

Invesco V.I. Main Street Small Cap Fund[®]

The Fund provides a complete list of its portfolio holdings four times each year, at the end of each fiscal quarter. For the second and fourth quarters, the list appears, respectively, in the Fund's semiannual and annual reports to shareholders. For the first and third quarters, the Fund files the list 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/corporate/about-us/esg. 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	
Series I Shares	9.36%
Series II Shares	9.22
Russell 2000 Index▼	8.09
Source(s): ▼RIMES Technologies Corp.	
<p>The Russell 2000® Index is an unmanaged index considered representative of small-cap stocks. The Russell 2000 Index is a trademark/service mark of the Frank Russell Co. Russell® is a trademark of the Frank Russell Co.</p> <p>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).</p> <p>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.</p>	

Average Annual Total Returns	
Series I Shares	
Inception (5/1/98)	8.47%
10 Years	9.90
5 Years	7.27
1 Year	15.45
Series II Shares	
Inception (7/16/01)	9.05%
10 Years	9.63
5 Years	7.00
1 Year	15.15

Effective May 24, 2019, Non-Service and Service shares of the Oppenheimer Main Street Small Cap Fund/VA, (the predecessor fund) were reorganized into Series I and Series II shares, respectively, of Invesco Oppenheimer V.I. Main Street Small Cap Fund® (renamed Invesco V.I. Main Street Small Cap Fund®)

Schedule of Investments^(a)

June 30, 2023
(Unaudited)

	Shares	Value		Shares	Value
Common Stocks & Other Equity Interests—98.35%					
Aerospace & Defense—2.61%					
BWX Technologies ^(b) , Inc.	109,847	\$ 7,861,750			
Curtiss-Wright Corp.	69,374	12,741,229			
		20,602,979			
Air Freight & Logistics—1.26%					
Hub Group, Inc., Class A	123,360	9,908,275			
Aluminum—1.49%					
Century Aluminum ^(b) , Inc.	471,801	4,114,105			
Kaiser Aluminum Corp.	106,746	7,647,283			
		11,761,388			
Apparel, Accessories & Luxury Goods—0.60%					
Capri Holdings Ltd. ^(b)	131,856	4,732,312			
Application Software—3.09%					
Consensus Cloud Solutions, Inc.	88,761	2,751,591			
Investnet, Inc. ^(c)	121,994	7,240,344			
HashiCorp, Inc., Class A	267,715	7,008,778			
Sprout Social, Inc., Class A	159,636	7,368,798			
		24,369,511			
Asset Management & Custody Banks—1.26%					
Federated Hermes, Inc., Class B	277,226	9,938,552			
Automotive Parts & Equipment—2.36%					
Dorman Products, Inc.	113,090	8,914,885			
Visteon Corp.	67,748	9,729,290			
		18,644,175			
Automotive Retail—2.83%					
AutoNation, Inc. ^(c)	110,959	18,264,961			
Murphy USA, Inc.	13,000	4,044,430			
		22,309,391			
Biotechnology—2.54%					
ADMA Biologics, Inc.	1,291,847	4,766,915			
Ascendis Pharma A/S, ADR (Denmark)	51,775	4,620,919			
Avid Bioservices, Inc. ^(c)	150,055	2,096,268			
Bridgebio Pharma, Inc. ^(c)	165,143	2,840,460			
IVERIC bio, Inc.	146,373	5,758,314			
		20,082,876			
Building Products—1.32%					
Zurn Elkay Water Solutions Corp.	386,532	10,393,846			
Casinos & Gaming—1.11%					
Boyd Gaming Corp.	125,794	8,726,330			
Commercial & Residential Mortgage Finance—0.65%					
PennyMac Financial Services, Inc.	73,293	5,153,231			
Construction & Engineering—1.26%					
Valmont Industries, Inc.	34,232	9,963,224			
Construction Machinery & Heavy Transportation Equipment—1.37%					
Allison Transmission Holdings, Inc.	191,681	10,822,309			
Construction Materials—2.02%					
Summit Materials, Inc., Class A	420,551	\$ 15,917,855			
Consumer Staples Merchandise Retail—0.96%					
BJ's Wholesale Club Holdings, Inc.	120,227	7,575,503			
Diversified Banks—0.46%					
Bank of NT Butterfield & Son Ltd. (The) (Bermuda)	133,455	3,651,329			
Electric Utilities—1.06%					
Portland General Electric ^(b) Co.	178,040	8,337,613			
Electrical Components & Equipment—2.83%					
Atkore, Inc. ^{(b)(c)}	105,260	16,414,245			
Regal Rexnord Corp.	38,579	5,937,308			
		22,351,553			
Electronic Components—2.40%					
Belden, Inc.	93,415	8,935,145			
Vishay Intertechnology, Inc.	340,011	9,996,323			
		18,931,468			
Electronic Equipment & Instruments—1.08%					
Itron, Inc. ^{(b)(c)}	118,682	8,556,972			
Environmental & Facilities Services—1.90%					
ABM Industries, Inc.	118,505	5,054,238			
Casella Waste Systems, Inc., Class A	110,251	9,972,203			
		15,026,441			
Footwear—0.62%					
Steven Madden Ltd.	150,246	4,911,542			
Health Care Equipment—3.86%					
AtriCure, Inc.	181,618	8,964,665			
Inspire Medical Systems, Inc.	44,073	14,307,859			
TransMedics Group, Inc.	85,586	7,187,512			
		30,460,036			
Health Care Facilities—4.59%					
Acadia Healthcare Co., Inc.	200,084	15,934,690			
Encompass Health Corp.	113,878	7,710,679			
Tenet Healthcare Corp.	154,415	12,566,293			
		36,211,662			
Health Care Services—1.84%					
Addus HomeCare Corp.	84,359	7,820,079			
Guardant Health, Inc. ^(c)	187,518	6,713,145			
		14,533,224			
Health Care Technology—0.88%					
Evolent Health, Inc., Class A	228,460	6,922,338			
Home Furnishings—0.64%					
Tempur Sealy International, Inc.	125,320	5,021,572			
Homebuilding—3.22%					
KB Home	162,562	8,406,081			

