# PRODUCT KEY FACTS
# AIA Diversified Fixed Income Fund
a sub-fund of AIA Investment 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**

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| Fund Manager/ Management Company: | FundRock Management Company S.A. (the "**Manager**") |
| Investment Manager(s): | AIA Investment Management Private Limited, Singapore (external delegation)<br>AIA Investment Management HK Limited, Hong Kong (external delegation) |
| Sub-Investment Manager(s): | BlackRock Financial Management, Inc., US (external delegation) |
| Depositary: | HSBC Continental Europe, Luxembourg |
| Ongoing charges over a year[#]: | Class R (USD) 1.36%<br>Class $R_{DM}$ (USD) 1.36% |
| | [#] The ongoing charges figure is an estimate only as the relevant class has not yet launched. The estimated ongoing charges figure is estimated based on the ongoing charges figure for a reference class which has similar fee structure. The actual figure may be different upon actual operation of the class and the figure may vary from year to year. |
| Dealing frequency: | Daily |
| Base currency: | USD |
| Dividend policy: | Accumulation Shares: Class R (USD) - No distribution of dividends.<br><br>Distribution Shares: Class $R_{DM}$ (USD) - Monthly distribution. The Sub-Fund (as defined below) shall determine how the earnings of Distribution Shares shall be distributed and may declare distributions from time to time, at such time and in relation to such periods as the Sub-Fund (as defined below) shall determine, in the form of cash or Shares, in accordance with the dividend distribution policy adopted for such Distribution Shares as described in the Prospectus of the Fund (as defined below). Dividend distributions are not guaranteed with respect to any Share class. Distribution may be paid out of capital or effectively out of capital and, if so, may result in immediate reduction in the net asset value per Share of the relevant class. |
| Financial year end: | 31 December |

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| Minimum investment: | Class R (USD) / $R_{DM}$ (USD) | USD1,000 (initial), USD1,000 (additional) |

**What is this product?**

AIA Diversified Fixed Income Fund (the "**Sub-Fund**") is a sub-fund of an umbrella fund, AIA Investment Funds (the "**Fund**"), which is an open-ended investment company with variable share capital (*société d'investissement à capital variable*). It is domiciled in Luxembourg and its home regulator is the *Commission de Surveillance du Secteur Financier* (CSSF).

**Objective and Investment Strategy**

***Investment Objective***

The Sub-Fund aims to maximise long-term return by investing in a diversified fixed income portfolio consisting primarily in investment grade bonds and other debt securities denominated in USD.

***Investment Strategy***

In order to achieve its investment objective, the Sub-Fund will invest primarily, *i.e.* at least 50% of the Sub-Fund's net asset value, in USD-denominated fixed or floating rate fixed income securities issued by government, agencies and companies globally.

The Sub-Fund may invest in a full spectrum of fixed income securities including corporate bonds, emerging markets debt instruments, collateralised loan obligations ("**CLOs**"), asset-backed securities ("**ABS**"), commercial mortgage-backed securities ("**CMBS**"), taxable municipals, US government or agency obligations, as well as commercial paper.

Investments in CLOs, ABS, CMBS and emerging market securities shall not, when combined, exceed 20% of the net asset value of the Sub-Fund.

The Sub-Fund can invest in securities issued by issuers domiciled outside of the US as long as they are denominated in USD.

The Sub-Fund will primarily invest in securities rated investment grade (BBB- or above rated by Standard & Poor's, Baa3 or above by Moody's and BBB- or above by Fitch or an equivalent rating from an internationally recognised rating agency) and non-investment grade securities shall not exceed 20% of the net assets of the Sub-Fund. The Sub-Fund will not invest in distressed or default securities (rated CCC+ (or equivalent) or below). In addition to considering the credit rating of a fixed income security, the Sub-Investment Manager's investment and research team will also conduct additional pre-trade and post-trade credit risk assessments for each fixed income security purchased.

The Sub-Fund's expected total maximum investment in debt instruments with loss-absorption features, including but not limited to contingent convertible bonds, Additional Tier 1 and Tier 2 capital instruments, will be up to 20% of its net asset value. These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s).

