

Invesco Van Kampen Bond Fund
Form N-CSRS
November 07, 2011

OMB APPROVAL

OMB Number: 3235-0570
Expires: January 31, 2014
Estimated average burden
hours per response: 20.6

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR
CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT
INVESTMENT COMPANIES
Investment Company Act file number 811-02090
Invesco Van Kampen Bond Fund
(Exact name of registrant as specified in charter)
1555 Peachtree Street, N.E., Atlanta, Georgia 30309**

(Address of principal executive offices) (Zip code)
Colin Meadows 1555 Peachtree Street, N.E., Atlanta, Georgia 30309

(Name and address of agent for service)

Registrant's telephone number, including area code: (713) 626-1919

Date of fiscal year end: 2/28

Date of reporting period: 8/31/11

Item 1. Reports to Stockholders.

Invesco Van Kampen Bond Fund

Semiannual Report to Shareholders § August 31, 2011

NYSE: VBF

2	Fund Performance
3	Dividend Reinvestment Plan
4	Schedule of Investments
17	Financial Statements
19	Notes to Financial Statements
26	Financial Highlights
27	Approval of Investment Advisory and Sub-Advisory Agreements
29	Results of Proxy

Unless otherwise noted, all data provided by Invesco.

NOT FDIC INSURED

MAY LOSE VALUE

NO BANK GUARANTEE

Fund Performance**Performance summary***Cumulative total returns, 2/28/11 to 8/31/11*

Fund at NAV	4.22%
Fund at Market Value	10.32
Barclays Capital Baa U.S. Corporate Bond Index	5.13
Market Price Discount to NAV as of 8/31/11	-3.58

Lipper Inc.

The performance data quoted represent past performance and cannot guarantee comparable future results; current performance may be lower or higher. Investment return, net asset value and common share market price will fluctuate so that you may have a gain or loss when you sell shares. Please visit invesco.com/performance for the most recent month-end performance. Performance figures reflect Fund expenses, the reinvestment of distributions (if any) and changes in net asset value (NAV) for performance based on NAV and changes in market price for performance based on market price.

Since the Fund is a closed-end management investment company, shares of the Fund may trade at a discount or premium from the NAV. This characteristic is separate and distinct from the risk that NAV could decrease as a result of investment activities and may be a greater risk to investors expecting to sell their shares after a short time. The Fund cannot predict whether shares will trade at, above or below NAV. The Fund should not be viewed as a vehicle for trading purposes. It is designed primarily for risk-tolerant long-term investors.

The **Barclays Capital Baa U.S. Corporate Bond Index** is the Baa component of the Barclays Capital U.S. Corporate Investment Grade Index.

The **Barclays Capital U.S. Corporate Investment Grade Index** consists of publicly issued, fixed rate, nonconvertible, investment-grade debt securities.

The Fund is not managed to track the performance of any particular index, including the index(es) defined 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.

NYSE Symbol**VBF****2 Invesco Van Kampen Bond Fund**

Dividend Reinvestment Plan

The dividend reinvestment plan (the Plan) offers you a prompt and simple way to reinvest your dividends and capital gains distributions (Distributions) into additional shares of your Fund. Under the Plan, the money you earn from Distributions will be reinvested automatically in more shares of your Fund, allowing you to potentially increase your investment over time.

Plan benefits

n Add to your account:

You may increase the amount of shares in your Fund easily and automatically with the Plan.

n Low transaction costs:

Shareholders who participate in the Plan are able to buy shares at below-market prices when the Fund is trading at a premium to its net asset value (NAV). In addition, transaction costs are low because when new shares are issued by a Fund, there is no fee, and when shares are bought in blocks on the open market, the per share fee is shared among all Participants.

n Convenience:

You will receive a detailed account statement from Computershare Trust Company, N.A. (the Agent) which administers the Plan. The statement shows your total Distributions, date of investment, shares acquired, and price per share, as well as the total number of shares in your reinvestment account. You can also access your account via the Internet. To do this, please go to invesco.com/us.

n Safekeeping:

The Agent will hold the shares it has acquired for you in safekeeping.