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

	Shares	Value
Homebuilding--(continued)		
TopBuild Corp.	64,008	\$ 17,027,408
		25,433,489
Hotel & Resort REITs--1.22%		
DiamondRock Hospitality Co.	1,204,027	9,644,256
Human Resource & Employment Services--3.54%		
ASGN, Inc.	123,348	9,328,809
Korn Ferry	170,121	8,427,795
Paycor HCM, Inc. ^(c)	430,981	10,201,320
		27,957,924
Industrial Machinery & Supplies & Components--2.98%		
3D Systems Corp.	220,673	2,191,283
EnPro Industries, Inc.	111,282	14,859,485
Esab Corp.	97,031	6,456,443
		23,507,211
Interactive Media & Services--1.60%		
Ziff Davis, Inc. ^{(b)(c)}	180,803	12,667,058
Investment Banking & Brokerage--1.40%		
Stifel Financial Corp.	184,911	11,033,639
IT Consulting & Other Services--0.58%		
Endava PLC, ADR (United Kingdom)	88,307	4,573,420
Leisure Products--0.58%		
Topgolf Callaway Brands Corp. ^{(b)(c)}	229,615	4,557,858
Life Sciences Tools & Services--1.05%		
BioLife Solutions, Inc. ^{(b)(c)}	219,073	4,841,513
CryoPort, Inc.	198,848	3,430,128
		8,271,641
Metal, Glass & Plastic Containers--1.09%		
Silgan Holdings, Inc.	183,660	8,611,817
Oil & Gas Drilling--0.85%		
Helmerich & Payne, Inc.	188,377	6,677,965
Oil & Gas Equipment & Services--0.81%		
NOV, Inc.	398,629	6,394,009
Oil & Gas Exploration & Production--2.17%		
Chesapeake Energy Corp.	95,139	7,961,232
CNX Resources Corp. ^{(b)(c)}	516,781	9,157,359
		17,118,591
Oil & Gas Storage & Transportation--1.32%		
Equitrans Midstream Corp.	1,087,307	10,394,655
Other Specialized REITs--2.47%		
Four Corners Property Trust, Inc. ^(b)	406,585	10,327,259
Outfront Media, Inc.	585,356	9,201,796
		19,529,055
Personal Care Products--1.46%		
BellRing Brands, Inc.	313,927	11,489,728
Pharmaceuticals--2.62%		
Collegium Pharmaceutical, Inc.	240,965	5,178,338
Intra-Cellular Therapies, Inc. ^(c)	124,317	7,871,752