The Sub-Fund will not enter into (i) repurchase and reverse repurchase transactions, (ii) securities lending and securities borrowings, and (iii) total return swaps.

The Sub-Fund may hold ancillary liquid assets (*i.e.*, bank deposits at sight, such as cash held in current accounts with a bank accessible at any time) up to 20% of its net asset value in order to cover current or exceptional

payments, or for the time necessary to reinvest in eligible assets under applicable laws or for a period of time strictly necessary in case of unfavourable market conditions. On a temporary basis, for a period of time strictly necessary, and if justified by exceptionally unfavourable market conditions, the Sub-Fund may, in order to take measures to mitigate risks relative to such exceptional market conditions in the best interests of the investors, hold ancillary liquid assets up to 100% of its net asset value.

The Sub-Fund may not invest in securities from issuers manufacturing tobacco or firms involved in the manufacture of cluster munitions. In addition, the Sub-Fund shall not directly hold or acquire securities from issuers which are coal mining and / or coal-fired power generation companies.

However, the Sub-Fund may use financial derivative instruments for hedging and efficient portfolio management purposes only.

The Sub-Fund is not permitted to invest in aggregate more than 10% of its net asset value in shares or units of collective investment schemes and exchange-traded funds.

Subject to the above, the Sub-Fund may invest in fixed income securities of any issuer, of any industry or sector and in any geography.

In order to (i) achieve its investment goals, (ii) for treasury purposes, and/or (ii) in case of unfavourable market conditions, the Sub-Fund may hold cash equivalent (*i.e.*, bank deposits excluding bank deposits at sight, money market instruments or money market funds) pursuant to the applicable investment restrictions as set out in the investment policy and in the section headed "4. INVESTMENT STRATEGY AND RESTRICTIONS" in the prospectus.

**Use of derivatives / investment in derivatives**

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

**What are the key risks?**

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

- **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.

- **Risk associated with investing in fixed income transferable securities**
  - Debt securities are subject to both actual and perceived measures of creditworthiness. The "downgrading" of a rated debt security or its issuer, which may not be based on fundamental analysis, could decrease the value and liquidity of the security, particularly in a thinly traded market. This may lead to investments in such securities becoming less liquid, making it difficult to dispose of them.
  - Changes in market rates of interest will generally affect the Sub-Fund's asset values as the prices of fixed rate securities generally increase when interest rates decline and decrease when interest rates rise. Fixed income securities with longer-term maturities tend to be more sensitive to interest rate changes than shorter-term securities.
  - An economic recession may adversely affect an issuer's financial condition and the market value of high yield debt securities issued by such entity. In the event of bankruptcy of an issuer, the Sub-Fund may experience losses and incur costs.

- Issuers of non-investment grade or unrated debt may be highly leveraged and carry a greater risk of default. In addition, non-investment grade or unrated securities tend to be less liquid and more volatile than higher rated fixed-income securities, so that adverse economic events may have a greater impact on the prices of non-investment grade debt securities than on higher rated fixed-income securities. Such securities are also subject to greater risk of loss of principal and interest than higher rated fixed-income securities.

- **Sovereign debt risk**
  - Investments in sovereign debt may involve a degree of risk, including political, social and economic risks. The governmental entity that controls the repayment of sovereign debt may not be able or willing to repay the principal and/or interest when due in accordance with the terms of such debt.
  - Sovereign debt holders may also be affected by additional constraints relating to sovereign issuers which may include (i) the restructuring of such debt (including the reduction of outstanding principal and interest and or rescheduling of repayment terms) without the consent of the impacted fund(s) (; and (ii) the limited legal recourses available against the sovereign issuer in case of failure of or delay in repayment.
  - The Sub-Fund may suffer losses when there is a default of sovereign debt issuers.

