR + 0.80%), 09/25/2023 ^{(c)(e)}	135,000	134,262
Neuberger Berman Loan Advisers CLO 24 Ltd., Series 2017-24A, Class AR, 2.16% (3 mo. USD LIBOR + 1.02%), 04/19/2030 ^{(c)(e)}	276,000	271,320
OHA Loan Funding Ltd., Series 2016-1A, Class AR, 2.40% (3 mo. USD LIBOR + 1.26%), 01/20/2033 ^{(c)(e)}	272,907	266,929
Prestige Auto Receivables Trust, Series 2019-1A, Class C, 2.70%, 10/15/2024 ^(c)	115,000	116,626
Progress Residential Trust, Series 2020-SFR1, Class A, 1.73%, 04/17/2037 ^(c)	360,000	363,727

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	Principal Amount	Value
RALI Trust, Series 2006-QS13, Class 1A8, 6.00%, 09/25/2036	\$ 6,316	\$ 5,784
RBSSP Resecuritization Trust, Series 2010-1, Class 2A1, 4.22% (Acquired 02/25/2015; Cost \$4,746), 07/26/2045 ^{(c)(g)}	3,277	3,304
Residential Mortgage Loan Trust, Series 2020-1, Class A1, 2.38%, 02/25/2024 ^{(c)(g)}	138,366	140,492
Santander Drive Auto Receivables Trust, Series 2017-1, Class E, 5.05%, 07/15/2024 ^(c)	410,000	419,522
Series 2017-3, Class D, 3.20%, 11/15/2023	295,000	299,717
Series 2018-1, Class D, 3.32%, 03/15/2024	110,000	112,749
Series 2018-2, Class D, 3.88%, 02/15/2024	170,000	173,470
Series 2018-5, Class C, 3.81%, 12/16/2024	225,000	228,906
Series 2019-2, Class D, 3.22%, 07/15/2025	195,000	200,289
Series 2019-3, Class D, 2.68%, 10/15/2025	165,000	164,854
Santander Retail Auto Lease Trust, Series 2019-A, Class C, 3.30%, 05/22/2023 ^(c)	320,000	325,096
Series 2019-B, Class C, 2.77%, 08/21/2023 ^(c)	115,000	115,017
Series 2019-C, Class C, 2.39%, 11/20/2023 ^(c)	205,000	203,320
Starwood Mortgage Residential Trust, Series 2020-1, Class A1, 2.28%, 02/25/2050 ^{(c)(g)}	193,573	195,440
Symphony CLO XXII Ltd., Series 2020-22A, Class A1A, 2.60% (3 mo. USD LIBOR + 1.29%), 04/18/2033 ^{(c)(e)}	250,000	245,777
TICP CLO XV Ltd., Series 2020-15A, Class A, 2.92% (3 mo. USD LIBOR + 1.28%), 04/20/2033 ^{(c)(e)}	256,000	250,160
UBS Commercial Mortgage Trust, Series 2017-C5, Class XA, 1.15%, 11/15/2050 ^(g)	1,501,506	77,092
United Auto Credit Securitization Trust, Series 2019-1, Class C, 3.16%, 08/12/2024 ^(c)	150,000	151,876
Verus Securitization Trust, Series 2020-1, Class A1, 2.42%, 01/25/2060 ^{(c)(g)}	419,419	425,737
Series 2020-1, Class A2, 2.64%, 01/25/2060 ^{(c)(g)}	99,729	100,187
Series 2020-INV1, Class A1, 1.98%, 04/25/2060 ^(c)	97,594	97,507
WaMu Mortgage Pass-Through Cdfs. Trust, Series 2003-AR10, Class A7, 4.19%, 10/25/2033 ^(g)	48,903	47,896
Series 2005-AR14, Class 1A4, 3.83%, 12/25/2035 ^(g)	51,314	49,596
Series 2005-AR16, Class 1A1, 3.75%, 12/25/2035 ^(g)	50,768	48,833
Wells Fargo Commercial Mortgage Trust, Series 2015-NXS1, Class ASB, 2.93%, 05/15/2048	330,221	339,545
Series 2017-C42, Class XA, 1.03%, 12/15/2050 ^(g)	1,067,578	56,032

	Principal Amount	Value
Wells Fargo Mortgage Backed Securities Trust, Series 2019-1, Class A7, 4.00%, 11/25/2048 ^{(c)(g)}	\$ 18,997	\$ 19,093
Westlake Automobile Receivables Trust, Series 2017-2A, Class E, 4.63%, 07/15/2024 ^(c)	320,000	324,378
Series 2018-1A, Class D, 3.41%, 05/15/2023 ^(c)	315,000	319,155
Series 2018-3A, Class B, 3.32%, 10/16/2023 ^(c)	252,000	253,630
Series 2019-3A, Class C, 2.49%, 10/15/2024 ^(c)	265,000	267,802
WFRBS Commercial Mortgage Trust, Series 2011-C3, Class XA, 1.48%, 03/15/2044 ^{(c)(g)}	1,851,643	12,906
Series 2013-C14, Class AS, 3.49%, 06/15/2046	155,000	159,554
Series 2014-C20, Class AS, 4.18%, 05/15/2047	150,000	159,346
Series 2014-LC14, Class AS, 4.35%, 03/15/2047 ^(g)	165,000	176,918
World Financial Network Credit Card Master Trust, Series 2018-A, Class A, 3.07%, 12/16/2024	540,000	547,194
Series 2018-B, Class A, 3.46%, 07/15/2025	245,000	252,403
Series 2018-C, Class A, 3.55%, 08/15/2025	490,000	506,408
Series 2019-A, Class A, 3.14%, 12/15/2025	75,000	77,465
Series 2019-B, Class A, 2.49%, 04/15/2026	260,000	266,078
Series 2019-C, Class A, 2.21%, 07/15/2026	225,000	229,691
Total Asset-Backed Securities (Cost \$26,879,714)		26,955,085

U.S. Government Sponsored Agency Mortgage-Backed Securities-11.44%

Collateralized Mortgage Obligations-1.25%

Fannie Mae Interest STRIPS, 10, 7.00%, 06/25/2023 to 04/25/2032	43,475	4,112
7.50%, 08/25/2023 to 11/25/2023	55,641	4,335
6.50%, 02/25/2032 to 02/25/2033	166,607	35,143
6.00%, 06/25/2033 to 09/25/2035	138,329	27,872
5.50%, 09/25/2033 to 06/25/2035	276,384	52,244

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	Principal Amount	Value
Collateralized Mortgage Obligations-(continued)		
Fannie Mae REMICs,		
3.00%, 12/25/2020 to 11/25/2027	\$ 156,382	\$ 9,611
4.00%, 08/25/2026 to 08/25/2047	452,323	42,083
6.00%, 11/25/2028	23,008	26,220
13.73% (1 mo. USD LIBOR + 14.10%), 12/25/2033 ^(e)	289	299
0.43% (1 mo. USD LIBOR + 0.25%), 08/25/2035 ^(e)	29,714	29,615
23.89% (24.57% - (3.67 x 1 mo. USD LIBOR)), 03/25/2036 ^(e)	37,698	63,776
23.52% (24.20% - (3.67 x 1 mo. USD LIBOR)), 06/25/2036 ^(e)	4,339	7,023
23.52% (24.20% - (3.67 x 1 mo. USD LIBOR)), 06/25/2036 ^(e)	22,882	37,962
1.12% (1 mo. USD LIBOR + 0.94%), 06/25/2037 ^(e)	15,839	16,150
1.50%, 01/25/2040	120,658	121,336
5.00%, 04/25/2040 to 09/25/2047	895,212	169,031
IO, 5.50%, 06/25/2023 to 07/25/2046	473,366	373,532
6.52%, 02/25/2024 to 05/25/2035	119,882	23,209
6.92% (7.10% - 1 mo. USD LIBOR), 11/25/2030 ^(e)	40,970	7,655
7.72% (1 mo. USD LIBOR + 7.90%), 11/25/2031 ^(e)	57,453	11,665
7.77% (1 mo. USD LIBOR + 7.95%), 01/25/2032 ^(e)	13,884	2,947
7.92% (1 mo. USD LIBOR + 8.10%), 03/25/2032 ^(e)	15,624	3,591
7.82%, 04/25/2032 to 12/25/2032	190,621	43,168
7.91% (1 mo. USD LIBOR + 8.10%), 12/18/2032 ^(e)	20,016	3,460
8.07%, 02/25/2033 to 05/25/2033	89,289	21,703
7.37% (1 mo. USD LIBOR + 7.55%), 10/25/2033 ^(e)	11,184	2,597
5.87%, 03/25/2035 to 07/25/2038	32,990	6,389
6.57% (6.75% - 1 mo. USD LIBOR), 03/25/2035 ^(e)	6,326	1,119
6.42% (1 mo. USD LIBOR + 6.60%), 05/25/2035 ^(e)	312,256	53,123
3.50%, 08/25/2035	371,217	45,518
5.92% (1 mo. USD LIBOR + 6.10%), 10/25/2035 ^(e)	28,369	5,674
6.36% (1 mo. USD LIBOR + 6.54%), 06/25/2037 ^(e)	53,139	11,388
6.37% (6.55% - 1 mo. USD LIBOR), 10/25/2041 ^(e)	75,345	15,837
5.97% (6.15% - 1 mo. USD LIBOR), 12/25/2042 ^(e)	297,650	61,477
PO, 0.00%, 09/25/2023 ^(h)	14,501	14,289