How to participate in the Plan

If you own shares in your own name, you can participate directly in the Plan. If your shares are held in street name in the name of your brokerage firm, bank, or other financial institution you must instruct that entity to participate on your behalf. If they are unable to participate on your behalf, you may request that they reregister your shares in your own name so that you may enroll in the Plan.

How to enroll

To enroll in the Plan, please read the Terms and Conditions in the Plan Brochure. You can enroll in the Plan by visiting invesco.com/us, calling toll-free 800 341 2929 or notifying us in writing at Invesco Closed-End Funds, Computershare Trust Company, N.A., P.O. Box 43078, Providence, RI 02940-3078. Please include your Fund name and account number and ensure that all shareholders listed on the account sign these written instructions. Your participation in the Plan will begin with the next Distribution payable after the Agent receives your authorization, as long as they receive it before the record date, which is generally 10 business days before such Distributions are paid. If your authorization arrives after such record date, your participation in the Plan will begin with the following Distributions.

How the Plan works

If you choose to participate in the Plan, your Distributions will be promptly reinvested for you, automatically increasing your reinvestment shares. If the Fund is trading at a share price that is equal to its NAV, you will pay that amount for your reinvested shares. However, if the Fund is trading above or below NAV, the price is determined by one of two ways:

1. Premium: If the Fund is trading at a premium (a market price that is higher than its NAV) you will pay either the NAV or 95 percent of the market price, whichever is greater. When the Fund trades at a premium, you will pay

less for your reinvested shares than an investor purchasing shares on the stock exchange. Keep in mind, a portion of your price reduction may be taxable because you are receiving shares at less than market price.

2. Discount: If the Fund is trading at a discount a market price that is lower than NAV you ll pay the market price for your reinvested shares.

Costs of the Plan

There is no direct charge to you for reinvesting Distributions because the Plan s fees are paid by your Fund. If your Fund is trading at or above its NAV, your new shares are issued directly by the Fund and there are no brokerage charges or fees. However, if your Fund is trading at a discount, the shares are purchased on the open market, and you will pay your portion of per share fees. These per share fees are typically less than the standard brokerage charges for individual transactions because shares are purchased for all Participants in blocks, resulting in lower fees for each individual Participant. Any service or per share fees are added to the purchase price. Per share fees include any applicable brokerage commissions the Agent is required to pay.

Tax implications

The automatic reinvestment of Distributions does not relieve you of any income tax that may be due on Distributions. You will receive tax information annually to help you prepare your federal income tax return.

Invesco does not offer tax advice. The tax information contained herein is general and is not exhaustive by nature. It was not intended or written to be used, and it cannot be used, by any taxpayer for avoiding penalties that may be imposed on the taxpayer under U.S. federal tax laws. Federal and state tax laws are complex and constantly changing. Shareholders should always consult a legal or tax adviser for information concerning their individual situation.

How to withdraw from the Plan

You may withdraw from the Plan at any time by calling 800 341 2929, visiting invesco.com/us or by writing to Invesco Closed-End Funds, Computershare Trust Company, N.A., P.O. Box 43078, Providence, RI 02940-3078. Simply indicate that you would like to withdraw from the Plan, and be sure to include your Fund name and account number. Also, ensure that all shareholders listed on the account have signed these written instructions. If you withdraw, you have three options with regard to the shares held in the Plan:

1. If you opt to continue to hold your non-certificated whole shares (Investment Plan Book Shares), they will be held by the Agent electronically as Direct Registration Book-Shares (Book-Entry Shares) and fractional shares will be sold at the then-current market price. Proceeds will be sent via check to your address of record after deducting applicable fees.
2. If you opt to sell your shares through the Agent, we will sell all full and fractional shares and send the proceeds via check to your address of record after deducting a \$2.50 service fee and applicable per share fees. Per share fees include any applicable brokerage commissions the Agent is required to pay.
3. You may sell your shares through your financial adviser through the Direct Registration System (DRS). DRS is a service within the securities industry that allows Fund shares to be held in your name in electronic format. You retain full ownership of your shares, without having to hold a share certificate. You should contact your financial adviser to learn more about any restrictions or fees that may apply.

