# PRODUCT KEY FACTS
# AIA Government Bond Fund
a sub-fund of AIA Wealth Funds

Issuer: AIA Investment Management HK Limited

April 2026

- ***This statement provides you with key information about this product.***
- ***This statement is a part of the offering document.***
- ***You should not invest in this product based on this statement alone.***

**Quick facts**

| | |
|---|---|
| Fund Manager: | AIA Investment Management HK Limited (the "**Manager**") |
| Trustee: | AIA Company (Trustee) Limited |
| Custodian: | Citibank N.A. |
| Ongoing charges over a year[#]: | Class A 1.0%<br><br>[#] The ongoing charges is capped at 1% of the average net asset value of the Sub-Fund over a 12-month period. The ongoing charges exceeding 1% of the average net asset value of the Sub-Fund will be borne by the Manager. At least one month's prior notice will be given to investors should the cap be removed. Please note that the ongoing charges figure may increase should the cap be removed.<br><br>Please note that the Manager will bear the establishment costs attributable to the Sub-Fund until the end of the amortization period. |
| Dealing frequency: | Daily |
| Base currency: | HKD |
| Dividend policy: | As Class A is an Accumulation Class, the Manager does not intend to pay distributions. Any net income and net realised capital gains attributable to units of Class A will be reflected in its net asset value. |
| Financial year end: | 31 December |
| Minimum investment: | Class A HK$10,000 (initial), HK$10,000 (additional) |

**What is this product?**

AIA Government Bond Fund (the "**Sub-Fund**") is a sub-fund of AIA Wealth Funds, a Hong Kong domiciled umbrella structure unit trust which is governed by the laws of Hong Kong.

**Objective and Investment Strategy**



[AIA – INTERNAL]

***Investment Objective***

The Sub-Fund aims to provide long term stable income by investing in debt securities issued by and/or guaranteed by governments, central banks (or equivalent), multilateral international agencies or other securities fulfilling requirements set out in the Sub-Fund's investment policies.

***Investment Strategy***

The Sub-Fund seeks to achieve its investment objective by investing in a diversified portfolio primarily (i.e. at least 80% of its latest available net asset value) comprising debt securities issued by and/or guaranteed by governments, central banks (or equivalent), multilateral international agencies or issued by companies all of the shares of which are owned beneficially by the government of Hong Kong, with credit rating of at least BBB by Standard & Poor's or Baa2 by Moody's or equivalent rating as rated by other internationally recognised credit rating agencies or PRC credit rating agencies ("**Minimum Credit Rating Requirement**").

The Sub-Fund may also hold cash, bank deposits and/or cash equivalents on a regular basis for liquidity management purposes. Under normal market conditions, the Sub-Fund's holding in cash, bank deposits and /or cash equivalents is not expected to exceed 20% of its latest available net asset value. However, under exceptional circumstances (e.g. market crash or major crisis), the Sub-Fund may temporarily invest substantially (i.e. up to 100%) in cash, bank deposits and/or cash equivalents for cash flow management.

The debt securities which the Sub-Fund may invest includes, but are not limited to, fixed and floating rate securities and convertible bonds. Investments in convertible bonds will be less than 30% of the Sub-Fund's latest available net asset value. Exposure to debt securities may be obtained indirectly through investments in collective investment schemes (including collective investment schemes managed by the Manager or a connected person of the Manager and exchange traded funds), however, the Sub-Fund's investments in other collective investment schemes (including exchange traded funds) will be less than 30% of its latest available net asset value.

The Sub-Fund may invest in debt securities issued by issuers worldwide and may invest in any country or region and in such proportion as the Manager deems appropriate. The Sub-Fund may invest less than 30% of its latest available net asset value in debt securities issued or distributed in Mainland China (including urban investment bonds) ("**Onshore RMB Bonds**"). Direct exposure to Onshore RMB Bonds may be gained via the China Interbank Bond Market ("**CIBM**") under Foreign Access Regime and/or Bond Connect and/or other means as may be permitted by the relevant regulations from time to time.

The Sub-Fund may invest primarily in debt securities with currency exposure in Macanese Pataca, HKD or USD. For debt securities which are not denominated in Macanese Pataca, HKD or USD, the Manager may perform currency hedging to hedge such currency exposure back to Macanese Pataca, HKD or USD.

The Sub-Fund does not intend to invest directly in debt securities issued and/or guaranteed by a single sovereign issuer (including its government, a public or local authority) or a central bank or multilateral international agency or companies all of the shares of which are owned beneficially by the government of Hong Kong, which are rated below the Minimum Credit Rating Requirement.

The Sub-Fund may acquire financial derivative instruments for hedging purposes only.