	Principal Amount	Value
Collateralized Mortgage Obligations-(continued)		
Freddie Mac Multifamily Structured Pass Through Cfts.,		
Series KC02, Class X1, 0.50%, 03/25/2024 ^(g)	\$4,853,948	\$ 62,128
Series KC03, Class X1, 0.63%, 11/25/2024 ^(g)	2,714,500	51,317
Series K734, Class X1, 0.79%, 02/25/2026 ^(g)	2,067,746	64,253
Series K735, Class X1, 1.10%, 05/25/2026 ^(g)	2,143,101	105,057
Series K093, Class X1, 1.09%, 05/25/2029 ^(g)	1,652,049	118,664
Freddie Mac REMICs,		
4.50%, 07/15/2020	3	3
1.50%, 07/15/2023	188,420	189,268
6.50%, 03/15/2032 to 06/15/2032	75,288	88,832
3.50%, 05/15/2032	19,200	20,612
24.07% (24.75% - (3.67 x 1 mo. USD LIBOR)), 08/15/2035 ^(e)	8,595	14,576
0.58% (1 mo. USD LIBOR + 0.40%), 09/15/2035 ^(e)	46,431	46,499
4.00%, 04/15/2040 to 03/15/2045	200,922	41,120
5.00%, 06/15/2040	1,931	1,936
IO, 7.47%, 07/15/2026 to 03/15/2029	63,308	9,488
3.00%, 06/15/2027 to 05/15/2040	503,073	32,867
2.50%, 05/15/2028	93,619	5,155
6.52% (6.70% - 1 mo. USD LIBOR), 01/15/2035 ^(e)	232,844	47,371
6.57% (6.75% - 1 mo. USD LIBOR), 02/15/2035 ^(e)	14,015	2,821
6.54% (6.72% - 1 mo. USD LIBOR), 05/15/2035 ^(e)	107,888	18,305
6.82% (7.00% - 1 mo. USD LIBOR), 12/15/2037 ^(e)	14,348	3,375
5.82% (1 mo. USD LIBOR + 6.00%), 04/15/2038 ^(e)	5,379	988
5.89% (6.07% - 1 mo. USD LIBOR), 05/15/2038 ^(e)	45,782	9,558
6.07% (1 mo. USD LIBOR + 6.25%), 12/15/2039 ^(e)	22,192	4,416
5.92% (6.10% - 1 mo. USD LIBOR), 01/15/2044 ^(e)	138,513	20,011
Freddie Mac STRIPS,		
PO, 0.00%, 06/01/2026 ^(h)	8,430	8,185
IO, 7.00%, 04/01/2027	31,182	4,591
3.00%, 12/15/2027	200,307	13,704
3.27%, 12/15/2027 ^(g)	51,519	2,930
6.50%, 02/01/2028	8,395	1,280
6.00%, 12/15/2032	24,737	4,189
		2,348,652

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	Principal Amount	Value
Federal Home Loan Mortgage Corp. (FHLMC)-0.13%		
9.00%, 08/01/2022 to 05/01/2025	\$ 480	\$ 521
6.50%, 07/01/2028 to 04/01/2034	12,616	14,360
7.00%, 10/01/2031 to 10/01/2037	40,333	46,470
5.00%, 12/01/2034	1,605	1,795
5.50%, 09/01/2039	163,565	186,252
		249,398

Federal National Mortgage Association (FNMA)-7.47%		
5.50%, 09/01/2020	20	20
5.00%, 03/01/2021	2	2
8.50%, 07/01/2032	993	1,000
7.50%, 01/01/2033	34,044	40,343
7.00%, 10/01/2035	2,845	2,855
6.00%, 03/01/2037	72,482	84,655
TBA, 2.50%, 07/01/2035 ⁽ⁱ⁾	1,435,000	1,502,097
3.00%, 07/01/2035 to 07/01/2050 ⁽ⁱ⁾	7,505,000	7,899,995
3.50%, 07/01/2050 ⁽ⁱ⁾	4,340,000	4,564,459
		14,095,426

Government National Mortgage Association (GNMA)-2.59%		
7.50%, 01/15/2023 to 06/15/2024	8,226	8,411
8.00%, 04/15/2023	1,842	1,867
7.00%, 01/15/2024	5,684	5,706
10, 7.30% (7.50% - 1 mo. USD LIBOR), 02/16/2032 ^(e)	50,326	163
6.35% (6.55% - 1 mo. USD LIBOR), 04/16/2037 ^(e)	204,195	41,715
6.45% (6.65% - 1 mo. USD LIBOR), 04/16/2041 ^(e)	96,573	17,693
4.50%, 09/16/2047	317,537	47,752
6.00% (6.20% - 1 mo. USD LIBOR), 10/16/2047 ^(e)	315,704	56,860
TBA, 3.50%, 07/01/2050 ⁽ⁱ⁾	4,465,000	4,711,970
		4,892,137
Total U.S. Government Sponsored Agency Mortgage-Backed Securities (Cost \$21,786,161)		21,585,613

U.S. Treasury Securities-4.72%

U.S. Treasury Bonds-1.85%		
1.13%, 05/15/2040	12,900	12,782
2.00%, 02/15/2050	3,028,100	3,467,056
		3,479,838

U.S. Treasury Notes-2.87%

0.13%, 05/15/2023	158,000	157,784
0.25%, 06/15/2023	291,000	291,637
0.25%, 06/30/2025	2,499,600	2,494,962
0.50%, 06/30/2027	442,400	442,728
0.63%, 05/15/2030	2,041,000	2,035,100
		5,422,211
Total U.S. Treasury Securities (Cost \$8,766,277)		8,902,049

	Principal Amount	Value
Agency Credit Risk Transfer Notes-1.41%		
Fannie Mae Connecticut Avenue Securities		
Series 2014-C02, Class M2, 4.58% (1 mo. USD LIBOR + 4.40%), 01/25/2024 ^(e)	\$ 211,310	\$ 189,022
Series 2014-C02, Class 1M2, 2.78% (1 mo. USD LIBOR + 2.60%), 05/25/2024 ^(e)	96,419	85,162
Series 2014-C03, Class 2M2, 3.08% (1 mo. USD LIBOR + 2.90%), 07/25/2024 ^(e)	24,909	23,051
Series 2014-C03, Class 1M2, 3.18% (1 mo. USD LIBOR + 3.00%), 07/25/2024 ^(e)	246,461	218,007
Series 2014-C04, Class 2M2, 5.18% (1 mo. USD LIBOR + 5.00%), 11/25/2024 ^(e)	250,824	259,613
Series 2016-C01, Class 1M2, 6.93% (1 mo. USD LIBOR + 6.75%), 08/25/2028 ^(e)	112,679	118,971
Series 2016-C02, Class 1M2, 6.18% (1 mo. USD LIBOR + 6.00%), 09/25/2028 ^(e)	206,182	215,412
Series 2016-C06, Class 1M2, 4.43% (1 mo. USD LIBOR + 4.25%), 04/25/2029 ^(e)	259,875	273,787
Series 2017-C01, Class 1M2, 3.73% (1 mo. USD LIBOR + 3.55%), 07/25/2029 ^(e)	157,939	161,942
Series 2017-C03, Class 1M1, 1.13% (1 mo. USD LIBOR + 0.95%), 10/25/2029 ^(e)	17,458	17,455
Freddie Mac		
Series 2014-DN1, Class M2, STACR [®] , 2.38% (1 mo. USD LIBOR + 2.20%), 02/25/2024 ^(e)	16,478	16,535
Series 2014-DN3, Class M3, STACR [®] , 4.17% (1 mo. USD LIBOR + 4.00%), 08/25/2024 ^(e)	133,500	136,563
Series 2014-HQ2, Class M3, STACR [®] , 3.93% (1 mo. USD LIBOR + 3.75%), 09/25/2024 ^(e)	335,000	345,388
Series 2016-DNA2, Class M3, STACR [®] , 4.82% (1 mo. USD LIBOR + 4.65%), 10/25/2028 ^(e)	189,297	198,753
Series 2016-DNA4, Class M2, STACR [®] , 1.48% (1 mo. USD LIBOR + 1.30%), 03/25/2029 ^(e)	17,810	17,797
Series 2018-HQA1, Class M2, STACR [®] , 2.48% (1 mo. USD LIBOR + 2.30%), 09/25/2030 ^(e)	88,165	87,680
Series 2018-DNA2, Class M1, STACR [®] , 0.98% (1 mo. USD LIBOR + 0.80%), 12/25/2030 ^{(c)(e)}	49,435	49,341
Series 2018-HRP2, Class M2, STACR [®] , 1.43% (1 mo. USD LIBOR + 1.25%), 02/25/2047 ^{(c)(e)}	164,282	162,128
Series 2018-DNA3, Class M1, STACR [®] , 0.93% (1 mo. USD LIBOR + 0.75%), 09/25/2048 ^{(c)(e)}	177	177

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

	Principal Amount	Value
Series 2018-HQA2, Class M1, STACR [®] , 0.93% (1 mo. USD LIBOR + 0.75%), 10/25/2048 ^{(c)(e)}	\$ 28,180	\$ 28,147
Series 2019-HRP1, Class M2, STACR [®] , 1.57% (1 mo. USD LIBOR + 1.40%), 02/25/2049 ^{(c)(e)}	60,000	57,532
Total Agency Credit Risk Transfer Notes (Cost \$2,815,524)		2,662,463