To obtain a complete copy of the Dividend Reinvestment Plan, please call our Client Services department at 800 341 2929 or visit invesco.com/us.

Schedule of Investments*August 31, 2011**(Unaudited)*

	Principal Amount	Value
U.S. Dollar Denominated Bonds & Notes 83.47% ^(a)		
Advertising 0.54%		
WPP Finance (United Kingdom), Sr. Unsec. Gtd. Global Notes, 8.00%, 09/15/14	\$ 1,080,000	\$ 1,260,028
Aerospace & Defense 0.18%		
Alliant Techsystems, Inc., Sr. Unsec. Gtd. Sub. Notes, 6.88%, 09/15/20	35,000	35,175
Bombardier, Inc. (Canada), Sr. Unsec. Notes, 7.50%, 03/15/18 ^(b)	140,000	152,775
7.75%, 03/15/20 ^(b)	70,000	77,175
Huntington Ingalls Industries, Inc., Sr. Unsec. Gtd. Notes, 6.88%, 03/15/18 ^(b)	10,000	9,425
7.13%, 03/15/21 ^(b)	40,000	37,750
Spirit Aerosystems, Inc., Sr. Unsec. Gtd. Global Notes, 6.75%, 12/15/20	25,000	25,000
TransDigm, Inc., Sr. Unsec. Gtd. Sub. Notes 7.75%, 12/15/18 ^(b)	10,000	10,250
Triumph Group, Inc., Sr. Unsec. Gtd. Sub. Global Notes, 8.00%, 11/15/17	70,000	72,625
		420,175

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Agricultural Products 1.39%

Bunge Ltd. Finance Corp., Unsec. Gtd. Unsub. Notes, 4.10%, 03/15/16	1,685,000	1,761,439
Cargill, Inc., Sr. Unsec. Notes, 5.60%, 09/15/12 ^(b)	600,000	630,889
Corn Products International, Inc., Sr. Unsec. Notes, 3.20%, 11/01/15	460,000	480,630
6.63%, 04/15/37	300,000	336,893
		3,209,851

Airlines 2.24%

America West Airlines LLC Series 2001-1, Sec. Pass Through Ctfs., 7.10%, 04/02/21	370,368	357,405
American Airlines Pass Through Trust, Series 2001-2, Class A-2, Sec. Global Pass Through Ctfs., 7.86%, 10/01/11	700,000	701,313
Series 2011-1, Class B, Sec. Gtd. Pass Through Ctfs., 7.00%, 01/31/18 ^(b)	824,521	729,701
American Airlines, Inc., Sr. Sec. Gtd. Notes, 7.50%, 03/15/16 ^(b)	20,000	18,350
Continental Airlines, Inc. Series 2010-1, Class B, Sec. Pass Through Ctfs., 6.00%, 01/12/19	770,000	691,556
Continental Airlines, Inc. Pass Through Trust, Series 2007-1, Class C, Sec. Sub. Global Pass Through Ctfs., 7.34%, 04/19/14	46,110	45,648
Series 2009-1, Sec. Pass Through Ctfs., 9.00%, 07/08/16	13,681	14,981
Delta Air Lines, Inc., Sec. Notes, 12.25%, 03/15/15 ^(b)	75,000	79,688
Series 2001-1, Class A-2, Sr. Sec. Pass Through Ctfs., 7.11%, 09/18/11	1,250,000	1,250,250
Series 2010-1, Class A, Sec. Pass Through Ctfs., 6.20%, 07/02/18	528,229	540,444
	492,839	479,902