	Shares	Value
Pharmaceuticals--(continued)		
Reata Pharmaceuticals, Inc., Class A ^{(b)(c)}	74,653	\$ 7,611,620
		20,661,710
Property & Casualty Insurance--1.22%		
Definity Financial Corp. (Canada)	362,512	9,618,643
Real Estate Operating Companies--0.80%		
DigitalBridge Group, Inc. ^(b)	427,308	6,285,701
Regional Banks--5.69%		
Berkshire Hills Bancorp, Inc.	237,937	4,932,434
Cathay General Bancorp	197,702	6,364,027
Columbia Banking System, Inc.	348,254	7,062,591
OceanFirst Financial Corp.	282,334	4,410,057
Pacific Premier Bancorp, Inc.	293,957	6,079,031
Webster Financial Corp.	157,136	5,931,884
Wintrust Financial Corp.	81,965	5,952,298
WSFS Financial Corp.	109,948	4,147,239
		44,879,561
Research & Consulting Services--2.35%		
CACI International, Inc., Class A	31,213	10,638,639
KBR, Inc.	121,504	7,905,050
		18,543,689
Restaurants--1.60%		
Papa John's International, Inc. ^(b)	62,114	4,585,877
Texas Roadhouse, Inc.	71,351	8,011,290
		12,597,167
Semiconductor Materials & Equipment--1.00%		
MKS Instruments, Inc. ^(b)	73,139	7,906,326
Semiconductors--3.02%		
Allegro MicroSystems, Inc. (Japan) ^{(b)(c)}	203,293	9,176,646
Ambarella, Inc. ^{(b)(c)}	86,393	7,228,502
MACOM Technology Solutions Holdings, Inc. ^(c)	113,262	7,422,059
		23,827,207
Soft Drinks & Non-alcoholic Beverages--0.92%		
Coca-Cola Consolidated, Inc.	11,359	7,224,551
Steel--0.84%		
Commercial Metals Co.	126,367	6,654,486
Systems Software--2.09%		
Gitlab, Inc., Class A	181,549	9,278,969
Progress Software Corp.	124,567	7,237,343
		16,516,312
Transaction & Payment Processing Services--0.97%		
Marqeta, Inc., Class A	1,566,575	7,629,220
Total Common Stocks & Other Equity Interests (Cost \$566,753,903)		776,024,396

	Shares	Value
Money Market Funds--(continued)		
Invesco Treasury Portfolio, Institutional Class, 5.03% ^(e)	5,240,332	\$ 5,240,332
Total Money Market Funds (Cost \$13,096,668)		13,096,480
TOTAL INVESTMENTS IN SECURITIES (excluding investments purchased with cash collateral from securities on loan)-100.01% (Cost \$579,850,571)		789,120,876

Investments Purchased with Cash Collateral from Securities on Loan

Money Market Funds-16.19%		
Invesco Private Government Fund, 5.10% ^{(d)(e)(f)}	35,759,450	35,759,450

Investment Abbreviations:

ADR ... American Depositary Receipt
REIT ... Real Estate Investment Trust

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 is the developed exclusive property and a service mark of MSCI Inc. and Standard & Poor's.
- (b) All or a portion of this security was out on loan at June 30, 2023.