Municipal Obligations-0.24%

Massachusetts (Commonwealth of), Series 2020 C, Ref. GO Bonds, 2.51%, 07/01/2041	100,000	100,550
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	Principal Amount	Value
Texas (State of) Transportation Commission, Series 2020, Ref. GO Bonds, 2.56%, 04/01/2042	\$ 90,000	\$ 91,519
Texas (State of) Transportation Commission (Central Texas Turnpike System), Series 2020 C, Ref. RB, 3.03%, 08/15/2041	265,000	253,385
Total Municipal Obligations (Cost \$455,000)		445,454
TOTAL INVESTMENTS IN SECURITIES-98.79% (Cost \$166,738,818)		186,363,322
OTHER ASSETS LESS LIABILITIES-1.21%		2,279,100
NET ASSETS-100.00%		\$188,642,422

Investment Abbreviations:

ADR	- American Depositary Receipt
CLO	- Collateralized Loan Obligation
Ctfs.	- Certificates
GO	- General Obligation
ICE	- Intercontinental Exchange
IO	- Interest Only
LIBOR	- London Interbank Offered Rate
PO	- Principal only
RB	- Revenue Bonds
Ref.	- Refunding
REIT	- Real Estate Investment Trust
REMICs	- Real Estate Mortgage Investment Conduits
Rts.	- Rights
STACR [®]	- Structured Agency Credit Risk
STRIPS	- Separately Traded Registered Interest and Principal Security
TBA	- To Be Announced
USD	- U.S. Dollar

Notes to Schedule of Investments:

- (a) Industry and/or sector classifications used in this report are generally according to the Global Industry Classification Standard, which was developed by and is the exclusive property and a service mark of MSCI Inc. and Standard & Poor's.
- (b) Non-income producing security.
- (c) Security purchased or received in a transaction exempt from registration under the Securities Act of 1933, as amended (the "1933 Act"). The security may be resold pursuant to an exemption from registration under the 1933 Act, typically to qualified institutional buyers. The aggregate value of these securities at June 30, 2020 was \$26,842,254, which represented 14.23% of the Fund's Net Assets.
- (d) Perpetual bond with no specified maturity date.
- (e) Interest or dividend rate is redetermined periodically. Rate shown is the rate in effect on June 30, 2020.
- (f) Step coupon bond. The interest rate represents the coupon rate at which the bond will accrue at a specified future date.
- (g) Interest rate is redetermined periodically based on the cash flows generated by the pool of assets backing the security, less any applicable fees. The rate shown is the rate in effect on June 30, 2020.
- (h) Zero coupon bond issued at a discount. The interest rate shown represents the yield to maturity at issue.
- (i) Security purchased on a forward commitment basis. This security is subject to dollar roll transactions. See Note 1L.

Open Futures Contracts

Long Futures Contracts	Number of Contracts	Expiration Month	Notional Value	Value	Unrealized Appreciation (Depreciation)
Interest Rate Risk					
U.S. Treasury 2 Year Notes	134	September-2020	\$29,590,969	\$ 9,212	\$ 9,212
U.S. Treasury Long Bonds	5	September-2020	892,813	6,241	6,241
U.S. Treasury Ultra Bonds	37	September-2020	8,071,781	21,611	21,611
Subtotal-Long Futures Contracts				37,064	37,064

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

Open Futures Contracts--(continued)

Short Futures Contracts	Number of Contracts	Expiration Month	Notional Value	Value	Unrealized Appreciation (Depreciation)
Interest Rate Risk					
U.S. Treasury 5 Year Notes	1	September-2020	\$ (125,742)	\$ (283)	\$ (283)
U.S. Treasury 10 Year Notes	56	September-2020	(7,793,625)	(18,494)	(18,494)
U.S. Treasury 10 Year Ultra Bonds	3	September-2020	(472,453)	884	884
Subtotal-Short Futures Contracts				(17,893)	(17,893)
Total Futures Contracts				\$ 19,171	\$ 19,171

Portfolio Composition

*By security type, based on Net Assets
as of June 30, 2020*

Common Stocks & Other Equity Interests	38.75%
U.S. Dollar Denominated Bonds & Notes	27.94
Asset-Backed Securities	14.29
U.S. Government Sponsored Agency Mortgage-Backed Securities	11.44
U.S. Treasury Securities	4.72
Agency Credit Risk Transfer Notes	1.41
Municipal Obligations	0.24
Other Assets Less Liabilities	1.21

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

Statement of Assets and Liabilities

June 30, 2020

(Unaudited)

Assets:

Investments in securities, at value (Cost \$166,738,818)	\$186,363,322
Other investments:	
Variation margin receivable – futures contracts	509,299
Cash	21,731,299
Receivable for:	
Investments sold	3,433,458
Fund shares sold	12,010
Dividends	57,567
Interest	536,577
Principal paydowns	484
Investment for trustee deferred compensation and retirement plans	48,719
Total assets	212,692,735

Liabilities:

Payable for:	
Investments purchased	22,471,393
Fund shares reacquired	1,301,280
Accrued fees to affiliates	88,901
Accrued trustees' and officers' fees and benefits	2,920
Accrued other operating expenses	137,100
Trustee deferred compensation and retirement plans	48,719
Total liabilities	24,050,313
Net assets applicable to shares outstanding	\$188,642,422

Net assets consist of:

Shares of beneficial interest	\$154,095,157
Distributable earnings	34,547,265
	\$188,642,422

Net Assets:

Series I	\$143,566,053
Series II	\$ 45,076,369

Shares outstanding, no par value, with an unlimited number of shares authorized:

Series I	8,450,609
Series II	2,692,671
Series I:	
Net asset value per share	\$ 16.99
Series II:	
Net asset value per share	\$ 16.74

Statement of Operations

For the six months ended June 30, 2020

(Unaudited)

Investment income:

Interest (net of foreign withholding taxes of \$11)	\$1,665,746
Dividends (net of foreign withholding taxes of \$6,863)	703,279
Total investment income	2,369,025

Expenses:

Advisory fees	679,495
Administrative services fees	142,198
Custodian fees	25,037
Distribution fees - Series II	55,283
Transfer agent fees	13,252
Trustees' and officers' fees and benefits	8,572
Reports to shareholders	25,406
Professional services fees	23,772
Other	4,115
Total expenses	977,130
Less: Fees waived	(303,026)
Net expenses	674,104
Net investment income	1,694,921

Realized and unrealized gain (loss) from:

Net realized gain (loss) from:	
Investment securities	3,435,985
Foreign currencies	(10)
Futures contracts	1,502,852
	4,938,827
Change in net unrealized appreciation of:	
Investment securities	616,127
Foreign currencies	19
Futures contracts	373,315
	989,461
Net realized and unrealized gain	5,928,288
Net increase in net assets resulting from operations	\$7,623,209

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

Statement of Changes in Net Assets

For the six months ended June 30, 2020 and the year ended December 31, 2019

(Unaudited)

	June 30, 2020	December 31, 2019
Operations:		
Net investment income	\$ 1,694,921	\$ 3,922,312
Net realized gain	4,938,827	4,974,593
Change in net unrealized appreciation	989,461	21,690,735
Net increase in net assets resulting from operations	7,623,209	30,587,640
Distributions to shareholders from distributable earnings:		
Series I	-	(5,596,424)
Series II	-	(1,648,251)
Total distributions from distributable earnings	-	(7,244,675)
Share transactions-net:		
Series I	(6,544,495)	(13,751,593)
Series II	(2,673,087)	(2,673,730)
Net increase (decrease) in net assets resulting from share transactions	(9,217,582)	(16,425,323)
Net increase (decrease) in net assets	(1,594,373)	6,917,642
Net assets:		
Beginning of period	190,236,795	183,319,153
End of period	\$188,642,422	\$190,236,795

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

Financial Highlights

(Unaudited)

The following schedule presents financial highlights for a share of the Fund outstanding throughout the periods indicated.

	Net asset value, beginning of period	Net investment income ^(a)	Net gains (losses) on securities (both realized and unrealized)	Total from investment operations ^(a)	Dividends from net investment income	Distributions from net realized gains	Total distributions	Net asset value, end of period	Total return ^(b)	Net assets, end of period (000's omitted)	Ratio of expenses to average net assets with fee waivers and/or expenses absorbed	Ratio of expenses to average net assets without fee waivers and/or expenses absorbed ^(c)	Ratio of net investment income to average net assets	Portfolio turnover ^{(d)(e)}
Series I														
Six months ended														
06/30/20	\$16.31	\$0.15	\$ 0.53	\$ 0.68	\$ -	\$ -	\$ -	\$16.99	4.17%	\$143,566	0.67% ^(f)	1.00% ^(f)	1.89% ^(f)	160%
Year ended 12/31/19	14.43	0.33	2.16	2.49	(0.36)	(0.25)	(0.61)	16.31	17.51	144,384	0.67	1.00	2.11	68
Year ended 12/31/18	15.92	0.32	(1.13)	(0.81)	(0.31)	(0.37)	(0.68)	14.43	(5.32)	140,290	0.67	0.98	2.05	60
Year ended 12/31/17	14.86	0.27	1.09	1.36	(0.30)	-	(0.30)	15.92	9.25	166,015	0.67	0.94	1.74	76
Year ended 12/31/16	14.46	0.26	0.49	0.75	(0.35)	-	(0.35)	14.86	5.26	172,573	0.67	0.94	1.78	68
Year ended 12/31/15	14.67	0.31	(0.18)	0.13	(0.34)	-	(0.34)	14.46	0.83	182,406	0.67	0.91	2.09	68
Series II														
Six months ended														
06/30/20	16.09	0.13	0.52	0.65	-	-	-	16.74	4.04	45,076	0.92 ^(f)	1.25 ^(f)	1.64 ^(f)	160
Year ended 12/31/19	14.24	0.29	2.13	2.42	(0.32)	(0.25)	(0.57)	16.09	17.22	45,853	0.92	1.25	1.86	68
Year ended 12/31/18	15.71	0.27	(1.10)	(0.83)	(0.27)	(0.37)	(0.64)	14.24	(5.53)	43,029	0.92	1.23	1.80	60
Year ended 12/31/17	14.67	0.23	1.07	1.30	(0.26)	-	(0.26)	15.71	8.95	51,633	0.92	1.19	1.49	76
Year ended 12/31/16	14.28	0.22	0.48	0.70	(0.31)	-	(0.31)	14.67	4.96	51,743	0.92	1.19	1.53	68
Year ended 12/31/15	14.49	0.27	(0.18)	0.09	(0.30)	-	(0.30)	14.28	0.57	52,226	0.92	1.16	1.84	68

^(a) Calculated using average shares outstanding.