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Series 2010-2, Class A, Sec. Pass Through Ctfs., 4.95%, 05/23/19		
Series 2011-1, Class A, Sec. Pass Through Ctfs., 5.30%, 04/15/19	165,000	161,494
Delta Air Lines, Inc. Pass Through Trust, Series 2010-1, Class B, Sec. Pass Through Ctfs., 6.38%, 01/02/16 ^(b)	15,000	13,725
Series 2010-2, Class B, Sec. Pass Through Ctfs., 6.75%, 11/23/15 ^(b)	20,000	18,400
US Airways Pass Through Trust Series 1998-1, Class C, Sec. Pass Through Ctfs., 6.82%, 01/30/14	87,961	80,704
		5,183,561
Alternative Carriers 0.08%		
Cogent Communications Group, Inc., Sr. Sec. Gtd. Notes, 8.38%, 02/15/18 ^(b)	50,000	52,500
Level 3 Communications, Inc., Sr. Unsec. Notes, 11.88%, 02/01/19 ^(b)	50,000	52,250
Level 3 Escrow, Inc., Sr. Unsec. Notes, 8.13%, 07/01/19 ^(b)	25,000	24,375
Level 3 Financing, Inc., Sr. Unsec. Gtd. Global Notes, 9.25%, 11/01/14	39,000	39,390
Sr. Unsec. Gtd. Notes, 9.38%, 04/01/19 ^(b)	25,000	24,875
		193,390
Aluminum 0.04%		
Century Aluminum Co., Sr. Sec. Gtd. Sub. Notes, 8.00%, 05/15/14	80,000	81,850
Apparel Retail 0.22%		
Express LLC/Express Finance Corp., Sr. Unsec. Gtd. Global Notes, 8.75%, 03/01/18	45,000	47,588
Gap, Inc. (The), Sr. Unsec. Notes, 5.95%, 04/12/21	370,000	351,962
J Crew Group, Inc., Sr. Unsec. Gtd. Global Notes, 8.13%, 03/01/19	55,000	48,950

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Limited Brands, Inc., Sr. Unsec. Gtd. Notes, 6.63%, 04/01/21	70,000	71,400
		519,900

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

4 Invesco Van Kampen Bond Fund

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

	Principal Amount	Value
Apparel, Accessories & Luxury Goods 0.15%		
Hanesbrands, Inc., Sr. Unsec. Gtd. Global Notes, 6.38%, 12/15/20	\$ 110,000	\$ 108,900
Jones Group, Inc. (The), Sr. Unsec. Notes, 6.88%, 03/15/19	145,000	137,387
Quiksilver, Inc., Sr. Unsec. Gtd. Global Notes, 6.88%, 04/15/15	100,000	93,500
		339,787
Asset Management & Custody Banks 0.19%		
First Data Corp., Sr. Sec. Gtd. Notes, 7.38%, 06/15/19 ^(b)	15,000	14,175
State Street Capital Trust III, Jr. Unsec. Gtd. Sub. Variable Rate Bonds, 5.34%, 01/29/49 ^(c)	435,000	432,406
		446,581
Auto Parts & Equipment 0.08%		
Allison Transmission, Inc., Sr. Unsec. Gtd Notes, 7.13%, 05/15/19 ^(b)	80,000	75,600
Dana Holding Corp., Sr. Unsec. Notes, 6.50%, 02/15/19	15,000	14,813
6.75%, 02/15/21	25,000	24,687
Tenneco, Inc., Sr. Gtd. Global Notes, 6.88%, 12/15/20	75,000	76,500
		191,600
Automobile Manufacturers 0.10%		
Ford Motor Co., Sr. Unsec. Global Notes, 7.45%, 07/16/31	205,000	225,500

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Automotive Retail 1.28%

Advance Auto Parts, Inc., Sr. Unsec. Gtd. Notes, 5.75%, 05/01/20	1,600,000	1,780,258
AutoZone, Inc., Sr. Unsec. Global Notes, 6.50%, 01/15/14	675,000	756,020
O Reilly Automotive, Inc., Sr. Unsec. Gtd. Notes, 4.88%, 01/14/21	405,000	434,106
		2,970,384

Biotechnology 0.01%

STHI Holding Corp., Sec. Gtd. Notes, 8.00%, 03/15/18 ^(b)	15,000	14,850
---	--------	--------

Brewers 0.96%

Anheuser-Busch InBev Worldwide, Inc., Sr. Unsec. Gtd. Global Notes, 3.00%, 10/15/12	2,000,000	2,052,503
8.20%, 01/15/39	120,000	175,618
		2,228,121

