



# AIA INVESTMENT FUNDS

## AIA ASIA (EX JAPAN) EQUITY FUND

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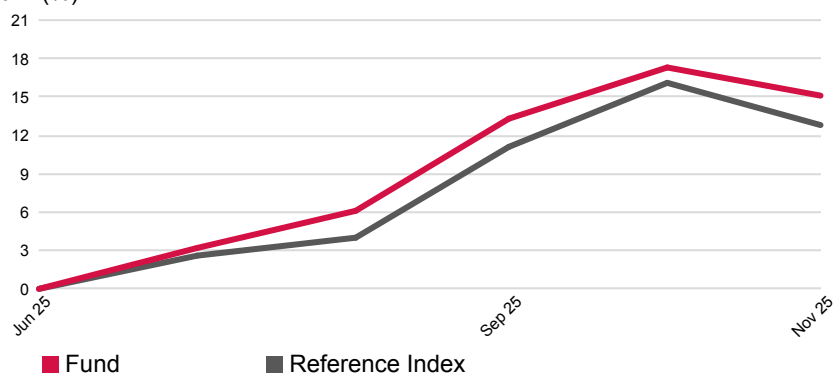
### INVESTMENT OBJECTIVE and POLICY

The Sub-Fund aims to generate long-term total returns through a portfolio of equities and equity-related securities issued primarily by Asian companies. 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 equity securities and equity-related securities issued by companies either (i) incorporated in the Asia (ex-Japan) region, (ii) listed, traded or quoted on the stock exchanges in the Asia (ex-Japan) or (iii) have most of their assets and/or activities located in the Asia (ex-Japan) region.

The Sub-Fund described herein is indexed to an MSCI index.

### PERFORMANCE

Return (%)



Lower risk

Higher risk

typically lower rewards

typically higher rewards



This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Sub-Fund. The risk and reward category shown is not guaranteed and may change over time.

The lowest category does not mean a risk free investment.

The Sub-Fund is rated 6 due to the nature of its investments which include the risks listed below.

These factors may impact the value of the Sub-Fund's investments or expose the Sub-Fund to losses.

#### MAIN RISKS

**Currency Risk** The Sub-Fund invests in other currencies. Changes in exchange rates will therefore affect the value of the investment.

**Emerging Markets Risk** Emerging markets or less developed countries may face more economic, political or structural challenges than developed countries. This may mean your money is at greater risk. Other factors include greater 'Liquidity Risk', restrictions on investment or transfer of assets and failed/delayed delivery of securities or payments to the Sub-Fund.

**Source:** Please refer to Section 5 of the prospectus for other risk factors.

Asset class	Equity
ISIN (Class I)	LU1982191261
Bloomberg ticker (Class I)	AFAEIUC
Total Fund Size	257,345,737.22
Fund base currency	USD
Share class currency (Class I)	USD
Net asset value (Class I)	11.81
Inception date (Class I)	04-Jun-25
Domicile	Luxembourg
Fund type	UCITS
<sup>^</sup> Ongoing charges	0.90%
Performance Fee	None

<sup>^</sup>Data as of 30 June 2025. This figure may vary from year to year. It excludes portfolio trade-related costs, except costs paid to the depository at any entry charge paid to an underlying collective investment scheme (if any). Please refer to Page 3 of factsheet for fees of each share class.

### IMPORTANT INFORMATION

Prior to investing, Investors should read the Prospectus and Key Investor Information Document (KIID).

# AIA ASIA (EX JAPAN) EQUITY FUND

## PERFORMANCE

	Cumulative Returns (%)				Annualised Returns (%)			
	1 m	3 m	YTD	1 y	3 y (p.a)	5 y (p.a)	10 y (p.a)	Since Inception (p.a)
Class I	-1.88	8.50	-	-	-	-	-	18.11
^Benchmark	-2.83	8.49	-	-	-	-	-	18.19
Relative Return	0.95	0.01	-	-	-	-	-	-0.08

^MSCI AC ASIA ex JAPAN

Past performance is not a guide to future performance. The Sub-Fund does not yet have a performance data for one complete calendar year. Please refer to [Section 5] of the prospectus for other performance & risk factors.