^(b) Includes adjustments in accordance with accounting principles generally accepted in the United States of America. Total returns are not annualized for periods less than one year, if applicable and do not reflect charges assessed in connection with a variable product, which if included would reduce total returns.

^(c) Does not include indirect expenses from affiliated fund fees and expenses of 0.00% for the years ended December 31, 2019, 2018, 2017, 2016 and 2015, respectively.

^(d) The portfolio turnover rate excludes purchase and sale transactions of To Be Announced (TBA) mortgage-related securities of \$489,567,330 and \$509,769,207, \$685,887,902 and \$703,549,464, \$729,295,309 and \$711,803,922, \$737,550,642 and \$742,753,245 and \$829,988,104 and \$849,696,153 for the years ended December 31, 2019, 2018, 2017, 2016 and 2015, respectively.

^(e) Portfolio turnover is calculated at the fund level and is not annualized for periods less than one year, if applicable.

^(f) Ratios are annualized and based on average daily net assets (000's omitted) of \$141,269 and \$44,469 for Series I and Series II shares, respectively.

See accompanying Notes to Financial Statements which are an integral part of the financial statements.

Notes to Financial Statements

June 30, 2020
(Unaudited)

NOTE 1—Significant Accounting Policies

Invesco Oppenheimer V.I. Conservative Balanced Fund (the “Fund”) is a series portfolio of AIM Variable Insurance Funds (Invesco Variable Insurance Funds) (the “Trust”). The Trust is a Delaware statutory trust registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end series management investment company. Information presented in these financial statements pertains only to the Fund. Matters affecting the Fund or each class will be voted on exclusively by the shareholders of the Fund or each class. Current Securities and Exchange Commission (“SEC”) guidance, however, requires participating insurance companies offering separate accounts to vote shares proportionally in accordance with the instructions of the contract owners whose investments are funded by shares of each Fund or class.

The Fund’s investment objective is to seek total return.

The Fund currently offers two classes of shares, Series I and Series II, both of which are offered to insurance company separate accounts funding variable annuity contracts and variable life insurance policies (“variable products”).

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance in accordance with Financial Accounting Standards Board Accounting Standards Codification Topic 946, *Financial Services - Investment Companies*.

The following is a summary of the significant accounting policies followed by the Fund in the preparation of its financial statements.

A. Security Valuations - Securities, including restricted securities, are valued according to the following policy.

Debt obligations (including convertible securities) and unlisted equities are fair valued using an evaluated quote provided by an independent pricing service. Evaluated quotes provided by the pricing service may be determined without exclusive reliance on quoted prices, and may reflect appropriate factors such as institution-size trading in similar groups of securities, developments related to specific securities, dividend rate (for unlisted equities), yield (for debt obligations), quality, type of issue, coupon rate (for debt obligations), maturity (for debt obligations), individual trading characteristics and other market data. Pricing services generally value debt obligations assuming orderly transactions of institutional round lot size, but a fund may hold or transact in the same securities in smaller, odd lot sizes. Odd lots often trade at lower prices than institutional round lots. Debt obligations are subject to interest rate and credit risks. In addition, all debt obligations involve some risk of default with respect to interest and/or principal payments.

A security listed or traded on an exchange (except convertible securities) is valued at its last sales price or official closing price as of the close of the customary trading session on the exchange where the security is principally traded, or lacking any sales or official closing price on a particular day, the security may be valued at the closing bid price on that day. Securities traded in the over-the-counter market are valued based on prices furnished by independent pricing services or market makers. When such securities are valued by an independent pricing service they may be considered fair valued. Futures contracts are valued at the final settlement price set by an exchange on which they are principally traded. Listed options are valued at the mean between the last bid and asked prices from the exchange on which they are principally traded. Options not listed on an exchange are valued by an independent source at the mean between the last bid and asked prices. For purposes of determining net asset value (“NAV”) per share, futures and option contracts generally are valued 15 minutes after the close of the customary trading session of the New York Stock Exchange (“NYSE”).

Investments in open-end and closed-end registered investment companies that do not trade on an exchange are valued at the end-of-day net asset value per share. Investments in open-end and closed-end registered investment companies that trade on an exchange are valued at the last sales price or official closing price as of the close of the customary trading session on the exchange where the security is principally traded.

Swap agreements are fair valued using an evaluated quote, if available, provided by an independent pricing service. Evaluated quotes provided by the pricing service are valued based on a model which may include end-of-day net present values, spreads, ratings, industry, company performance and returns of referenced assets. Centrally cleared swap agreements are valued at the daily settlement price determined by the relevant exchange or clearinghouse.

Foreign securities’ (including foreign exchange contracts) prices are converted into U.S. dollar amounts using the applicable exchange rates as of the close of the NYSE. If market quotations are available and reliable for foreign exchange-traded equity securities, the securities will be valued at the market quotations. Because trading hours for certain foreign securities end before the close of the NYSE, closing market quotations may become unreliable. If between the time trading ends on a particular security and the close of the customary trading session on the NYSE, events occur that the investment adviser determines are significant and make the closing price unreliable, the Fund may fair value the security. If the event is likely to have affected the closing price of the security, the security will be valued at fair value in good faith using procedures approved by the Board of Trustees. Adjustments to closing prices to reflect fair value may also be based on a screening process of an independent pricing service to indicate the degree of certainty, based on historical data, that the closing price in the principal market where a foreign security trades is not the current value as of the close of the NYSE. Foreign securities’ prices meeting the approved degree of certainty that the price is not reflective of current value will be priced at the indication of fair value from the independent pricing service. Multiple factors may be considered by the independent pricing service in determining adjustments to reflect fair value and may include information relating to sector indices, American Depositary Receipts and domestic and foreign index futures. Foreign securities may have additional risks including exchange rate changes, potential for sharply devalued currencies and high inflation, political and economic upheaval, the relative lack of issuer information, relatively low market liquidity and the potential lack of strict financial and accounting controls and standards.

Securities for which market prices are not provided by any of the above methods may be valued based upon quotes furnished by independent sources. The last bid price may be used to value equity securities. The mean between the last bid and asked prices is used to value debt obligations, including corporate loans.

Securities for which market quotations are not readily available or became unreliable are valued at fair value as determined in good faith by or under the supervision of the Trust’s officers following procedures approved by the Board of Trustees. Issuer specific events, market trends, bid/asked quotes of brokers and information providers and other market data may be reviewed in the course of making a good faith determination of a security’s fair value.

The Fund may invest in securities that are subject to interest rate risk, meaning the risk that the prices will generally fall as interest rates rise and, conversely, the prices will generally rise as interest rates fall. Specific securities differ in their sensitivity to changes in interest rates depending on their individual characteristics. Changes in interest rates may result in increased market volatility, which may affect the value and/or liquidity of certain Fund investments.

Valuations change in response to many factors including the historical and prospective earnings of the issuer, the value of the issuer’s assets, general market conditions which are not specifically related to the particular issuer, such as real or perceived adverse economic conditions, changes in the general outlook for revenues or corporate earnings, changes in interest or currency rates, regional or global instability, natural or environmental disasters, widespread disease or other public health issues, war, acts of terrorism or adverse investor sentiment generally and market liquidity. Because of the inherent uncertainties of valuation, the values reflected in the financial statements may materially differ from the value received upon actual sale of those investments.

B. Securities Transactions and Investment Income - Securities transactions are accounted for on a trade date basis. Realized gains or losses on sales are computed on the basis of specific identification of the securities sold. Interest income (net of withholding tax, if any) is recorded on an accrual basis from settlement date. Bond premiums and discounts are amortized and/or accreted over the lives of the respective securities. Pay-in-kind interest income and non-cash

dividend income received in the form of securities in-lieu of cash are recorded at the fair value of the securities received. Paydown gains and losses on mortgage and asset-backed securities are recorded as adjustments to interest income. Dividend income (net of withholding tax, if any) is recorded on the ex-dividend date.

The Fund may periodically participate in litigation related to Fund investments. As such, the Fund may receive proceeds from litigation settlements. Any proceeds received are included in the Statement of Operations as realized gain (loss) for investments no longer held and as unrealized gain (loss) for investments still held.