The Manager currently does not intend to enter into any securities lending transactions, sale and repurchase transactions and reverse repurchase transactions in respect of the Sub-Fund.

**Use of derivatives / investment in derivatives**

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's latest available net asset value.

**What are the key risks?**
**Investment involves risks. Please refer to the offering document for details including the risk factors.**



[AIA – INTERNAL]

- **General investment risk**
  - The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. There is no guarantee of the repayment of principal.

- **Risks relating to debt securities**
  - *Credit / counterparty risk:* The Sub-Fund is exposed to the credit / default risk of issuers of the debt securities that the Sub-Fund may invest in.
  - *Interest rate risk:* The Sub-Fund is subject to interest rate risk. In general, the prices of debt securities rise when interest rates fall, whilst their prices fall when interest rates rise.
  - *Credit rating risk:* Credit ratings assigned by rating agencies to a particular security and/or issuer are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times.
  - *Downgrading risk:* The credit rating of a debt instrument or its issuer may subsequently be downgraded. In the event of such downgrading, the value of the Sub-Fund may be adversely affected. The Manager may or may not be able to dispose of the debt instruments that are being downgraded.
  - *Valuation risk:* Valuation of the Sub-Fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the Sub-Fund.
  - *Unlisted debt securities risk:* Unlisted debt securities may not have an active secondary market and the Sub-Fund may need to hold the debt securities until their maturity date. The Sub-Fund may need to liquidate its investments at a substantial discount in order to satisfy such requests and the relevant Sub-Fund may suffer losses in trading such securities.
  - *Sovereign debt risk:* The Sub-Fund's investment in securities issued or guaranteed by governments may be exposed to political, social and economic risks. In adverse situations, the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the fund to participate in restructuring such debts. The Sub-Fund may suffer significant losses when there is a default of sovereign debt issuers.
  - *Risks associated with CIBM and Bond Connect and risks of investing in urban investment bonds:* Investing in the CIBM via Foreign Access Regime and/or Bond Connect is subject to regulatory risks and various risks such as volatility risk, liquidity risk, settlement and counterparty risk as well as other risk factors typically applicable to debt securities. In the event that the relevant Mainland China authorities suspend account opening or trading on the CIBM, the Sub-Fund's ability to invest in the CIBM will be adversely affected, which may impact the Sub-Fund's ability to achieve its investment objective. Urban investment bonds are issued by local government financing vehicles ("**LGFVs**"), such bonds are typically not guaranteed by local governments or the central government of the Mainland. In the event that the LGFVs default on payment of principal or interest of the urban investment bonds, the Sub-Fund could suffer substantial loss and the net asset value of the Sub-Fund could be adversely affected.

- **Liquidity risk**
  - The Sub-Fund is exposed to liquidity risk, as certain investments may be difficult or impossible to sell. This will affect the Sub-Fund's ability to acquire or dispose of such investments at its intrinsic value. As a result, this may have adverse impact on the Sub-Fund.

- **Currency risk**
  - Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. Also, a class of shares may be designated in a currency other than the base currency of the Sub-Fund. The net asset value of the Sub-Fund may be affected unfavourably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.



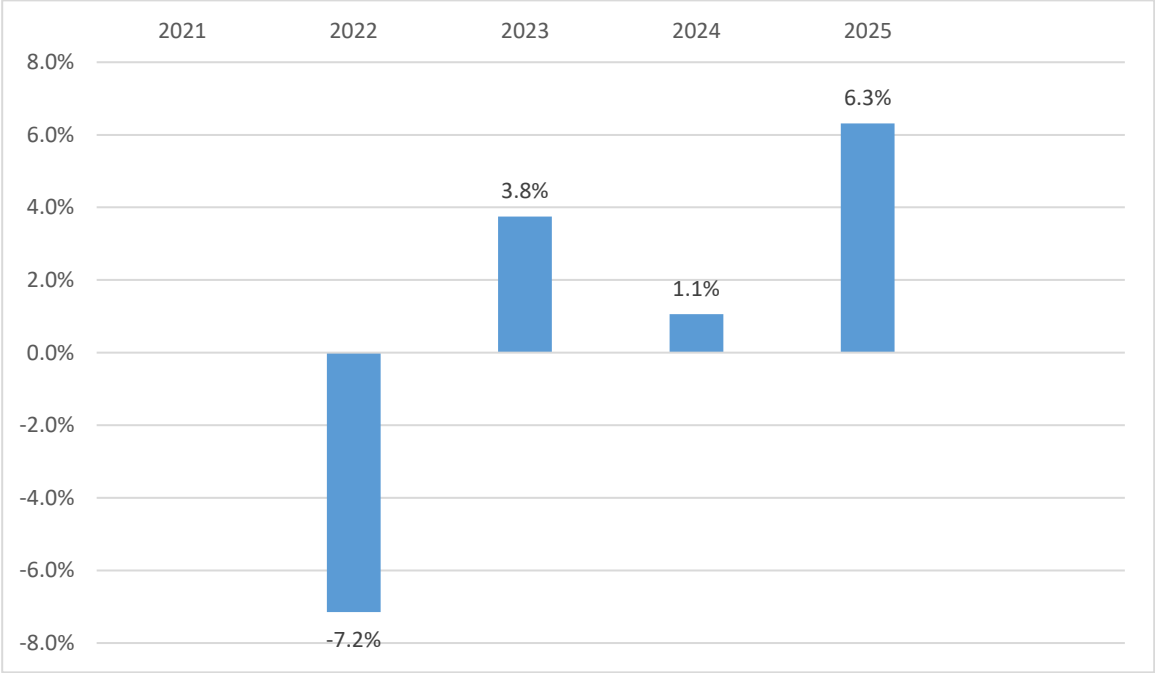
[AIA – INTERNAL]

