AIA INVESTMENT FUNDS
AIA US HIGH YIELD BOND FUND

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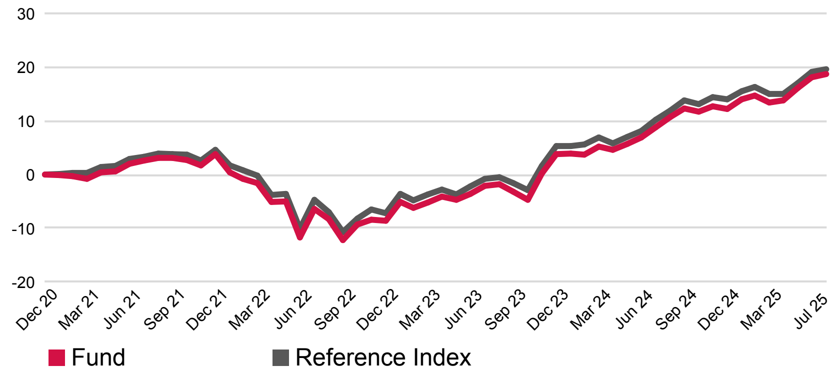
INVESTMENT OBJECTIVE and POLICY

The Sub-Fund aims to maximise long-term total return, consistent with preservation of capital and prudent investment management by investing in a diversified fixed income portfolio consisting primarily of high yield securities denominated in USD. 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 a diversified portfolio of high yield fixed income securities denominated in USD that are rated lower than Baa3 by Moody's, or lower than BBB- by S&P or equivalently rated by Fitch.

PERFORMANCE

Return (%)



Lower risk	Higher risk
typically lower rewards	typically higher rewards

1	2	3	**4**	5	6	7

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 4 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

Credit Risk The risk of loss arising from default that may occur if an issuer fails to make principal or interest payments when due. This risk is higher if the Fund holds low-rated, non-investment-grade securities.

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 or adverse publicity and investor perception, which may not be based on fundamental analysis, could decrease the value and liquidity of the security, particularly in a thinly traded market. In certain market environments this may lead to investments in such securities becoming less liquid, making it difficult to dispose of them. A Sub-Fund may be affected by changes in prevailing interest rates and by credit quality considerations. Changes in market rates of interest will generally affect a Sub-Fund's asset values as the prices of fixed rate securities generally increase when interest rates decline and decrease when interest rates rise. Prices of shorter-term securities generally fluctuate less in response to interest rate changes than do longer-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. The issuer's ability to service its debt obligations may be adversely affected by specific issuer developments, or the issuer's inability to meet specific projected business forecasts, or the unavailability of additional financing. In the event of bankruptcy of an issuer, a 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.

Interest Rate Risk The performance of a Sub-Fund may be influenced by changes in the general level of interest rates.

Liquidity Risk In difficult market conditions, the Sub-Fund may not be able to sell a security for full value or at all. This could affect performance and could cause the Sub-Fund to defer or suspend redemptions of its shares.

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

Asset class	**Fixed Income**
ISIN (Class Z)	**LU2182890298**
Bloomberg ticker (Class Z)	**AFHYZUC**
Total Fund Size	**141,042,132.30**
Fund base currency	**USD**
Share class currency (Class Z)	**USD**
Net asset value (Class Z)	**12.36**
Inception date (Class Z)	**08-Sep-20**
Domicile	**Luxembourg**
Fund type	**UCITS**
^Ongoing charges	**0.12%**
Performance Fee	**None**

^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 US HIGH YIELD BOND 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 Z	0.48	4.27	5.73	9.09	8.23	-	-	4.42
^Benchmark	0.41	4.00	5.01	8.63	7.96	-	-	4.81
Relative Return	0.07	0.26	0.71	0.47	0.27	-	-	-0.39

^ICE BofAML US High Yield Constrained Index, exclude transaction cost.
Benchmark Performance represents the following: Sep 08 2020 to Jan 09 2022 - (ICE BofAML BB-B US High Yield Constrained Index); Jan 10 2022 onwards - (ICE BofAML US High Yield Constrained Index)

Past performance is not a guide to future performance.
Please refer to Section 5 of the prospectus for other risk factors.