Brokerage commissions and mark ups are considered transaction costs and are recorded as an increase to the cost basis of securities purchased and/or a reduction of proceeds on a sale of securities. Such transaction costs are included in the determination of net realized and unrealized gain (loss) from investment securities reported in the Statement of Operations and the Statement of Changes in Net Assets and the net realized and unrealized gains (losses) on securities per share in the Financial Highlights. Transaction costs are included in the calculation of the Fund's net asset value and, accordingly, they reduce the Fund's total returns. These transaction costs are not considered operating expenses and are not reflected in net investment income reported in the Statement of Operations and the Statement of Changes in Net Assets, or the net investment income per share and the ratios of expenses and net investment income reported in the Financial Highlights, nor are they limited by any expense limitation arrangements between the Fund and the investment adviser.

The Fund allocates income and realized and unrealized capital gains and losses to a class based on the relative net assets of each class.

C. Country Determination – For the purposes of making investment selection decisions and presentation in the Schedule of Investments, the investment adviser may determine the country in which an issuer is located and/or credit risk exposure based on various factors. These factors include the laws of the country under which the issuer is organized, where the issuer maintains a principal office, the country in which the issuer derives 50% or more of its total revenues and the country that has the primary market for the issuer's securities, as well as other criteria. Among the other criteria that may be evaluated for making this determination are the country in which the issuer maintains 50% or more of its assets, the type of security, financial guarantees and enhancements, the nature of the collateral and the sponsor organization. Country of issuer and/or credit risk exposure has been determined to be the United States of America, unless otherwise noted.

D. Distributions - Distributions from net investment income and net realized capital gain, if any, are generally declared and paid to separate accounts of participating insurance companies annually and recorded on the ex-dividend date.

E. Federal Income Taxes - The Fund intends to comply with the requirements of Subchapter M of the Internal Revenue Code of 1986, as amended (the "Internal Revenue Code"), necessary to qualify as a regulated investment company and to distribute substantially all of the Fund's taxable earnings to shareholders. As such, the Fund will not be subject to federal income taxes on otherwise taxable income (including net realized capital gain) that is distributed to shareholders. Therefore, no provision for federal income taxes is recorded in the financial statements.

The Fund recognizes the tax benefits of uncertain tax positions only when the position is more likely than not to be sustained. Management has analyzed the Fund's uncertain tax positions and concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions. Management is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next 12 months.

The Fund files tax returns in the U.S. Federal jurisdiction and certain other jurisdictions. Generally, the Fund is subject to examinations by such taxing authorities for up to three years after the filing of the return for the tax period.

F. Expenses - Fees provided for under the Rule 12b-1 plan of a particular class of the Fund and which are directly attributable to that class are charged to the operations of such class. All other expenses are allocated among the classes based on relative net assets.

G. Accounting Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period including estimates and assumptions related to taxation. Actual results could differ from those estimates by a significant amount. In addition, the Fund monitors for material events or transactions that may occur or become known after the period-end date and before the date the financial statements are released to print.

H. Indemnifications - Under the Trust's organizational documents, each Trustee, officer, employee or other agent of the Trust is indemnified against certain liabilities that may arise out of the performance of their duties to the Fund. Additionally, in the normal course of business, the Fund enters into contracts, including the Fund's servicing agreements, that contain a variety of indemnification clauses. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. The risk of material loss as a result of such indemnification claims is considered remote.

I. Securities Purchased on a When-Issued and Delayed Delivery Basis - The Fund may purchase and sell interests in corporate loans and corporate debt securities and other portfolio securities on a when-issued and delayed delivery basis, with payment and delivery scheduled for a future date. No income accrues to the Fund on such interests or securities in connection with such transactions prior to the date the Fund actually takes delivery of such interests or securities. These transactions are subject to market fluctuations and are subject to the risk that the value at delivery may be more or less than the trade date purchase price. Although the Fund will generally purchase these securities with the intention of acquiring such securities, they may sell such securities prior to the settlement date.

J. Foreign Currency Translations - Foreign currency is valued at the close of the NYSE based on quotations posted by banks and major currency dealers. Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of portfolio securities (net of foreign taxes withheld on disposition) and income items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions. The Fund does not separately account for the portion of the results of operations resulting from changes in foreign exchange rates on investments and the fluctuations arising from changes in market prices of securities held. The combined results of changes in foreign exchange rates and the fluctuation of market prices on investments (net of estimated foreign tax withholding) are included with the net realized and unrealized gain or loss from investments in the Statement of Operations. Reported net realized foreign currency gains or losses arise from (1) sales of foreign currencies, (2) currency gains or losses realized between the trade and settlement dates on securities transactions, and (3) the difference between the amounts of dividends, interest, and foreign withholding taxes recorded on the Fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign currency gains and losses arise from changes in the fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

The Fund may invest in foreign securities, which may be subject to foreign taxes on income, gains on investments or currency repatriation, a portion of which may be recoverable. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Fund invests and are shown in the Statement of Operations.

K. Futures Contracts - The Fund may enter into futures contracts to manage exposure to interest rate, equity and market price movements and/or currency risks. A futures contract is an agreement between two parties ("Counterparties") to purchase or sell a specified underlying security, currency or commodity (or delivery of a cash settlement price, in the case of an index future) for a fixed price at a future date. The Fund currently invests only in exchange-traded futures and they are standardized as to maturity date and underlying financial instrument. Initial margin deposits required upon entering into futures contracts are satisfied by the segregation of specific securities or cash as collateral at the futures commission merchant (broker). During the period the futures contracts are open, changes in the value of the contracts are recognized as unrealized gains or losses by recalculating the value of the contracts on a daily basis. Subsequent or variation margin payments are received or made depending upon whether unrealized gains or losses are incurred. These amounts are reflected as receivables or payables on the Statement of Assets and Liabilities. When the contracts are closed or expire, the Fund recognizes a realized gain or loss equal to the difference between the proceeds from, or cost of, the closing transaction and the Fund's basis in the contract. The net realized gain (loss) and the change in unrealized gain

(loss) on futures contracts held during the period is included on the Statement of Operations. The primary risks associated with futures contracts are market risk and the absence of a liquid secondary market. If the Fund were unable to liquidate a futures contract and/or enter into an offsetting closing transaction, the Fund would continue to be subject to market risk with respect to the value of the contracts and continue to be required to maintain the margin deposits on the futures contracts. Futures contracts have minimal Counterparty risk since the exchange's clearinghouse, as Counterparty to all exchange-traded futures, guarantees the futures against default. Risks may exceed amounts recognized in the Statement of Assets and Liabilities.

- L. Dollar Rolls and Forward Commitment Transactions** - The Fund may enter into dollar roll transactions to enhance the Fund's performance. The Fund executes its dollar roll transactions in the *to be announced* ("TBA") market whereby the Fund makes a forward commitment to purchase a security and, instead of accepting delivery, the position is offset by the sale of the security with a simultaneous agreement to repurchase at a future date.

The Fund accounts for dollar roll transactions as purchases and sales and realizes gains and losses on these transactions. These transactions increase the Fund's portfolio turnover rate. The Fund will segregate liquid assets in an amount equal to its dollar roll commitments.

Dollar roll transactions involve the risk that a Counterparty to the transaction may fail to complete the transaction. If this occurs, the Fund may lose the opportunity to purchase or sell the security at the agreed upon price. Dollar roll transactions also involve the risk that the value of the securities retained by the Fund may decline below the price of the securities that the Fund has sold but is obligated to purchase under the agreement. Dollar roll transactions covered in this manner are not treated as senior securities for purposes of a Fund's fundamental investment limitation on borrowings.

- M. Other Risks** - Mortgage- and asset-backed securities, including collateralized debt obligations and collateralized mortgage obligations, are subject to prepayment or call risk, which is the risk that a borrower's payments may be received earlier or later than expected due to changes in prepayment rates on underlying loans. This could result in the Fund reinvesting these early payments at lower interest rates, thereby reducing the Fund's income. Mortgage- and asset-backed securities also are subject to extension risk, which is the risk that an unexpected rise in interest rates could reduce the rate of prepayments, causing the price of the mortgage- and asset-backed securities and the Fund's share price to fall. An unexpectedly high rate of defaults on the mortgages held by a mortgage pool may adversely affect the value of mortgage-backed securities and could result in losses to the Fund. Privately-issued mortgage-backed securities and asset-backed securities may be less liquid than other types of securities and the Fund may be unable to sell these securities at the time or price it desires. Active trading of portfolio securities may result in added expenses, a lower return and increased tax liability.

Obligations of U.S. Government agencies and authorities receive varying levels of support and may not be backed by the full faith and credit of the U.S. Government, which could affect the Fund's ability to recover should they default. No assurance can be given that the U.S. Government will provide financial support to its agencies and authorities if it is not obligated by law to do so.

- N. Leverage Risk** - Leverage exists when the Fund can lose more than it originally invests because it purchases or sells an instrument or enters into a transaction without investing an amount equal to the full economic exposure of the instrument or transaction.

NOTE 2—Advisory Fees and Other Fees Paid to Affiliates

The Trust has entered into a master investment advisory agreement with Invesco Advisers, Inc. (the "Adviser" or "Invesco"). Under the terms of the investment advisory agreement, the Fund accrues daily and pays monthly an advisory fee to the Adviser based on the annual rate of the Fund's average daily net assets as follows:

Average Daily Net Assets*	Rate
First \$ 200 million	0.750%
Next \$ 200 million	0.720%
Next \$ 200 million	0.690%
Next \$ 200 million	0.660%
Over \$ 800 million	0.600%

- * The advisory fee paid by the Fund shall be reduced by any amounts paid by the Fund under the administrative services agreement with the Adviser.

