# AIA INVESTMENT FUNDS
# AIA INDIA EQUITY FUND

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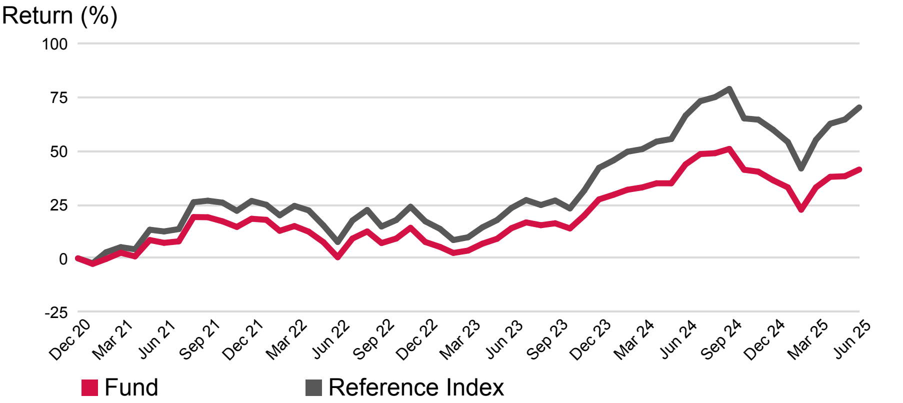
## INVESTMENT OBJECTIVE and POLICY

The Sub-Fund aims to generate long-term total returns through a portfolio of equities and equity-related securities issued primarily by Indian 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 (i) incorporated in India, or (ii) listed, traded or quoted on the stock exchanges in India, or (iii) having most of their assets and/or activities located in India. The Sub-Fund will invest in companies it believes to have above average earnings growth potential compared to other companies or in companies it believes are undervalued compared to their perceived worth. The Investment Manager uses a bottom-up approach to buying and selling investments for the Sub-Fund.

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

## PERFORMANCE




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 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) | **LU1982191774** |
| Bloomberg ticker (Class I) | **AFIEIUC** |
| Total Fund Size | **264,044,958.25** |
| Fund base currency | **USD** |
| Share class currency (Class I) | **USD** |
| Net asset value (Class I) | **20.90** |
| Inception date (Class I) | **09-Apr-20** |
| Domicile | **Luxembourg** |
| Fund type | **UCITS** |
| ^Ongoing charges | **0.84%** |
| Performance Fee | **None** |

^Data as of 31 December 2024. 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 INDIA 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 | 2.20 | 6.25 | 3.61 | -1.72 | 12.03 | 13.50 | - | 15.16 |
| ^Benchmark | 3.44 | 9.73 | 6.55 | 2.28 | 16.54 | 18.88 | - | 21.01 |
| Relative Return | -1.24 | -3.48 | -2.94 | -3.99 | -4.51 | -5.38 | - | -5.85 |

^MSCI India Total Return (Gross) 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. | HDFC Bank Ltd | 9.4 |
| 2. | Reliance Industries Ltd | 8.3 |
| 3. | ICICI Bank Ltd | 6.3 |
| 4. | Bharti Airtel Ltd | 5.3 |
| 5. | Infosys Ltd | 4.5 |
| 6. | Tata Consultancy Services Ltd | 3.3 |
| 7. | Axis Bank Ltd | 3.3 |
| 8. | Larsen & Toubro Ltd | 2.9 |
| 9. | Mahindra & Mahindra Ltd | 2.8 |
| 10. | UltraTech Cement Ltd | 2.5 |

## COUNTRY WEIGHTS (%)

| | |
|---|---|
| India | 100.0 |

## SECTOR WEIGHTS (%)

| | |
|---|---|
| Financials | 30.3 |
| Consumer Discretionary | 12.8 |
| Information Technology | 10.6 |
| Energy | 9.6 |
| Industrials | 8.1 |
| Materials | 7.9 |
| Consumer Staples | 6.1 |
| Health Care | 5.3 |
| Communication Services | 5.3 |
| Other Sectors | 4.0 |

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

# AIA INDIA 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 | AFIEIUC | LU1982191774 | 2020-04-09 | Up to 5% | Up to 0.75% | USD 10 | Up to 1% | USD10m | USD100,000 | USD100,000 | USD10m | 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

| | | 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 | 2.20 | 6.25 | 3.61 | -1.72 | 12.03 | 13.50 | - | 15.16 |
| ^Benchmark | USD | 3.44 | 9.73 | 6.55 | 2.28 | 16.54 | 18.88 | - | 21.01 |
| Relative Return | USD | -1.24 | -3.48 | -2.94 | -3.99 | -4.51 | -5.38 | - | -5.85 |

^MSCI India Total Return (Gross) 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

## COMMENTARY

Indian equities posted robust gains in June, with the MSCI India Index rising 3.4% bringing it within striking distance of its all-time highs. All sectors excluding Consumer Staples delivered positive returns, with Communication Services, Materials and Energy leading the market while Utilities and Industrials lagged along with Consumer Staples. The rally was fuelled by the Reserve Bank of India's aggressive monetary easing—cutting repo rates by 50 basis points (bps) and Cash Reserve Ratio by 100 bps and optimism around festive demand and second half growth rebound.

June saw mixed macro releases: headline Consumer Price Inflation (CPI) fell to a six-year low of 2.8%, goods and services tax (GST) collections moderated – symptomatic of soft domestic demand, while exports to the United States (U.S.) surged 25% year-over-year even as the overall trade balance remained weak. Crude oil spiked amid geopolitical tensions in the Middle East before cooling off post-ceasefire announcement. Corporate earnings outlook remains mixed — Banks face a soft quarter with declining Net Interest Margin (NIM) and credit cost normalization; while Hospitals, Industrials, and select Non-Bank Lenders could post strong earnings. Deal activity remains vibrant, with $9 billion in reported sell down transactions by majority shareholders.

The AIA India Equity Fund delivered 2.20%, underperforming its benchmark by 124bps in June.

Despite an expected weak June quarter, the earnings setup for September appears bullish, driven by a low base, festive tailwinds, and positive impact of frontloaded rate cuts. Valuations are elevated, limiting re-rating potential, but an end to the ongoing earnings downgrade cycle by start of calendar year 2026 could reignite private corporate capex momentum. The Fund expects near-term market consolidation and will look to use any sharp correction as a buying opportunity, especially in domestic companies with strong pricing power in their respective sectors.

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