Broadcasting 1.13%

Clear Channel Communications, Inc., Sr. Sec. Gtd. Global Notes 9.00%, 03/01/21	80,000	66,000
COX Communications, Inc., Sr. Unsec. Notes, 8.38%, 03/01/39 ^(b)	305,000	410,166
Discovery Communications LLC, Sr. Unsec. Gtd. Global Notes, 3.70%, 06/01/15	2,000,000	2,136,436
		2,612,602

Building Products 0.27%

Associated Materials LLC, Sr. Sec. Gtd. Global Notes, 9.13%, 11/01/17	95,000	83,125
Building Materials Corp. of America, Sr. Sec. Gtd. Notes, 7.50%, 03/15/20 ^(b)	95,000	97,375

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Sr. Unsec. Notes, 6.88%, 08/15/18 ^(b)	80,000	79,200
Gibraltar Industries, Inc. Series B, Sr. Unsec. Gtd. Sub. Global Notes, 8.00%, 12/01/15	50,000	49,375
Nortek, Inc., Sr. Gtd. Notes, 8.50%, 04/15/21 ^(b)	205,000	177,325
Roofing Supply Group LLC, Sr. Sec. Notes, 8.63%, 12/01/17 ^(b)	110,000	107,250
USG Corp., Sr. Unsec. Notes, 9.75%, 01/15/18	35,000	31,456
		625,106
Cable & Satellite 3.70%		
Comcast Corp., Sr. Unsec. Gtd. Global Notes, 5.70%, 05/15/18	1,545,000	1,788,915
6.50%, 01/15/15	500,000	574,109
Sr. Unsec. Gtd. Notes, 6.45%, 03/15/37	580,000	645,245
CSC Holdings LLC, Sr. Unsec. Notes, 7.63%, 07/15/18	250,000	264,375
DIRECTV Holdings LLC, Sr. Unsec. Gtd. Global Notes, 7.63%, 05/15/16	2,100,000	2,258,813
EH Holding Corp., Sr. Sec. Gtd. Notes, 6.50%, 06/15/19 ^(b)	25,000	25,125
Sr. Unsec. Gtd. Notes, 7.63%, 06/15/21 ^(b)	15,000	15,000
Intelsat Jackson Holdings S.A. (Luxembourg), Sr. Unsec. Gtd. Notes, 7.50%, 04/01/21 ^(b)	85,000	82,875
Kabel BW Erste Beteiligungs GmbH (Germany), Sr. Sec. Gtd. Notes, 7.50%, 03/15/19 ^(b)	150,000	152,250
NBC Universal Media LLC, Sr. Unsec. Global Notes, 2.10%, 04/01/14	375,000	381,461
5.15%, 04/30/20	210,000	232,742
5.95%, 04/01/41	355,000	381,620
Time Warner Cable, Inc.,		

Edgar Filing: Invesco Van Kampen Bond Fund - Form N-CSRS

Sr. Unsec. Gtd. Global Notes, 6.55%, 05/01/37	310,000	339,311
8.75%, 02/14/19	455,000	591,455
Sr. Unsec. Gtd. Notes, 5.00%, 02/01/20	350,000	373,419
Virgin Media Secured Finance PLC (United Kingdom), Sr. Sec. Gtd. Notes, 5.25%, 01/15/21 ^(b)	420,000	457,375
		8,564,090

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

5 Invesco Van Kampen Bond Fund

	Principal Amount	Value
Casinos & Gaming 0.30%		
Ameristar Casinos, Inc., Sr. Unsec. Gtd. Notes, 7.50%, 04/15/21 ^(b)	\$ 20,000	\$ 20,450
Caesars Entertainment Operating Co., Inc., Sec. Gtd. Global Notes, 10.00%, 12/15/18	30,000	23,850
Sr. Sec. Global Notes, 12.75%, 04/15/18	50,000	44,250
Sr. Unsec. Gtd. Global Bonds, 5.63%, 06/01/15	10,000	7,250
CityCenter Holdings LLC, Sec. Gtd. PIK Notes, 10.75%, 01/15/17 ^(b)	15,833	