For the six months ended June 30, 2020, the effective advisory fee rate incurred by the Fund was 0.74%.

Under the terms of a master sub-advisory agreement between the Adviser and each of Invesco Asset Management Deutschland GmbH, Invesco Asset Management Limited, Invesco Asset Management (Japan) Limited, Invesco Hong Kong Limited, Invesco Senior Secured Management, Inc. and Invesco Canada Ltd. and separate sub-advisory agreements with Invesco Capital Management LLC and Invesco Asset Management (India) Private Limited (collectively, the "Affiliated Sub-Advisers") the Adviser, not the Fund, will pay 40% of the fees paid to the Adviser to any such Affiliated Sub-Adviser(s) that provide(s) discretionary investment management services to the Fund based on the percentage of assets allocated to such Affiliated Sub-Adviser(s). Invesco has also entered into a Sub-Advisory Agreement with OppenheimerFunds, Inc. to provide discretionary management services to the Funds.

The Adviser has contractually agreed, through at least May 31, 2021, to waive advisory fees and/or reimburse expenses of all shares to the extent necessary to limit total annual fund operating expenses after fee waiver and/or expense reimbursement (excluding certain items discussed below) of Series I shares to 0.67% and Series II shares to 0.92% of average daily net assets (the "expense limits"). In determining the Adviser's obligation to waive advisory fees and/or reimburse expenses, the following expenses are not taken into account, and could cause the total annual fund operating expenses after fee waiver and/or expense reimbursement to exceed the numbers reflected above: (1) interest; (2) taxes; (3) dividend expense on short sales; (4) extraordinary or non-routine items, including litigation expenses; and (5) expenses that the Fund has incurred but did not actually pay because of an expense offset arrangement. Unless Invesco continues the fee waiver agreement, it will terminate on May 31, 2021. During its term, the fee waiver agreement cannot be terminated or amended to increase the expense limits or reduce the advisory fee waiver without approval of the Board of Trustees. To the extent that the annualized expense ratio does not exceed the expense limits, the Adviser will retain its ability to be reimbursed for such fee waivers or reimbursements prior to the end of each fiscal year.

For the six months ended June 30, 2020, the Adviser waived advisory fees of \$303,026.

The Trust has entered into a master administrative services agreement with Invesco pursuant to which the Fund has agreed to pay Invesco a fee for costs incurred in providing accounting services and fund administrative services to the Fund and to reimburse Invesco for fees paid to insurance companies that have agreed to provide certain administrative services to the Fund. These administrative services provided by the insurance companies may include, among other things: maintenance of master accounts with the Fund; tracking, recording and transmitting net purchase and redemption orders for Fund shares; maintaining and preserving records related to the purchase, redemption and other account activity of variable product owners; distributing copies of Fund documents such as prospectuses, proxy materials and periodic reports, to variable product owners, and responding to inquiries from variable product owners about the Fund. Pursuant to such agreement, for the six months ended June 30, 2020, Invesco was paid \$13,216 for accounting and fund administrative services and was reimbursed \$128,982 for fees paid to insurance companies. Invesco has entered into a sub-administration agreement whereby State Street Bank and Trust Company ("SSB") serves as fund accountant and provides certain administrative services to the Fund. Pursuant to a custody agreement with the Trust on behalf of the Fund, SSB also serves as the Fund's custodian.

The Trust has entered into a transfer agency and service agreement with Invesco Investment Services, Inc. ("IIS") pursuant to which the Fund has agreed to pay IIS a fee for providing transfer agency and shareholder services to the Fund and reimburse IIS for certain expenses incurred by IIS in the course of providing such services. For the six months ended June 30, 2020, expenses incurred under the agreement are shown in the Statement of Operations as *Transfer agent fees*.

The Trust has entered into a master distribution agreement with Invesco Distributors, Inc. ("IDI") to serve as the distributor for the Fund. The Trust has adopted a plan pursuant to Rule 12b-1 under the 1940 Act with respect to the Fund's Series II shares (the "Plan"). The Fund, pursuant to the Plan, pays IDI compensation at the annual rate of 0.25% of the Fund's average daily net assets of Series II shares. The fees are accrued daily and paid monthly. Of the Plan payments, up to 0.25% of the average daily net assets of the Series II shares may be paid to insurance companies who furnish continuing personal shareholder services to customers who purchase and own Series II shares of the Fund. For the six months ended June 30, 2020, expenses incurred under the Plan are detailed in the Statement of Operations as *Distribution fees*.

Certain officers and trustees of the Trust are officers and directors of the Adviser, IIS and/or IDI.

NOTE 3—Additional Valuation Information

GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, under current market conditions. GAAP establishes a hierarchy that prioritizes the inputs to valuation methods, giving the highest priority to readily available unadjusted quoted prices in an active market for identical assets (Level 1) and the lowest priority to significant unobservable inputs (Level 3), generally when market prices are not readily available or are unreliable. Based on the valuation inputs, the securities or other investments are tiered into one of three levels. Changes in valuation methods may result in transfers in or out of an investment's assigned level:

Level 1 - Prices are determined using quoted prices in an active market for identical assets.

Level 2 - Prices are determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include quoted prices for similar securities, interest rates, prepayment speeds, credit risk, yield curves, loss severities, default rates, discount rates, volatilities and others.

Level 3 - Prices are determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs may be used. Unobservable inputs reflect the Fund's own assumptions about the factors market participants would use in determining fair value of the securities or instruments and would be based on the best available information.

The following is a summary of the tiered valuation input levels, as of June 30, 2020. The level assigned to the securities valuations may not be an indication of the risk or liquidity associated with investing in those securities. Because of the inherent uncertainties of valuation, the values reflected in the financial statements may materially differ from the value received upon actual sale of those investments.

	Level 1	Level 2	Level 3	Total
Investments in Securities				
Common Stocks & Other Equity Interests	\$73,098,362	\$ -	\$-	\$ 73,098,362
U.S. Dollar Denominated Bonds & Notes	-	52,714,296	-	52,714,296
Asset-Backed Securities	-	26,955,085	-	26,955,085
U.S. Government Sponsored Agency Mortgage-Backed Securities	-	21,585,613	-	21,585,613
U.S. Treasury Securities	-	8,902,049	-	8,902,049
Agency Credit Risk Transfer Notes	-	2,662,463	-	2,662,463
Municipal Obligations	-	445,454	-	445,454
Total Investments in Securities	73,098,362	113,264,960	-	186,363,322
Other Investments - Assets*				
Futures Contracts	37,948	-	-	37,948
Other Investments - Liabilities*				
Futures Contracts	(18,777)	-	-	(18,777)
Total Other Investments	19,171	-	-	19,171
Total Investments	\$73,117,533	\$113,264,960	\$-	\$186,382,493

* Unrealized appreciation (depreciation).

NOTE 4—Derivative Investments

The Fund may enter into an International Swaps and Derivatives Association Master Agreement ("ISDA Master Agreement") under which a fund may trade OTC derivatives. An OTC transaction entered into under an ISDA Master Agreement typically involves a collateral posting arrangement, payment netting provisions and close-out netting provisions. These netting provisions allow for reduction of credit risk through netting of contractual obligations. The enforceability of the netting provisions of the ISDA Master Agreement depends on the governing law of the ISDA Master Agreement, among other factors.

For financial reporting purposes, the Fund does not offset OTC derivative assets or liabilities that are subject to ISDA Master Agreements in the Statement of Assets and Liabilities.

Value of Derivative Investments at Period-End

The table below summarizes the value of the Fund's derivative investments, detailed by primary risk exposure, held as of June 30, 2020:

	Value
Derivative Assets	Interest Rate Risk
Unrealized appreciation on futures contracts – Exchange-Traded ^(a)	\$ 37,948
Derivatives not subject to master netting agreements	(37,948)
Total Derivative Assets subject to master netting agreements	\$ -

	Value
	Interest Rate Risk
Derivative Liabilities	
Unrealized depreciation on futures contracts – Exchange-Traded ^(a)	\$(18,777)
Derivatives not subject to master netting agreements	18,777
Total Derivative Liabilities subject to master netting agreements	\$ -

^(a) The daily variation margin receivable at period-end is recorded in the Statement of Assets and Liabilities.

Effect of Derivative Investments for the six months ended June 30, 2020

The table below summarizes the gains on derivative investments, detailed by primary risk exposure, recognized in earnings during the period:

	Location of Gain on Statement of Operations
	Interest Rate Risk
Realized Gain:	
Futures contracts	\$1,502,852
Change in Net Unrealized Appreciation:	
Futures contracts	373,315
Total	\$1,876,167

The table below summarizes the average notional value of derivatives held during the period.

	Futures Contracts
Average notional value	\$37,136,740

NOTE 5—Trustees' and Officers' Fees and Benefits

Trustees' and Officers' Fees and Benefits include amounts accrued by the Fund to pay remuneration to certain Trustees and Officers of the Fund. Trustees have the option to defer compensation payable by the Fund, and *Trustees' and Officers' Fees and Benefits* also include amounts accrued by the Fund to fund such deferred compensation amounts. Those Trustees who defer compensation have the option to select various Invesco Funds in which their deferral accounts shall be deemed to be invested. Finally, certain current Trustees were eligible to participate in a retirement plan that provided for benefits to be paid upon retirement to Trustees over a period of time based on the number of years of service. The Fund may have certain former Trustees who also participate in a retirement plan and receive benefits under such plan. *Trustees' and Officers' Fees and Benefits* include amounts accrued by the Fund to fund such retirement benefits. Obligations under the deferred compensation and retirement plans represent unsecured claims against the general assets of the Fund.