TOP 10 HOLDINGS (%)

1.	Nationstar Mortgage Holdings Inc 5.75% 15/11/2031	0.9
2.	United States Treasury Bill 0% 07/10/2025	0.9
3.	Clydesdale Acquisition Holdings 8.75% 15/04/2030	0.8
4.	Block Inc 3.5% 01/06/2031	0.7
5.	CCO Holdings LLC 4.5% 15/08/2030	0.7
6.	Nexstar Media Inc 4.75% 01/11/2028	0.7
7.	CHSCommunity Health Systems Inc 6% 15/01/2029	0.6
8.	United States Treasury Bill 0% 16/09/2025	0.6
9.	American Airlines IncAAdvantage 5.75% 20/04/2029	0.6
10.	Quikrete Holdings Inc 6.375% 01/03/2032	0.6

COUNTRY WEIGHTS (%)

USA	87.2
Canada	4.6
United Kingdom	1.7
France	1.2
Japan	0.8
Luxembourg	0.8
Germany	0.8
Norway	0.6
Netherlands	0.5
Other Countries	1.8

DURATION WEIGHTS (%)

0 - 1 Year	7.7
1 - 3 Years	29.0
3 - 5 Years	53.7
5 - 10 Years	9.4
10+ Years	0.2

SECTOR WEIGHTS (%)

Consumer, Non-cyclical	18.9
Consumer, Cyclical	16.6
Communications	16.6
Financial	13.7
Energy	11.8
Industrial	10.4
Technology	6.1
Basic Materials	3.5
Government	1.6
Other Sectors	0.9

RATING WEIGHTS (%)

AAA	0.0
AA+	1.6
AA	0.0
AA-	0.0
A+	0.0
A	0.0
A-	0.0
BBB+	0.0
BBB	0.0
BBB-	0.3
Others	98.2
Derivatives	0.0

Note: Due to rounding limitations, the summation of (%)s might not be an exact 100%.

AIA US HIGH YIELD BOND 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
Z	USD	AFHYZUC	LU2182890298	2020-09-08	Up to 5%	0%	USD 10	Up to 1%	USD 20m	USD100,000	USD100,000	USD 20m	Quarterly	NA	NA
IDQ	USD	AFHYIUQ	LU2182890025	2020-09-11	Up to 5%	Up to 0.75%	USD 10	Up to 1%	USD 10m	USD100,000	USD100,000	USD 10m	Quarterly	2025-06-16	0.166344

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

		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)
Z									
Fund	USD	0.48	4.27	5.73	9.09	8.23	-	-	4.42
^Benchmark	USD	0.41	4.00	5.01	8.63	7.96	-	-	4.81
Relative Return	USD	0.07	0.26	0.71	0.47	0.27	-	-	-0.39
IDQ									
Fund	USD	0.44	4.13	5.42	8.55	7.69	-	-	3.96
^Benchmark	USD	0.41	4.00	5.01	8.63	7.96	-	-	4.81
Relative Return	USD	0.03	0.13	0.41	-0.08	-0.27	-	-	-0.85

^ICE BofAML US High Yield Constrained Index, exclude transaction cost.
Benchmark Performance represents the following: Sep 08 2020 to Jan 09 2022 - (ICE BofAML BB-B US High Yield Constrained Index); Jan 10 2022 onwards - (ICE BofAML US High Yield Constrained Index)

Past performance is not a guide to future performance.
Please refer to Section 5 of the prospectus for other risk factors.

