

Invesco

# Fund Performance



The Fund has characteristics unlike many other traditional investment products and is not appropriate for all investors. In particular, investment in the Fund may not be appropriate for investors who do not intend to maintain their investment through the entire Outcome Period. There is no guarantee that the Fund will be able to achieve the stated Defined Outcomes.

# Schedule of Investments

June 30, 2022  
(Unaudited)

	Shares	Value		Shares	Value
Money Market Funds-3.68%					
Invesco Government & Agency Portfolio, Institutional Class, 1.38% <sup>(a)(b)</sup>	136,202	\$ 136,202			
Invesco Liquid Assets Portfolio, Institutional Class, 1.41% <sup>(b)</sup>	97,356	97,346			
Invesco Treasury Portfolio, Institutional Class, 1.35% <sup>(b)</sup>	155,659	155,659			
<b>Total Money Market Funds (Cost \$389,204)</b>		<b>389,207</b>			
			Options Purchased-107.57%		
			(Cost \$12,214,766)		\$11,362,708
			<b>TOTAL INVESTMENTS IN SECURITIES...111.25%</b>		<b>11,751,915</b>
			(Cost \$12,603,970)		
			<b>OTHER ASSETS LESS LIABILITIES,,(11.25)%</b>		<b>(1,18</b>
			<b>NET ASSETS...100.00%</b>		<b>\$10,563,096</b>

## Notes to Schedule of Investments:

(a) Affiliated issuer. The issuer and/or the Fund is a wholly-owned subsidiary of Invesco Ltd., or is affiliated with Invesco Ltd. under common control of Invesco Ltd. The table below shows the Fund's transactions in, and earnings from, its investments in the period ended June 30, 2022.

	Value December 31, 2021*	Purchases at Cost	Proceeds from Sales	Change in Unrealized Appreciation	Realized Gain	Value June 30, 2022	Dividend Income
Investments in Affiliated Money Market Funds:							
Invesco Government & Agency Portfolio, Institutional Class	\$-	\$ 3,703,524	\$ (3,567,323)	\$ -	\$ -	\$136,202	\$251
Invesco Liquid Assets Portfolio, Institutional Class	-	2,645,374	(2,548,087)	3	56	97,346	176
Invesco Treasury Portfolio, Institutional Class	-	4,232,599	(4,076,940)	-	-	155,659	235
<b>Total</b>	<b>\$-</b>	<b>\$10,581,497</b>	<b>\$(10,192,350)</b>	<b>\$3</b>	<b>\$56</b>	<b>\$389,207</b>	<b>\$662</b>

\* Commencement date of March 31, 2022.

(b) The rate shown is the 7-day SEC standardized yield as of June 30, 2022.

(c) The table below details options purchased.

## Open Equity Options Purchased

Description	Type of Contract	Expiration Date	Number of Contracts	Exercise Price	Notional Value <sup>(a)</sup>	Value
Equity Risk						
SPDR S&P 500 ETF Trust	Call	03/31/2023	51	USD 13.56	USD 69,156	\$1,832
Equity Risk						
SPDR S&P 500 ETF Trust	Put	03/31/2023	51	USD 452.11	USD 2,305,761	384
<b>Total Open Equity Options Purchased</b>						<b>\$2,216,909</b>

(a) Notional Value is calculated by multiplying the Number of Contracts by the Exercise Price by the multiplier.

## Open Index Options Purchased

Description	Type of Contract	Expiration Date	Number of Contracts	Exercise Price	Notional Value <sup>(a)</sup>	Value
Equity Risk						
S&P 500 Index	Call	03/31/2023	21	USD 135.91	USD 285,411	\$7,582,506
Equity Risk						
S&P 500 Index	Put	03/31/2023	21	USD 4,530.41	USD 9,513,861	1,563,293
<b>Total Open Index Options Purchased</b>						<b>\$9,145,799</b>

(a) Notional Value is calculated by multiplying the Number of Contracts by the Exercise Price by the multiplier.

## Open Equity Options Written

Description	Type of Contract	Expiration Date	Number of Contracts	Exercise Price	Notional Value <sup>(a)</sup>	Value
Equity Risk						
SPDR S&P 500 ETF Trust	Call	03/31/2023	51	USD 518.12	USD 2,642,412	\$

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

Open Equity Options Written—(continued)

Description	Type of Contract	Expiration Date	Number of Contracts	Exercise Price	Notional Value <sup>(a)</sup>	Value
Equity Risk						
SPDR S&P 500 ETF Trust	Put	03/31/2023	51	USD	406.90 USD	2,075,190 \$(220,439)
Total Open Equity Options Written						\$(230,439)

(a) Value Equity Risk

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# Statement of Changes in Net Assets

For the period March 31, 2022 (commencement date) through June 30, 2022

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# 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 (loss) <sup>(a)</sup>	Net gains (losses) on securities (both realized and unrealized)	Total from investment operations	Net asset value, end of period	Total return <sup>(b)</sup>	Net assets, end of period (000*s omitted)	Ratio of expenses to average net assets
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# Notes to Financial Statements