	Shares	Value
Money Market Funds--(continued)		
Invesco Private Prime Fund, 5.23% ^{(d)(e)(f)}	91,971,325	\$ 91,962,126
Total Investments Purchased with Cash Collateral from Securities on Loan (Cost \$127,723,355)		127,721,576
TOTAL INVESTMENTS IN SECURITIES...116.20% (Cost \$707,573,926)		916,842,452
OTHER ASSETS LESS LIABILITIES... (16.20)%		(127,814,000)
NET ASSETS...100.00%		\$ 789,028,403

Portfolio Composition

Balance Sheet as of December 31, 2023

Industrials	21.43%
Health Care	17.38
Consumer Discretionary	13.55
Information Technology	13.27
Financials	11.65
Materials	5.44
Energy	5.14
Real Estate	4.49
Consumer Staples	3.33
Other Sectors, Each Less than 2% of Net Assets	2.67
Money Market Funds Plus Other Assets Less Liabilities	1.65

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

Statement of Assets and Liabilities

June 30, 2023

(Unaudited)

Statement of Changes in Net Assets

For the period ended June 30, 2023 and the period ended December 31, 2022

(Unaudited)

	June 30, 2023	December 31, 2022
Operations:		
Net investment income	\$ 1,068,234	\$ 1,485,633
Net realized gain (loss)	48,115,445	(23,750,385)
Change in net unrealized appreciation (depreciation)	16,744,674	(116,235,674)
Net increase (decrease) in net assets resulting from operations	65,928,353	(138,500,426)
Distributions to shareholders from distributable earnings:		
Series I	"	(17,665,623)
Series II	"	(72,522,192)
Total distributions from distributable earnings	"	(90,187,815)
Share transactions-net:		
Series I	698,911	27,595,256
Series II	16,942,975	38,792,050
Net increase in net assets resulting from share transactions	17,641,886	66,387,306
Net increase (decrease) in net assets	83,570,239	(162,300,895)
Net assets:		
Beginning of period	705,458,164	867,759,059
End of period	\$789,028,403	\$ 705,458,164

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 (loss) ^(a)	Net gains (losses) on securities (both realized and unrealized)	Total from investment operations	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 (loss) to average net assets	Portfolio turnover ^(d)
Series I														
Six months ended 06/30/23	\$23.08	\$ 0.06	\$ 2.10	\$ 2.16	\$ "	\$ "	\$ "	\$25.24	9.36%	\$156,889	0.88%	0.88% ^(e)	0.49% ^(e)	28%
Year ended 12/31/22	31.47	0.11	(5.12)	(5.01)	(0.15)	(3.23)	(3.38)	23.08	(15.83)	142,703	0.84	0.87	0.41	32
Year ended 12/31/21	27.42	0.01	6.19	6.20	(0.12)	(2.03)	(2.15)	31.47	22.55	158,060	0.80	0.84	0.03	32
Year ended 12/31/20	23.32	0.09	4.47	4.56	(0.14)	(0.32)	(0.46)	27.42	19.93	119,377	0.80	0.91	0.41	35
Year ended 12/31/19	20.36	0.11	5.06	5.17	(0.05)	(2.16)	(2.21)	23.32	26.47	109,695	0.80	0.86	0.49	36
Year ended 12/31/18	25.79	0.07	(2.07)	(2.00)	(0.08)	(3.35)	(3.43)	20.36	(10.32)	123,962	0.80	0.83	0.28	45

Notes to Financial Statements

June 30, 2023
(Unaudited)

NOTE 1—Significant Accounting Policies

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

The Fund's investment objective is to seek capital appreciation.

