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This document is important and requires your immediate attention. If you are in any doubt about the contents of this document, you should seek independent professional financial advice. Invesco Hong Kong Limited, the manager of Invesco China Opportunity Fund III, accepts responsibility for the information contained in this document at the date of issuance.

Notice to Unitholders of Invesco China Opportunity Fund III (the "Fund"), a sub-fund of Invesco China Series II (the "Trust")

Dear Unitholder,

Invesco Hong Kong Limited, the manager (the "**Manager**") of the Trust and the Fund would like to draw your attention to the following amendments/updates which may have implications on your current investments in the Fund.

Words and expressions not specifically defined herein will bear the same meaning as that attributed to them in the Prospectus dated 20 February 2012 as amended by the addenda dated 10 April 2012 and 21 March 2014 (the "**Prospectus**").

Change of PRC Withholding Tax Provisioning Approach of the Fund

In light of an announcement jointly promulgated by the Ministry of Finance, the State Administration of Taxation and the Chinese Securities Regulatory Commission under Caishui [2014] No.79 in relation to the taxation rule on QFII and RQFII ("**Notice**"), the Manager will not make any PRC withholding tax ("**WIT**") provision on the gross unrealised and realised capital gains derived from the transfer of China A-Shares through the Manager's QFII quota with effect from 17 November 2014 (the "**Effective Date**").

The Manager has made WIT provision on the realised and unrealised capital gains derived from the transfer of China A-Shares prior to the Effective Date.

In light of the Notice, the Manager, having obtained independent professional tax advice, has determined to reverse the WIT provision for unrealised capital gains made prior to 17 November 2014 on the Fund's unrealised capital gains derived from the transfer of A-Shares. The net impact will be that the Net Asset Value of the Fund will be increased by US$ 84,295.04, representing 0.42% of the total Net Asset Value of the Fund as of 17 November 2014. The amount of Net Asset Value adjustment is unaudited and will be audited as part of the Fund's annual audit for the year ended 31 March 2015. If the above mentioned net impact on the Net Asset Value is required to be adjusted, the revised net impact on the Net Asset Value will be disclosed in the audited financial reports of the Fund which will be issued within 4 months from 31 March 2015.

The Fund's Net Asset Value per unit was adjusted accordingly on 17 November 2014. Unitholders who have sold or redeemed Units in the Fund prior to 17 November 2014 will not be affected by the WIT reverse.

Risk factors

The PRC tax rules and practices in relation to QFII, including the Notice, are new and their implementation is not tested and is uncertain. The potential application of tax treaties is also uncertain. The Manager will closely monitor any further guidance by the relevant PRC tax authorities and adjust the withholding policy of the Fund accordingly, taking into account independent professional tax advice. The Manager will act in the best interest of the Fund at all times.

The Prospectus and Key Facts Statement will be revised to reflect the changes described above.

FATCA

The U.S. Foreign Account Tax Compliance Act ("FATCA") is a new U.S. tax legislation pursuant to which non-United States financial institutions (including the Trust and the Fund) are required to comply with certain documentation and reporting requirements or otherwise be subject to a 30% U.S. withholding tax on certain U.S. payments, including interest and dividends from securities of U.S. issuers, constituting "withholdable payments" with effect from 1 July 2014 (beginning in 2017, a 30% withholding tax may be applied to foreign passthru payment and to gross proceeds from sale of assets which could produce withholdable payments). The impact of FATCA on Financial Institutions ("FIs") in a specific country may be modified by an Intergovernmental Agreement ("IGA") between the U.S. and that country. A Model 2 IGA between the U.S. and Hong Kong has been signed on 13 November 2014 ("HK IGA").

Under the HK IGA, the Fund and the Trust are each a "Reporting FATCA Partner Financial Institution". They are therefore obligated to apply prescribed due diligence procedures, and report to the Internal Revenue Service (the "IRS") specified information about any "U.S. Accounts", and "Nonparticipating Financial Institutions".

Each of the Trust and the Fund has been registered with the IRS as of the date of this document, and thus it is expected that they will generally not be subject to the above described 30% withholding tax.

To ensure continued compliance with the applicable laws, regulations, the HK IGA (including but not limited to FATCA), the Prospectus will be amended to enhance the disclosures relating to FATCA and to clarify that Unitholders will be required to provide self-certification or other documentation/information to the Trustee or the Manager regarding their tax residence and/or FATCA status in order to avoid any U.S. withholding tax under FATCA, if any. In the event that you do not provide the required information, the Trustee or the Manager may, on behalf of the Trust and the Fund, take any action and/or pursue all remedies at its discretion including, without limitation, (i) reporting the relevant information to the IRS; (ii) withholding, deducting from your account, or otherwise collecting any such tax liability from you to the extent permitted by applicable laws and regulations; (iii) deeming you to have given notice to redeem all Units in the Fund; and/or (iv) bringing legal action against you for losses suffered by the Trust or the Fund as a result of such withholding. The Trustee or the Manager in taking any such action or pursuing any such remedy, if permitted by applicable laws and regulations, shall act in good faith and on reasonable grounds. As the detailed implementation rules and schedule of implementation have not yet been finalized, the application of the withholding rules and the information that may be required to be reported and disclosed are uncertain and subject to change. The Trustee and/or the Manager reserve the right to take any further action as may be required.