Commentary Sources

1. AIA Investment Management Pte Ltd

2. AIA Investment Funds

2. PIMCO Asia Pte Ltd

COMMENTARY

In July, financial markets were mixed as sovereign bond yields broadly rose while most equity markets rallied. The month began with Congress passing and President Trump signing the "One Big Beautiful Bill" into law, while uncertainty remained elevated regarding trade policy. While the U.S. government extended the original 90-day deadline for the start of reciprocal tariffs to August 1st, President Trump also sent letters to key trading partners indicating higher tariffs if no trade deal is made. By the end of the month, several new trade agreements between the U.S. and other trading partners were announced, including with Japan, the EU, and South Korea. The U.S. 2 year(y) yield rose 24 basis points (bps) to 3.96%, while the UK 2y yield rose 4bps to 3.86%. The U.S. 10y yield rose 15bps to 4.37%, while the UK 10y yield rose 8bps to 4.57%. In Germany, the 2y yield rose 10bps to 1.96%, while the 10y yield rose 9bps to 2.69%. Risk assets posted positive performance, signaling improved risk sentiment. Within credit spreads, USD investment grade tightened 7bps to 79bps, while EUR investment grade tightened 13bps to 78bps. USD high yield spreads tightened 10bps to 286bps, while EUR high yield spreads tightened 37bps to 284bps. In the equities space, U.S. stocks had strong gains for the third consecutive month, as the S&P 500 returned +2.24%. Chinese and UK stocks followed the same trend during the month, with the Hang Seng returning +3.11% and the FTSE 100 returning +4.31%.

During the month, major central banks kept policy rates unchanged, reflecting the economic uncertainties arising from evolving tariff policies. In the U.S., the Federal Reserve maintained its target range for the federal funds rate at 4.25%-4.50% for the fifth consecutive meeting, citing balanced risks on both sides of the dual mandate. Similarly, the European Central Bank also maintained the deposit facility rate at 2%, pausing its easing cycle after delivering eight rate cuts since June 2024. Meanwhile, the Bank of Japan kept its policy rate at 0.5%, while slightly revising upwards its inflation and growth forecasts. In China, the People's Bank of China held the one-year prime rate (LPR) at 3.0% and the five-year LPR at 3.5%, supported by resilient economic data despite U.S tariffs.

Regarding macro prints, U.S. non-farm payrolls printed at +147k (vs. +110k expected). Meanwhile, the unemployment rate fell to 4.1% (below expectations). U.S. core Consumer Price Index (CPI) rose to 2.9% year over year (yoy) (vs. 3.0%yoy expected) while headline CPI rose for the second consecutive month, printing at 2.7%yoy (in line with expectations). In the UK, core CPI rose to 3.7%yoy (above expectations), and headline CPI rose as well to 3.6%yoy (above expectations). Euro Area core inflation remained at 2.3%yoy, while headline inflation rose to 2.0%yoy, both in line with expectations. Finally, both the Eurozone and UK flash composite Purchasing Managers' Index (PMI) printed at 51, in July.

Global investment grade credit posted positive returns of +0.29% for the month, outperforming like-duration government bonds by 0.57%, as spreads tightened 8bps in July. Investment grade credit continued to benefit from elevated yields, a supportive technical backdrop, and incremental trade deals.

Global high yield delivered positive total returns of +0.65%, with the lowest quality segment of the high yield market, CCC-rated bonds (+1.32%), outperforming BB-rated (+0.53%) and B-rated (+0.65%).

In July, the AIA US High Yield Fund returned 0.48%, outperforming the benchmark by 7bps. Key detractors to the Fund's performance include security selection in Wireless and Technology, while key detractors to the Fund's performance include security selection in Consumer Services and Cable & Satellite.

The Fund favors U.S. high yield as the Fund believes that the U.S. market benefits from a broader and more diverse buyer base and offers greater liquidity and higher yields on an absolute level.

The Fund continues to favor defensive, non-cyclical sectors with relatively stable cash flows, and remains broadly underweight to more cyclical sectors and/or those which the Fund perceives to be in secular decline as a result of changing market or customer dynamics, although the Fund is finding opportunities where fundamental-adjusted valuations are compelling.

The Fund continues to focus on industries perceived to have strong asset coverage, manageable leverage levels, and favorable secular and cyclical trends. The Fund is cautious on industries that it believes are facing meaningful secular challenges. The Fund continues to look for credits that may be acquisition targets and those that may benefit from early refinancing situations. Overall, the Fund is cautiously optimistic and focused on maintaining sufficient liquidity in the portfolio.

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