The Fund currently offers two classes of shares, Series I and Series II, both of which are offered to insurance company separate account funding 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, *Investment Company*.

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.

A security listed or traded on an exchange is generally valued at its trade price or official closing price that day as of the close of the exchange if the security is principally traded, or lacking any trades or official closing price on a particular day, the security may be valued at the last bid price or the bid price of the security. Securities traded in the over-the-counter market are valued based on prices furnished by independent pricing services or market makers. When valued using prices provided by an independent pricing service they may be considered fair valued. Futures contracts are valued at the daily settlement price on an exchange on which they are principally traded. U.S. exchange-traded options are valued at the mean between the last bid and asked prices on which they are principally traded. Non-U.S. exchange-traded options are valued at the final settlement price set by the exchange on which they are not listed on an exchange and swaps generally are valued using pricing provided from independent pricing services.

Securities of investment companies that are not exchange-traded (e.g., open-end mutual funds) are valued using such company's net asset value per share.

Deposits, other obligations of U.S. and non-U.S. banks and financial institutions are valued at their daily account value.

Fixed income securities (including convertible debt securities) generally are valued on the basis of prices provided by independent pricing services. Prices provided by the pricing service may be determined without exclusive reliance on quoted prices, and may reflect appropriate discounts for illiquid securities in similar groups of securities, developments related to specific securities, dividend rate (for unlisted equities), yield, (made-to-be issued), coupon rate (for debt obligations), maturity (for debt obligations), individual trading characteristics and other market data. Pricing services generally assume orderly transactions of institutional round lot size, but a fund may hold or transact in the same securities in smaller odd lots often trade at lower prices than institutional round lots, and their value may be adjusted accordingly. Debt obligations are subject to interest rate risk. In addition, all debt obligations involve some risk of default with respect to interest and/or principal payments.

Foreign securities (including foreign exchange contracts) prices are converted into U.S. dollar amounts using the applicable close of rates of the New York Stock Exchange (NYSE). If market quotations are available and reliable for foreign exchange-traded equities, the security will be valued at the market quotations. Invesco Advisers, Inc. (the Adviser) or Invesco may use various pricing services to obtain market quotations as well. Because trading hours for certain foreign securities end before the close of the NYSE, closing market quotations may become unreliable. In the Adviser's judgment (unreliable). If, between the time trading ends on a particular security and the close of the customer's trading session on the NYSE, a significant event occurs that makes the closing price of the security unreliable, the Adviser may fair value the security. If the effect is likely to have a significant effect on the closing price of the security, the security will be valued at fair value in good faith in accordance with Board-approved policies and procedures (Valuation Procedures). Adjustments to closing prices to reflect fair value may also be based on a screening process of available pricing data of the degree of certainty, based on historical data, that the closing price in the principal market where a foreign security trades is the current value of the security.

B. Securities Transactions and Investment Income ... Securities transactions are accounted for on a trade date basis. Realized gains or losses 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.

reimburse expenses during the period under these expense limits. Effective July 1, 2023, the fee waiver agreement has been extended for an indefinite period. Invesco may amend and/or terminate this expense limit at any time in its sole discretion and will inform the Board of Trustees of any such changes.

Further, the Adviser has contractually agreed, through at least June 30, 2025, to waive the advisory fee payable by the Fund in an amount equal to the net advisory fees the Adviser receives from the affiliated money market funds on investments by the Fund of uninvested cash (excluding investments from securities lending) in such affiliated money market funds.

For the six months ended June 30, 2023, the Adviser waived advisory fees of \$9,405.