## TOP 10 HOLDINGS (%)

1.	Taiwan Semiconductor Manufacturing Co Ltd	9.8
2.	Samsung Electronics Co Ltd	8.2
3.	Tencent Holdings Ltd	7.4
4.	HDFC Bank Ltd	4.5
5.	Alibaba Group Holding Ltd	3.6
6.	Kasikornbank PCL	3.2
7.	Telkom Indonesia Persero Tbk PT	2.7
8.	Prudential PLC	2.5
9.	NetEase Inc	2.5
10.	H World Group Ltd	2.5

## COUNTRY WEIGHTS (%)

China	33.1
Taiwan	15.3
South Korea	15.1
India	9.6
Indonesia	6.3
Hong Kong	4.2
Singapore	4.1
Thailand	3.2
Macau	1.9
Other Countries	7.2

## SECTOR WEIGHTS (%)

Information Technology	24.7
Financials	21.5
Communication Services	14.4
Consumer Discretionary	13.6
Industrials	9.6
Consumer Staples	5.2
Equity Fund	3.2
Materials	2.1
Utilities	2.1
Other Sectors	3.4

# AIA ASIA (EX JAPAN) EQUITY FUND

## SHARE CLASS DETAILS

Share class	Currency	Bloomberg ticker	ISIN	Inception date	Initial sales charges % (max)	Annual management fee% (max)	Initial Offer Px	Redemption Fee / Conversion Fee	Minimum initial investment	Minimum subsequent investment	Minimum Redemption Amount	Minimum Holding Amount	Distribution frequency	Ex-date	Dividend per share
I	USD	AFAEIUC	LU1982191261	2025-06-04	Up to 5%	Up to 0.75%	USD 10	Up to 1%	USD10m	USD100,000	USD100,000	USD10m	NA	NA	NA
Z	USD	AFAEZUC	LU1982191691	2022-01-12	Up to 5%	0%	USD 10	Up to 1%	USD20m	USD100,000	USD100,000	USD20m	NA	NA	NA

Distributions are not guaranteed and may fluctuate. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Board of Directors and should not be confused with the Fund's performance, rate of return or yield. Any payment of distributions may result in an immediate decrease in the net asset value per share. Please refer to Section 7.2 of the prospectus for dividend distribution policy.

For more information about charges, please see section 9 (fees and expenses) of the prospectus, which is available at : [www.aia.com/en/funds-information](http://www.aia.com/en/funds-information)

		Cumulative Returns (%)				Annualised Returns (%)			
Share class	Currency	1 m	3 m	YTD	1 y	3 y (p.a)	5 y (p.a)	10 y (p.a)	Since Inception (p.a)
I									
Fund	USD	-1.88	8.50	-	-	-	-	-	18.11
^Benchmark	USD	-2.83	8.49	-	-	-	-	-	18.19
Relative Return	USD	0.95	0.01	-	-	-	-	-	-0.08
Z									
Fund	USD	-1.83	8.70	28.33	28.74	12.99	-	-	2.14
^Benchmark	USD	-2.83	8.49	29.47	29.71	15.65	-	-	5.24
Relative Return	USD	1.01	0.21	-1.13	-0.98	-2.66	-	-	-3.09

^MSCI AC ASIA ex JAPAN

Past performance is not a guide to future performance. The Sub-Fund does not yet have a performance data for one complete calendar year. Please refer to [Section 5] of the prospectus for other performance & risk factors.

## COMMENTARY

### Commentary Sources

1. AIA Investment Management Pte Ltd
2. AIA Investment Funds
3. Invesco Asset Management Limited

The AIA Asia ex-Japan Equity Fund delivered a return of -1.88% over the period, outperforming its benchmark by 95 basis points. Relative performance was supported by an underweight allocation to the Technology sector, which declined amid heightened concerns over stretched valuations and increased market volatility.