NOTE 6—Cash Balances

The Fund is permitted to temporarily carry a negative or overdrawn balance in its account with SSB, the custodian bank. Such balances, if any at period-end, are shown in the Statement of Assets and Liabilities under the payable caption *Amount due custodian*. To compensate the custodian bank for such overdrafts, the overdrawn Fund may either (1) leave funds as a compensating balance in the account so the custodian bank can be compensated by earning the additional interest; or (2) compensate by paying the custodian bank at a rate agreed upon by the custodian bank and Invesco, not to exceed the contractually agreed upon rate. The Fund may not purchase additional securities when any borrowings from banks or broker-dealers exceed 5% of the Fund's total assets, or when any borrowings from an Invesco Fund are outstanding.

NOTE 7—Tax Information

The amount and character of income and gains to be distributed are determined in accordance with income tax regulations, which may differ from GAAP. Reclassifications are made to the Fund's capital accounts to reflect income and gains available for distribution (or available capital loss carryforward) under income tax regulations. The tax character of distributions paid during the year and the tax components of net assets will be reported at the Fund's fiscal year-end.

Capital loss carryforward is calculated and reported as of a specific date. Results of transactions and other activity after that date may affect the amount of capital loss carryforward actually available for the Fund to utilize. The ability to utilize capital loss carryforwards in the future may be limited under the Internal Revenue Code and related regulations based on the results of future transactions.

The Fund did not have a capital loss carryforward as of December 31, 2019.

NOTE 8—Investment Transactions

The aggregate amount of investment securities (other than short-term securities, U.S. Treasury obligations and money market funds, if any) purchased and sold by the Fund during the six months ended June 30, 2020 was \$207,360,570 and \$211,632,448, respectively. During the same period, purchases and sales of U.S. Treasury obligations were \$83,477,258 and \$81,986,894, respectively. Cost of investments, including any derivatives, on a tax basis includes the adjustments for financial reporting purposes as of the most recently completed federal income tax reporting period-end.

Unrealized Appreciation (Depreciation) of Investments on a Tax Basis

Aggregate unrealized appreciation of investments	\$25,650,012
Aggregate unrealized (depreciation) of investments	(5,734,173)
Net unrealized appreciation of investments	\$19,915,839

Cost of investments for tax purposes is \$166,466,654.

NOTE 9—Share Information**Summary of Share Activity**

	Six months ended June 30, 2020 ^(a)		Year ended December 31, 2019	
	Shares	Amount	Shares	Amount
Sold:				
Series I	187,868	\$ 3,102,963	137,278	\$ 2,146,719
Series II	201,280	3,059,132	190,204	2,932,620
Issued as reinvestment of dividends:				
Series I	-	-	362,933	5,596,424
Series II	-	-	108,224	1,648,251
Reacquired:				
Series I	(591,092)	(9,647,458)	(1,371,558)	(21,494,736)
Series II	(358,577)	(5,732,219)	(470,960)	(7,254,601)
Net increase (decrease) in share activity	(560,521)	\$(9,217,582)	(1,043,879)	\$(16,425,323)

^(a) There are entities that are record owners of more than 5% of the outstanding shares of the Fund and in the aggregate own 72% of the outstanding shares of the Fund. The Fund and the Fund's principal underwriter or adviser, are parties to participation agreements with these entities whereby these entities sell units of interest in separate accounts funding variable products that are invested in the Fund. The Fund, Invesco and/or Invesco affiliates may make payments to these entities, which are considered to be related to the Fund, for providing services to the Fund, Invesco and/or Invesco affiliates including but not limited to services such as, securities brokerage, third party record keeping and account servicing and administrative services. The Fund has no knowledge as to whether all or any portion of the shares owned of record by these entities are also owned beneficially.

NOTE 10—Coronavirus (COVID-19) Pandemic

During the first quarter of 2020, the World Health Organization declared COVID-19 to be a public health emergency. COVID-19 has led to increased short-term market volatility and may have adverse long-term effects on U.S. and world economies and markets in general. COVID-19 may adversely impact the Fund's ability to achieve its investment objective. Because of the uncertainties on valuation, the global economy and business operations, values reflected in these financial statements may materially differ from the value received upon actual sales of those investments.

The extent of the impact on the performance of the Fund and its investments will depend on future developments, including the duration and spread of the COVID-19 outbreak, related restrictions and advisories, and the effects on the financial markets and economy overall, all of which are highly uncertain and cannot be predicted.

NOTE 11—Significant Event

Effective on or about April 30, 2021, the name of the Fund and all references thereto will change from Invesco Oppenheimer V.I. Conservative Balanced Fund to Invesco V.I. Conservative Balanced Fund.

Calculating your ongoing Fund expenses

Example

As a shareholder of the Fund, you incur ongoing costs, including management fees; distribution and/or service fees (12b-1); and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with ongoing costs of investing in other mutual funds. The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period January 1, 2020 through June 30, 2020.

The actual and hypothetical expenses in the examples below do not represent the effect of any fees or other expenses assessed in connection with a variable product; if they did, the expenses shown would be higher while the ending account values shown would be lower.

Actual expenses

The table below provides information about actual account values and actual expenses. You may use the information in this table, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled "Actual Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical example for comparison purposes

The table below also provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return.

The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs. Therefore, the hypothetical information is useful in comparing ongoing costs, and will not help you determine the relative total costs of owning different funds.

	Beginning Account Value (01/01/20)	ACTUAL		HYPOTHETICAL (5% annual return before expenses)		Annualized Expense Ratio
		Ending Account Value (06/30/20) ¹	Expenses Paid During Period ²	Ending Account Value (06/30/20)	Expenses Paid During Period ²	
Series I	\$1,000.00	\$1,041.70	\$3.40	\$1,021.53	\$3.37	0.67%
Series II	1,000.00	1,040.40	4.67	1,020.29	4.62	0.92

¹ The actual ending account value is based on the actual total return of the Fund for the period January 1, 2020 through June 30, 2020, after actual expenses and will differ from the hypothetical ending account value which is based on the Fund's expense ratio and a hypothetical annual return of 5% before expenses.

² Expenses are equal to the Fund's annualized expense ratio as indicated above multiplied by the average account value over the period, multiplied by 182/366 to reflect the most recent fiscal half year.

Approval of Investment Advisory and Sub-Advisory Contracts

At meetings held on June 3, 2020, the Board of Trustees (the Board or the Trustees) of AIM Variable Insurance Funds (Invesco Variable Insurance Funds) as a whole, and the independent Trustees, who comprise over 75% of the Board, voting separately, approved the continuance of the Invesco Oppenheimer V.I. Conservative Balanced Fund's (the Fund) Master Investment Advisory Agreement with Invesco Advisers, Inc. (Invesco Advisers and the investment advisory agreement) and the Master Intergroup Sub-Advisory Contract for Mutual Funds with Invesco Asset Management Deutschland GmbH, Invesco Asset Management Limited, Invesco Asset Management (Japan) Limited, Invesco Hong Kong Limited, Invesco Senior Secured Management, Inc. and Invesco Canada Ltd. and separate sub-advisory contracts with Invesco Capital Management LLC and Invesco Asset Management (India) Private Limited and OppenheimerFunds, Inc. (collectively, the Affiliated Sub-Advisers and the sub-advisory contracts) for another year, effective July 1, 2020. After evaluating the factors discussed below, among others, the Board approved the renewal of the Fund's investment advisory agreement and the sub-advisory contracts and determined that the compensation payable thereunder by the Fund to Invesco Advisers and by Invesco Advisers to the Affiliated Sub-Advisers is fair and reasonable.

The Board's Evaluation Process

The Board's Investments Committee has established Sub-Committees, which meet throughout the year to review the performance of funds advised by Invesco Advisers (the Invesco Funds). The Sub-Committees meet regularly with portfolio managers for their assigned Invesco Funds and other members of management to review detailed information about investment performance and portfolio attributes of these funds. The Board took into account evaluations and reports that it received from the Investments Committee and Sub-Committees, as well as the information provided to such committees and the Board throughout the year, in considering whether to approve each Invesco Fund's investment advisory agreement and sub-advisory contracts.

As part of the contract renewal process, the Board reviews and considers information provided in response to detailed requests for information submitted to management by the independent Trustees with assistance from legal counsel to the independent Trustees. The Board receives comparative investment performance and fee data regarding the Invesco Funds prepared by Invesco Advisers and Broadridge Financial Solutions, Inc. (Broadridge), an independent mutual fund data provider, as well as information on the composition of the peer groups provided by Broadridge and its methodology for determining peer groups. The Board also receives an independent written evaluation from the Senior Officer, an officer of the Invesco Funds who reports directly to the independent Trustees. The Senior Officer's evaluation is prepared as part of his responsibility to manage the process by which the Invesco Funds' proposed management fees are negotiated during the annual contract renewal process to ensure they are negotiated in a manner that is at arms' length and reasonable. In addition to meetings with Invesco Advisers and fund counsel

throughout the year, the independent Trustees also discuss the continuance of the investment advisory agreement and sub-advisory contracts in separate sessions with the Senior Officer and with independent legal counsel.

The discussion below is a summary of the Senior Officer's independent written evaluation with respect to the Fund's investment advisory agreement, as well as a discussion of the material factors and related conclusions that formed the basis for the Board's approval of the Fund's investment advisory agreement and sub-advisory contracts. The Trustees' review and conclusions are based on the comprehensive consideration of all information presented to them during the course of the year and in prior years and are not the result of any single determinative factor. Moreover, one Trustee may have weighed a particular piece of information or factor differently than another Trustee. This information is current as of June 3, 2020.