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 providing accounting services and fund administrative services to the Fund and to reimburse Invesco for fees paid to insurance companies that have provided certain administrative services to the Fund. These administrative services provided by the insurance companies may include, among other things: maintaining master accounts with the Fund; tracking, recording and transmitting net purchase and redemption orders for Fund shares; maintaining general ledgers to the purchase, redemption and other account activity of variable product owners; distributing copies of Fund documents such as prospectuses, periodic reports, to variable product owners, and responding to inquiries from variable product owners about the Fund. Pursuant to the such agreements, for the six months ended June 30, 2023, Invesco was paid \$52,340 for accounting and fund administrative services and was reimbursed \$546,164 for fees paid to insurance companies. Invesco has entered into a sub-administration agreement whereby State Street Bank and Trust Company (•SSBŽ) provides and accounts for 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. (•IISŽ) 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 performance of providing such services. For the six months ended June 30, 2023, expenses incurred under the agreement are shown in the Statement of Operations as follows:

The Trust has entered into a master distribution agreement with Invesco Distributors, Inc. (•IDIŽ) to serve as the distributor for the Fund. The Trust has also entered into a plan pursuant to Rule 12b-1 under the 1940 Act with respect to the Fund's Series II shares (the •PlanŽ). The Fund, pursuant to the Plan, pays IDI commissions at an 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 payments, 12.5% 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, 2023, expenses incurred under the Plan are detailed in the Statement of Operations.

For the six months ended June 30, 2023, the Fund incurred \$9,454 in brokerage commissions with Invesco Capital Markets, Inc. an affiliate of the Fund, for portfolio transactions executed on behalf of the Fund.

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 unadjusted quoted prices in an active market for identical assets (Level 1) and the lowest priority to significant unobservable inputs (Level 3) if market prices are not readily available. Based on the valuation inputs, the securities or other investments are tiered into one of three levels. Changes in the level of a security or other investment 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 the asset or liability. These may include quoted prices for similar securities, interest rates, prepayment speeds, credit risk, yield curves, losses, and default rates, volatilities and others.

Level 3 ... Prices are determined using significant unobservable inputs. In situations where quoted prices or observable inputs are not available (for

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 may appear in the Statement of Assets and Liabilities under the payable caption Amount due custodian. To compensate the custodian bank for overdrafts, the 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 by paying the custodian bank at a rate agreed upon by the custodian bank and Invesco, not to exceed the contractually agreed upon rate.

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 C Re classifications are made to the Fund's capital accounts to reflect income and gains available for distribution (or available for distribution) in accordance with the 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 carryforward in the future may be limited by the Internal Revenue Code and related regulations based on the results of future transactions.

The Fund had a capital loss carryforward as of December 31, 2022, as follows:

Capital Loss Carryforward*

Expiration	Short-Term	Long-Term	Total
Not subject to expiration	\$13,570,255	\$,	\$13,570,255

* Capital loss carryforward is reduced for limitations, if any, to the extent required by the Internal Revenue Code and may be further limited by factors, including the realization of net unrealized gains or losses as of the date of any reorganization.

NOTE 8–Investment Transactions

The aggregate amount of investment securities (other than short-term securities, U.S. Government obligations and money market funds, if any) purchased by the Fund during the six months ended June 30, 2023 was \$224,683,955 and \$201,083,579, respectively. Cost of investments, including brokerage commissions, net of tax, on a 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	\$226,740,795
Aggregate unrealized (depreciation) of investments	(28,220,190)
Net unrealized appreciation of investments	\$198,520,605

Cost of investments for tax purposes is \$718,321,847.

NOTE 9–Share Information

Summary of Share Activity

	Six months ended June 30, 2023 ^(a)		Year ended December 31, 2022	
	Shares	Amount	Shares	Amount
Sold:				
Series I	480,168	\$ 11,501,271	1,513,424	\$ 40,286,449
Series II	2,086,240	49,335,252	6,330,860	168,624,857
Issued as reinvestment of dividends:				
Series I	-	-	771,088	17,665,623
Series II	-	-	3,236,153	72,522,192
Reacquired:				
Series I	(448,344)	(10,802,360)	(1,123,240)	(30,356,816)
Series II	(1,381,295)	(32,392,277)	(7,638,283)	(202,354,999)
Net increase in share activity	736,769	\$ 17,641,886	3,090,002	\$ 66,387,306

^(a) There are entities that are record owners of more than 5% of the outstanding shares of the Fund as of June 30, 2023.