Technology holdings were a notable drag on absolute returns as sentiment weakened across the sector. Shares of Samsung Electronics and Taiwan Semiconductor Manufacturing Company (TSMC) declined as investors questioned the sustainability of demand related to artificial intelligence (AI). Other technology names such as Hon Hai Precision and Yageo also posted losses. Offsetting some of this weakness, EPAM Systems performed well, supported by strong revenue growth and an upgraded outlook, highlighting selective opportunities within the sector despite broader volatility.

Performance among consumer-related stocks was mixed. Consumer discretionary holdings contributed positively to relative returns, led by Sands China and H World Group, both of which benefited from strong earnings results and constructive forward guidance. In contrast, e-commerce leaders Alibaba and JD.com underperformed due to margin pressures and more cautious outlooks. Consumer staples provided a positive contribution, with names such as Tingyi, Vietnam Dairy, Yili, and China Resources Beer advancing. These gains were driven by signs of a pick-up in Chinese inflation, which raised expectations that deflationary pressures may be bottoming and prompted renewed investor interest.

The Communication Services sector detracted from performance. Tencent Music Entertainment gave back some recent gains amid concerns over intensifying competition, while Naver declined following profit-taking. Although Telkom Indonesia recorded gains, they were insufficient to offset losses elsewhere in the sector.

Financials contributed positively overall. Shriram Finance rallied following a reduction in loan provisions, reflecting improving credit quality. Bank Rakyat Indonesia lagged as rising non-performing loans weighed on sentiment, while Samsung Fire & Marine advanced on the back of solid new business growth and improving fundamentals.

Elsewhere, Industrials were generally weak. Grab declined despite reporting strong third-quarter results, while Full Truck Alliance fell after earnings missed expectations. Within Materials, Valterra Platinum extended its gains as rising platinum prices reflected robust demand for critical minerals.

From a regional perspective, the Fund maintains a slight overweight position in Hong Kong and China, with exposure to large Internet Platforms, Life Insurers, and Consumer-Oriented companies. ASEAN markets are also well represented, with overweight positions in Thailand and Indonesia, where holdings include a leading internet platform, well-capitalised financial institutions, and an automotive conglomerate. A key theme across the portfolio is an emphasis on companies offering attractive total shareholder return through dividends and share buybacks. Such opportunities are available across the region, particularly in China, South Korea, and ASEAN markets. The overweight allocation to South Korea reflects the view that ongoing improvements in corporate governance and dividend payout policies remain underappreciated by the market.

The Fund retains significant exposure to leading semiconductor companies in Taiwan and South Korea. While the AI-driven growth theme has raised valuation concerns and economic uncertainty may affect near-term earnings, the Fund believes the long-term earnings power of these businesses remains compelling. Select stock-specific opportunities exist in India and Taiwan, though these markets remain among the portfolio's largest underweights.

Following a period of strong market performance, valuations across Asian equities are no longer depressed but remain reasonable. The Fund believes there is potential for the valuation discount relative to U.S. equities to narrow over time. Asian markets continue to offer double-digit earnings growth, and a weaker U.S. dollar has historically been supportive of Asian and emerging market assets. For investors seeking diversification and long-term value, Asia continues to present a compelling investment opportunity.

Asia offers exposure to leading technology and manufacturing champions in North

Asia, fast-growing consumer and e-commerce segments in India and Southeast Asia, and rising incomes supported by robust financial institutions. The region also plays a critical role in global supply chains for AI, renewable energy, batteries, and key commodities.

Dividends remain an important driver of total returns in Asian equities. Policy-driven improvements in South Korea and China have raised expectations for further progress, with more companies adopting shareholder-friendly practices through higher dividends, share buybacks, and improved capital discipline.

While the Fund remains mindful of geopolitical risks and potential uncertainty stemming from protectionist policies under the Trump administration, Asian corporates generally possess strong balance sheets and competitive advantages. If global trade patterns continue to shift away from China, other Asian economies may benefit, potentially driving further growth in intra-Asian trade.

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