You should note that, although the Trust or the Fund will endeavour to satisfy the requirements imposed under FATCA and the Hong Kong IGA to avoid any U.S. withholding tax, there is no assurance that the Trust or the Fund will be able to satisfy these requirements.

In the event a Unitholder does not provide the requested information and/or documentation such that the Trust or the Fund does suffer U.S. withholding tax on its investments, the net asset value of the Trust or the Fund may be adversely affected and the Trust or the Fund may suffer significant loss as a result of non-compliance.

In circumstances where a prospective or existing investor who is determined to be a "U.S. Account" fails to provide consent for the Trust and/or the Fund to satisfy its reporting requirement pursuant to FATCA, the Trust and/or the Fund reserve the right (i) not to open an account for such prospective investor or close the account in respect of an existing investor and/or (ii) to report aggregate information of account balances, payment amounts and number of non-consenting U.S. accounts to the IRS pursuant to the Hong Kong IGA.

Pursuant to Clause 30.1 of the Trust Deed, the Trust Deed may be amended if the Trustee considers such amendments are necessary or desirable in order to make possible compliance with any applicable fiscal, statutory or official requirements (whether or not having the force of law). To ensure compliance with FATCA, the Trust Deed will be amended such that the Trustee and/or the Manager or any of their authorised persons may, subject to applicable laws and regulations in the U.S. or Hong Kong, and sign and/or file any returns, elections or statements with the applicable authorities, disclose and/or report any information and/or personal data regarding the Unitholders to any applicable authorities and to handle, administer or treat any accounts held under the Trust in such a way as is required to enable the Trust (and/or the relevant sub-fund), the Trustee or the Manager to comply with any applicable law or regulation or any agreement with a Relevant Authority, enter into agreements on behalf of the Trust with any applicable authorities to the extent that the Trustee and/or the Manager or any of their authorised persons determine, at its or their sole discretion, such agreement is in the best interest of the Fund.

You should note that the Trustee and/or Manager may contact you and request that you provide information or other documentation in order to confirm your tax residence and/or FATCA status or if there is any changes in circumstances which may affect your tax residence and/or FATCA status.

Please consult your own tax advisor regarding the implications of FATCA on your investment in the Fund.

Trustee Ordinance

The Trustee Ordinance was revised with effect from 1 December 2013 following the enactment of the Trust Law (Amendment) Ordinance 2013. Specifically, section 41O of the revised Trustee Ordinance provides that a trustee of a trust is not liable for any act or omission of an agent, nominee or custodian acting for the trust if the trustee has discharged the statutory duty of care applicable to the trustee imposed under the revised Trustee Ordinance, unless such application is inconsistent with the terms of the instrument creating the trust or an enactment.

The SFC Handbook for Unit Trusts and Mutual Funds, Investment-Linked Assurance Schemes and Unlisted Structured Investment Products (the "Handbook") sets out key obligations of the trustee of SFC authorised funds and circumstances in which such trustee cannot be exempted from liabilities or be indemnified against certain liabilities ("Handbook Requirements"). To put it beyond doubt that section 41O of the revised Trustee Ordinance shall not operate to affect the application of the Handbook Requirements, the Trust Deed will be amended to clarify that section 41O of the revised Trustee Ordinance shall not apply to the Trust Deed to the extent that is inconsistent with the relevant duties and responsibilities of the Trustee under the Handbook and as set out in the relevant provisions in the Trust Deed and shall not in any way operate to exempt or diminish any liability of the Trustee under the relevant requirements in the Handbook.

Change of channel of publication of prices and suspension notices

From the date of this document, Net Asset Value per Unit will be published daily on the website of the Manager www.invesco.com.hk[1]. Further, if the determination of the Net Asset Value of the Fund is suspended, the notice of suspension will also be published on the website of the Manager www.invesco.com.hk.

The Prospectus and Key Facts Statement will be revised to reflect the changes described above.

General

Copies of the latest Prospectus can be obtained, and copies of the latest Trust Deed are available for inspection, free of charge at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays) at the offices of Invesco Hong Kong Limited, 41/F, Citibank Tower, 3 Garden Road, Central, Hong Kong.

Should you have any questions, please do not hesitate to call the Invesco Funds Hotline at (852) 3191 8282.

Yours faithfully,

Invesco Hong Kong Limited

[1] The contents of this website and any other websites referred to in this notice have not been reviewed by the SFC