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 table 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 30, 2023 through January 30, 2023.

The actual and hypothetical expenses in the examples below do not represent the effect of any fees or other expenses assessed in connection with the Fund; 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 ending account value, 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 annual expense ratio of 0.86% and a hypothetical return of 5% per year before expenses, which is not the Fund's actual return.

The hypothetical example below is based on the Fund's actual expense ratio of 0.86% and a hypothetical return of 5% per year before expenses. The hypothetical example is based on the Fund's actual expense ratio of 0.86% and a hypothetical return of 5% per year before expenses. The hypothetical example is based on the Fund's actual expense ratio of 0.86% and a hypothetical return of 5% per year before expenses.

Please note that the expenses shown in the table are meant to highlight your ongoing costs. Therefore, the hypothetical information is not intended to be used for investment purposes.

Approval of Investment Advisory and Sub-Advisory Contracts

At meetings held on June 13, 2023, 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 V.I. Main Street Small Cap Fund (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, 2023. 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 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, including a working group focused on opportunities to make ongoing and continuous improvements to the annual review process for the Invesco Funds' investment advisory and sub-advisory contracts. The Board took into account evaluations and reports that it received

performance of Series II shares of the Fund was above the performance of the Index for the one, three, five and ten year periods. 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. The Board considered the extent to which there may be economies of scale in the provision of advisory services to the Fund and the Invesco Funds, and the extent to which such economies of scale are shared with the Fund and the Invesco Funds. The Board also acknowledged the difficulty in calculating and measuring economies of scale at the individual fund level; noting that only indicative and estimated measures are available at the individual fund level and that such measures are subject to uncertainty.

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 II shares of the Fund was below the median contractual management fee rate 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 is not able to provide information on a fund-by-fund basis as to what is included. The Board also reviewed the methodology used by Broadridge in calculating 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 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 Fund of the Fund. The Board also considered the fees charged by the particular Invesco Fund, with some Invesco Funds showing indicative losses to Invesco Advisers and its affiliates managed. Invesco Advisers reviewed with the Board differences in the scope of services it provides to the Invesco Funds relative to that provided by Invesco Advisers and its affiliates to certain other types of client accounts, including, among others: management of cash flows as a result of redemptions and purchases; necessary infrastructure such as officers, office space, technology, legal and distribution; oversight of service providers; costs and business risks associated with launching new funds and sponsoring and maintaining the product line; and compliance with federal and state laws and regulations. Invesco Advisers also advised the Board that many of the similarly managed client accounts have all-inclusive fee structures, which are not easily un-bundled.

The Board also compared the Fund's effective advisory fee rate (defined for this purpose as the advisory fee rate after advisory fee waivers and before other expense limitations/waivers) to the effective advisory fee rates of other similarly managed third-party mutual funds advised or sub-advised by Invesco Advisers and its affiliates, based on asset balances as of December 31, 2022.

The Board also 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 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 most Invesco Funds individually. The Board considered that profits to Invesco Advisers can vary significantly depending on the performance of the Invesco Funds and the costs of providing advisory services to the Invesco Funds. The Board also noted that Invesco Advisers and its affiliates provide advisory services to a wide range of clients, including, among others, institutional investors, pension funds, and other financial institutions. The Board also noted that Invesco Advisers and its affiliates provide advisory services to a wide range of clients, including, among others, institutional investors, pension funds, and other financial institutions.

Board considered information provided by Invesco Advisers related to the performance of Invesco Advisers as securities lending agent, including a summary of the securities lending services provided to the Fund by Invesco Advisers and the compensation paid to Invesco Advisers for such