Factors and Conclusions and Summary of Independent Written Fee Evaluation

A. Nature, Extent and Quality of Services Provided by Invesco Advisers and the Affiliated Sub-Advisers

The Board reviewed the nature, extent and quality of the advisory services provided to the Fund by Invesco Advisers under the Fund's investment advisory agreement, and the credentials and experience of the officers and employees of Invesco Advisers who provide these services, including the Fund's portfolio manager(s). The Board's review included consideration of Invesco Advisers' investment process oversight and structure, credit analysis, investment risk management and research capabilities. The Board also considered non-advisory services that Invesco Advisers and its affiliates provide to the Invesco Funds, such as various back office support functions, third party oversight, internal audit, valuation, portfolio trading and legal and compliance. The Board also received and reviewed information about Invesco Advisers' role as administrator of the Invesco Funds' liquidity risk management program. The Board reviewed and considered the benefits to shareholders of investing in a Fund that is part of the Invesco family of funds under the umbrella of Invesco Ltd., Invesco Advisers' parent company, and noted Invesco Ltd.'s depth and experience in conducting an investment management business, as well as its commitment of financial and other resources to such business. The Board also reviewed and considered information regarding the benefits to the Fund resulting from Invesco Ltd.'s acquisition of OppenheimerFunds, Inc. and its subsidiaries (the Transaction) and the resources that Invesco Advisers has committed to managing the Invesco family of funds following the Transaction. The Board concluded that the nature, extent and quality of the services provided to the Fund by Invesco Advisers are appropriate and satisfactory.

The Board reviewed the services that may be provided by the Affiliated Sub-Advisers under the sub-advisory contracts and the credentials and experience of the officers and employees of the Affiliated Sub-Advisers who provide these services. The Board noted the Affiliated Sub-Advisers' expertise with respect to certain asset classes and that the Affiliated Sub-Advisers have offices and personnel

that are located in financial centers around the world. As a result, the Board noted that the Affiliated Sub-Advisers can provide research and investment analysis on the markets and economies of various countries in which the Fund may invest, make recommendations regarding securities and assist with security trades. The Board concluded that the sub-advisory contracts may benefit the Fund and its shareholders by permitting Invesco Advisers to use the resources and talents of the Affiliated Sub-Advisers in managing the Fund. The Board concluded that the nature, extent and quality of the services that may be provided by the Affiliated Sub-Advisers are appropriate and satisfactory.

B. Fund Investment Performance

The Board considered Fund investment performance as a relevant factor in considering whether to approve the investment advisory agreement. The Board did not view Fund investment performance as a relevant factor in considering whether to approve the sub-advisory contracts for the Fund, as no Affiliated Sub-Adviser currently manages assets of the Fund.

The Board compared the Fund's investment performance over multiple time periods ending December 31, 2019 to the performance of funds in the Broadridge performance universe and against the Custom Invesco Oppenheimer V.I. Conservative Balanced Index. The Board noted that performance of Series I shares of the Fund was in the third quintile of its performance universe for the one year period, the fifth quintile for the three year period, and the fourth quintile for the five year period (the first quintile being the best performing funds and the fifth quintile being the worst performing funds). The Board noted that performance of Series I shares of the Fund was above the performance of the Index for the one year period and below the performance of the Index for the three and five year periods. The Board considered that the Fund was created in connection with the Transaction and that the Fund's performance prior to the closing of the Transaction after the close of business on May 24, 2019 is that of its predecessor fund. The Board noted that stock selection in and overweight exposure to certain equity sectors, as well as overweight exposure to asset and mortgage-backed securities, detracted from Fund performance. The Board recognized that the performance data reflects a snapshot in time as of a particular date and that selecting a different performance period could produce different results. The Board also reviewed more recent Fund performance as well as other performance metrics and this review did not change their conclusions.

C. Advisory and Sub-Advisory Fees and Fund Expenses

The Board compared the Fund's contractual management fee rate to the contractual management fee rates of funds in the Fund's Broadridge expense group. The Board noted that the contractual management fee rate for Series I shares of the Fund was above the median contractual management fee rate of funds in its expense group. The Board noted that the term "contractual management fee" for funds in the expense group may include both advisory and certain non-portfolio management administrative services fees, but that Broadridge does not provide information on a fund by fund basis as to what is included. The Board also reviewed the methodology

used by Broadridge in providing expense group information, which includes using each fund's contractual management fee schedule (including any applicable breakpoints) as reported in the most recent prospectus or statement of additional information for each fund in the expense group. The Board also considered comparative information regarding the Fund's total expense ratio and its various components. The Board noted that the Fund's contractual management fees were in the fourth quintile of its expense group and discussed with management reasons for such relative contractual management fees.

The Board noted that Invesco Advisers has contractually agreed to waive fees and/or limit expenses of the Fund for the term disclosed in the Fund's registration statement in an amount necessary to limit total annual operating expenses to a specified percentage of average daily net assets for each class of the Fund.

The Board noted that Invesco Advisers and the Affiliated Sub-Advisers do not manage other similarly managed mutual funds or client accounts.

The Board also considered the services that may be provided by the Affiliated Sub-Advisers pursuant to the sub-advisory contracts, as well as the fees payable by Invesco Advisers to the Affiliated Sub-Advisers pursuant to the sub-advisory contracts.

D. Economies of Scale and Breakpoints

The Board considered the extent to which there may be economies of scale in the provision of advisory services to the Fund. The Board also considered that the Fund benefits from economies of scale through contractual breakpoints in the Fund's advisory fee schedule, which generally operate to reduce the Fund's expense ratio as it grows in size. The Board noted that the Fund shares directly in economies of scale through lower fees charged by third party service providers based on the combined size of the Invesco Funds. The Board noted that the Fund may also benefit from economies of scale through initial fee setting, fee waivers and expense reimbursements. The Board also considered Invesco's reinvestment in its business, including investments in business infrastructure, technology and cybersecurity.

E. Profitability and Financial Resources

The Board reviewed information from Invesco Advisers concerning the costs of the advisory and other services that Invesco Advisers and its affiliates provide to the Fund and the Invesco Funds and the profitability of Invesco Advisers and its affiliates in providing these services in the aggregate and on an individual Fund-by-Fund basis. The Board considered the methodology used for calculating profitability and noted the periodic review and enhancement of such methodology. The Board noted that Invesco Advisers continues to operate at a net profit from services Invesco Advisers and its affiliates provide to the Invesco Funds in the aggregate and to certain Funds on an individual fund level. The Board did not deem the level of profits realized by Invesco Advisers and its affiliates from providing such services to be excessive given the nature, extent and quality of the services provided. The Board received information from Invesco Advisers demonstrating that Invesco Advisers and the Affiliated Sub-Advisers are financially sound and have the resources necessary to perform their obligations under the investment advisory agreement and sub-advisory contracts.

F. Collateral Benefits to Invesco Advisers and its Affiliates

The Board considered various other benefits received by Invesco Advisers and its affiliates from the relationship with the Fund, including the fees received for providing administrative, transfer agency and distribution services to the Fund. The Board considered comparative information regarding fees charged for these services, including information provided by Broadridge and other independent sources. The Board considered the performance of Invesco Advisers and its affiliates in providing these services and the organizational structure employed to provide these services. The Board also considered that these services are provided to the Fund pursuant to written contracts that are reviewed and approved on an annual basis by the Board; and that the services are required for the operation of the Fund.

The Board considered the benefits realized by Invesco Advisers and the Affiliated Sub-Advisers as a result of portfolio brokerage transactions executed through "soft dollar" arrangements. The Board noted that soft dollar arrangements may result in the Fund bearing costs to purchase research that may be used by Invesco Advisers or the Affiliated Sub-Advisers with other clients and may reduce Invesco Advisers' or the Affiliated Sub-Advisers' expenses. The Board also considered that it receives periodic reports from Invesco representing that these arrangements are consistent with regulatory requirements. The Board did not deem the soft dollar arrangements to be inappropriate.

The Board considered that the Fund's uninvested cash and cash collateral from any securities lending arrangements may be invested in registered money market funds or, with regard to securities lending cash collateral, unregistered funds that comply with Rule 2a-7 (collectively referred to as "affiliated money market funds") advised by Invesco Advisers pursuant to procedures approved by the Board. The Board considered information regarding the returns of the affiliated money market funds relative to comparable overnight investments, as well as the costs to the Fund of such investments. The Board noted that Invesco Advisers receives advisory fees from these affiliated money market funds attributable to such investments, although Invesco Advisers has contractually agreed to waive through varying periods the advisory fees payable by the Invesco Funds with respect to certain investments in the affiliated money market funds. The waiver is in an amount equal to 100% of the net advisory fee Invesco Advisers receives from the affiliated money market funds with respect to the Fund's investment in the affiliated money market funds of uninvested cash, but not cash collateral. The Board concluded that the amount of advisory fees received by Invesco Advisers from the Fund's investment of cash collateral from any securities lending arrangements in the affiliated money market funds is fair and reasonable.

The Board also considered that an affiliated broker may receive commissions for executing certain trades for the Fund. Invesco Advisers and the Affiliated Sub-Advisers may use the affiliated broker to, among other things, control order routing and minimize information leakage, and the Board was advised that such trades are executed in compliance with rules under the federal securities laws and consistent with best execution obligations.