June 30, 2022  
(Unaudited)

## NOTE 1—Significant Accounting Policies

Invesco® V.I. S&P 500 Buffer Fund - March (the "Fund") is a series portfolio of AIM Variable Insurance Funds (the "Funds") (the "Trust"). The Trust is a Delaware statutory trust registered under the Investment Company Act of 1940, as amended (the "1940 Act"), managed by an investment company. Information presented in these financial statements pertains only to the Fund. Matters affecting the Fund are dealt with exclusively by the



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

- B. Securities Transactions and Investment Income. Securities transactions are accounted for on a trade date basis. Realized gains or losses computed on the basis of specific identification of the securities sold. Interest income (net of withholding tax) is recorded on the ex-dividend date and includes coupon interest and amortization of premium and accretion of discount on callable securities as applicable (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 recognize net gains or losses on investments sold. Proceeds received are included in the Statement of Operations as realized gain (loss) for investments sold and as unrealized gain (loss) for investments still held.



The Trust has entered into a transfer agency and service agreement with Invesco Investment Services, LLC (IIS) pursuant to which IIS 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 providing such services. For the period March 31, 2022 (commencement date) through June 30, 2022, expenses incurred under the agreement are reported 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 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 Plan provides for 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 payments up to 0.25% of the average daily net assets of the Series II shares may be paid to insurance companies who furnish continuous services to the Fund. For the period March 31, 2022 (commencement date) through June 30, 2022, expenses 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 market between market participants at the measurement date, under current market conditions. GAAP establishes a hierarchy that prioritizes the inputs to valuation techniques, 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 are tiered into 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 may be market trading a security. These may include quoted prices for similar securities, interest rates, prepayment speeds, credit risk, yield, default rates, discount rates, volatilities and others.

Level 3 ... Prices are determined using significant unobservable inputs. In situations where quoted prices are not available (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs may be used to determine the Fund's own assumptions about the factors market participants would use in determining fair value of the securities. The best available information would be used to determine the fair value.

The following is a summary of the tiered valuation input levels, as of June 30, 2022. The level assigned to the securities is 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.

Effect of Derivative Investments for the six months ended June 30, 2022

The table below summarizes the gains (losses) on derivative investments, detailed by primary risk exposures, during the period

Location of Gain (Loss) on  
Statement of Operations  
Equity  
Risk

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Change in Net Unrealized Appreciation (Depreciation):  
Options purchased

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Summary of Share Activity

June 30, 2022<sup>(a)(b)</sup>

Shares Amount

Reacquired:

Series I	(1)	\$ (10)
Series II	(3,957)	(36,024)
<b>Net increase in share activity</b>	<b>1,190,576</b>	<b>\$11,807,760</b>

<sup>(a)</sup> Commenced operations on March 31, 2022.

<sup>(b)</sup> There are entities that are record owners of more than 5% of the outstanding shares of the Fund and in the aggregate own 8% of the Fund. The Fund and the Fund's principal underwriter or adviser, are parties to participation agreements with these entities, the units of interest in separate accounts funding variable products that are invested in the Fund. The Fund, Invesco and its affiliates pay fees to these entities, which are considered to be related to the Fund, for providing services to the Fund, Invesco and its affiliates including but not limited to services such as, securities brokerage, third party record keeping and account servicing and administrative services. The Fund has the right to call or any portion of the shares owned of record by these entities are also owned beneficially.

In addition, 17% of the outstanding shares of the Fund are owned by the Adviser or an affiliate of the Adviser.

# Calculating your ongoing Fund expenses

## Example

As a shareholder of the Fund, you incur ongoing costs, including management fees; distribution and/or service fees (2% per year). This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs to investing in other mutual funds. The example is based on an investment of \$1,000 invested at the beginning of the period and held through the 2022 period (commencement date) through June 30, 2022.

The actual and hypothetical expenses in the examples below do not represent the effect of any fees or other expenses with respect to the 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 the 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, if divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled "Actual Expenses Paid." The expenses you paid on your account during this period (March 31, 2022 (commencement date) through June 30, 2022). Because the actual ending account information in the example is not based upon a six month period, the ending account value and expense information may not be comparable to mutual funds that provide such information for a full six month period.

## Hypothetical example for comparison purposes

The table below also provides information about hypothetical account values and hypothetical expenses based on the Fund's 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 the actual expenses you may pay. This information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example

# Approval of Investment Advisory and Sub-Advisory Contracts

At meetings held on June 13, 2022, 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 S&P 500 Buffer Fund - March'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 (collectively, the Affiliated Sub-Advisers and the sub-advisory contracts) for another year, effective July 1, 2022. 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 has established an Investments Committee, which in turn has established Sub-Committees that 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 has established additional standing and ad hoc committees that meet regularly throughout the year to review matters within their purview. The Board took into account evaluations and reports that it received from its committees and sub-committees, as well as the information re y[9]portfolof

The Board also considered the services that may