- **Concentration risk**
  - While it is not the Manager's pre-determined strategy to invest in any percentage of the Sub-Fund's latest available net asset value in any specific market, region, sector and/or industry, the Sub-Fund may invest primarily in debt securities with currency exposure in Macanese Pataca, HKD or USD. In addition, it may be possible that, at times, the Sub-Fund's exposure may be more concentrated in a certain market, region, sector and/or industry. In such circumstances, the Sub-Fund may be subject to a higher concentration risks and the net asset value per unit of the Sub-Fund may be more volatile as the Sub-Fund will be more susceptible to fluctuations in value resulting from adverse conditions, political, policy, foreign exchange, liquidity, tax, legal or regulatory events, in the relevant country/region/sector/asset class in which the Sub-Fund invests.
  - The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

- **Hedging risk**
  - The Manager is permitted, but not obliged, to use hedging techniques such as using futures, options and/or forward contracts to attempt to offset market and currency risks. There is no guarantee that hedging techniques will fully and effectively achieve their desired result and hedging may become inefficient or ineffective. This may have adverse impact on the relevant Sub-Fund and its investors.

- **Mainland Chinese Credit Rating Agency risk**
  - The credit appraisal system in the Mainland China and the rating methodologies employed in the Mainland China may be different from those employed in other markets. Credit ratings given by Mainland China rating agencies may therefore not be directly comparable with those given by other international rating agencies.

**How has the Sub-Fund performed?**






[AIA – INTERNAL]

- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV.
- These figures show by how much the Sub-Fund increased or decreased in value during the calendar year being shown. Performance data has been calculated in HKD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 4 January 2021.

**Is there any guarantee?**

The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

**What are the fees and charges?**

***Charges which may be payable by you***

You may have to pay the following fees when dealing in the units of the Sub-Fund.

| **Fee** | **What you pay** |
|---|---|
| Subscription fee (subscription charge)<br>(% of subscription amount) | Class A: Up to 5% |
| Switching fee<br>(% of the total amount being converted) | Class A: Up to 5% |
| Redemption fee | Class A: Nil |

***Ongoing fees payable by the Sub-Fund***

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

| | **Annual rate (current rates as a % of the Sub-Fund's net asset value)** |
|---|---|
| Management fee* | Class A: 0.95% per annum |
| Trustee fee* | Class A: 0.05% per annum |
| Custodian fee* | Class A: Up to 0.07% per annum<br><br>The Custodian is also entitled to charge transaction charges at customary market rates, where necessary. |
| Application and Redemption Agent fee* | Class A: 0.005% per annum |
| Performance fee | Nil |
| Administrator fee* | Class A: 0.02% per annum |

** The fees and charges may be increased up to a specified permitted maximum level as set out in the offering document by giving at least one month's prior notice to investors. Please refer to the offering document for further details.*



[AIA – INTERNAL]

***Other fees***

You may have to pay other fees when dealing in the units of the Sub-Fund.

**Additional Information**

- You generally buy and redeem units at the Sub-Fund's next-determined net asset value after the Application and Redemption Agent (i.e. Citicorp Financial Services Limited) or the authorised distributors receive your request in good order on or before 5:00 p.m. (Hong Kong time) being the dealing cut-off time. The authorised distributors may impose different dealing deadlines for receiving requests from investors. Investors should confirm the arrangements with the authorised distributor(s) concerned.
- The net asset value of the Sub-Fund is calculated and the price of units published each "business day". They are available online at the Manager's website https://investment.aia.com/hk/index.html. Please note that the aforesaid website has not been reviewed by the SFC.

**Important**

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.



[AIA – INTERNAL]