- **Bond downgrade risk**
  - The credit rating of a debt instrument or its issuer may be subsequently downgraded. In the event of such downgrading, the value of the Sub-Fund may be adversely affected. The Sub-Fund may or may not be able to dispose of the debt instruments that are being downgraded.
  - The Sub-Fund may invest in highly rated / investment grade bonds, however, where a bond is subsequently downgraded it may continue to be held in order to avoid a distressed sale. To the extent that a Sub-Fund does hold such downgraded bonds, there will be an increased risk of default on repayment, which in turn translates into a risk that the capital value of the Sub-Fund will be affected.

- **Convertible securities risk**
  - Convertible securities are typically bonds or preferred stocks that may be converted into a specific number of shares of the issuing company's stock at a specified conversion price.
  - Convertible securities (including convertible bonds) which are hybrid between debt and equity combine investment characteristics and risks of equities and bonds. As such, convertible securities will be exposed to equity movement and greater volatility than straight bond investments. Investments in convertible bonds are subject to the same interest rate risk, credit risk, liquidity risk and prepayment risk associated with comparable straight bond investments.

- **Credit risk and risks relating to credit ratings**
  - Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times. The agencies may change the rating of issuers or instruments from time to time due to financial, economic, political, or other factors, which, if the change represents a downgrade, can adversely impact the market value of the affected instruments.

- **Risks associated with investing in financial derivative instruments ("FDI")**
  - Risks associated with FDI include counterparty / credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a high risk of significant loss by the Sub-Fund.

- **Risks associated with payment of dividends out of capital/effectively out of capital**
  - Payment of dividends out of capital of the Sub-Fund or payment of dividends effectively out of capital of the Sub-Fund amounts to a return or withdrawal of part of an investor's original investment or from

any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Sub-Fund's capital or payment of dividends effectively out of the Sub-Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per Share.

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

There is insufficient data to provide a useful indication of past performance to investors as the Share classes offered to retail investors in Hong Kong have not yet launched.

**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<br>(% of initial offer price or issue price) | Class R (USD) / $R_{DM}$ (USD): Up to 3.00% |
| Switching fee (conversion fee)<br>(% of the positive difference, if any, between the subscription fee applicable to the new Shares and the subscription fee paid on the original Shares) | Class R (USD) / $R_{DM}$ (USD): Up to 1.00% |
| Redemption fee<br>(% of redemption price) | Class R (USD) / $R_{DM}$ (USD): Up to 1.00% |

***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 Company fee | Class R (USD) / $R_{DM}$ (USD): up to 0.015% per annum<br><br>Subject to an annual minimum fee of EUR 1,250 after the first 12 months after launch of the Sub-Fund |
| Investment Management fee | Class R (USD) / $R_{DM}$ (USD): Up to 1.25% p.a. |
| Depositary fees | 0.003% to 0.075% p.a. of the net asset value<br><br>The combined fees payable to the Depositary and Administrator is subject to a minimum fee of the produce of USD 45,000 multiplied by the number of sub-funds launched within the Fund, which amount |

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|---|---|
| | shall be charged to the Fund and allocated between sub-funds pro rata their portion in the net asset value of the Fund |
| Administration fee | 0.005% to 0.01% p.a. of the net asset value<br><br>The combined fees payable to the Depositary and Administrator is subject to a minimum fee of the produce of USD 45,000 multiplied by the number of sub-funds launched within the Fund, which amount shall be charged to the Fund and allocated between sub-funds pro rata their portion in the net asset value of the Fund |
| Performance fee | Nil |

***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 AIA Investment Management (HK) Limited receives your request in good order on or before 5:00 p.m. (Hong Kong time), being the dealing cut-off time, on a Subscription Day/Redemption Day (as the case may be) which is also a Hong Kong Business Day.
- 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 website https://investment.aia.com/hk/index.html. Please note that the aforesaid website has not been reviewed by the SFC.
- You may obtain the past performance information of other Share class(es) offered to Hong Kong investors from the website https://investment.aia.com/hk/index.html. Please note that the aforesaid website has not been reviewed by the SFC.
- Where a Share class may pay dividends out of capital or effectively out of the capital of the Sub-Fund, the composition of the dividends (*i.e.* the relative amounts paid out of (i) total net income and (ii) capital) for the last twelve (12) months will be available on the website at 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.