



# AIA INVESTMENT FUNDS

## AIA INDIA EQUITY FUND

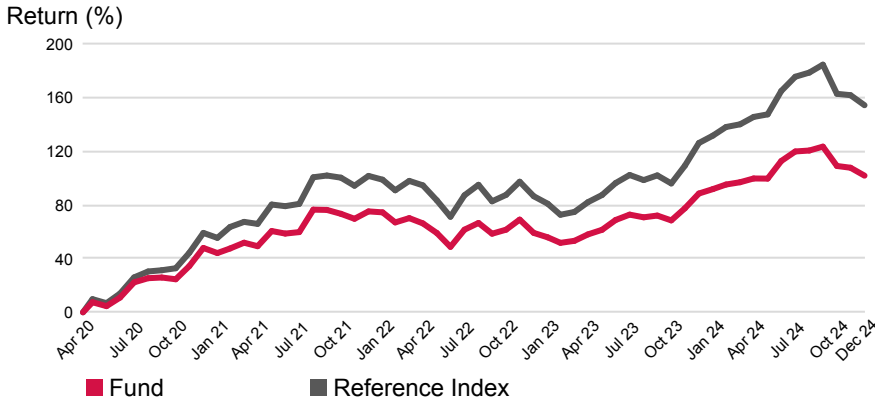
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### INVESTMENT OBJECTIVE and POLICY

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



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
Fund size	261,449,769.63
Fund base currency	USD
Share class currency (Class I)	USD
Net asset value (Class I)	20.1711
Inception date (Class I)	09-Apr-20
Domicile	Luxembourg
Fund type	UCITS
<sup>^</sup> Ongoing charges	0.84%
Performance Fee	None

<sup>^</sup>The ongoing charges figure is based on an estimate calculated during the launch phase. 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	-2.85	-9.67	7.06	7.06	4.83	-	-	16.00
^Benchmark	-2.85	-10.63	12.41	12.41	8.05	-	-	21.80
Relative Return	0.00	0.96	-5.36	-5.36	-3.22	-	-	-5.81

^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 performance & risk factors.

## TOP 10 HOLDINGS (%)

1.	HDFC Bank Ltd	8.6
2.	Reliance Industries Ltd	7.0
3.	Infosys Ltd	5.9
4.	ICICI Bank Ltd	5.8
5.	Bharti Airtel Ltd	4.4
6.	Tata Consultancy Services Ltd	4.1
7.	Sun Pharmaceutical Industries Ltd	2.7
8.	Axis Bank Ltd	2.6
9.	UltraTech Cement Ltd	2.5
10.	Larsen & Toubro Ltd	2.2

## COUNTRY WEIGHTS (%)

India	100.0
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## SECTOR WEIGHTS (%)

Financials	26.5
Information Technology	13.9
Consumer Discretionary	12.2
Industrials	9.8
Energy	9.7
Health Care	6.3
Materials	5.7
Consumer Staples	5.5
Communication Services	5.5
Other Sectors	5.0

# 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 charges and expenses of the prospectus of the UCITs, which is available at : [www.aia.com/en/funds-information](http://www.aia.com/en/funds-information)

Share class	Currency	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)
I									
Fund	USD	-2.85	-9.67	7.06	7.06	4.83	-	-	16.00
^Benchmark	USD	-2.85	-10.63	12.41	12.41	8.05	-	-	21.80
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## Commentary Sources

1. AIA Investment Management Pte Ltd
2. AIA Investment Funds

## COMMENTARY

MSCI India fell 2.9% (total return, in US\$) with Healthcare and Real Estate outperforming while Utilities, Energy & Materials sectors underperformed. The Small & Mid-Cap Index (MXINSM Index) ended calendar year 2024 (CY24) with outperformance of 1060 basis points (bps) over MSCI India Index (MXIN Index). Foreign portfolio investors net bought US\$ 1.3 billion (bn) in December 2024, ending CY24 with a flattish print of -U.S\$ 0.1bn.

The December meeting of the Reserve Bank of India (RBI) Monetary Policy Committee kept repo rate unchanged at 6.5% while cutting bank Cash Reserve Ratio (CRR) by 50bps to 4%. The monthly Consumer Price Inflation (CPI) print for November 2024 came in at 5.5%, down from 6.2% in October 2024, thereby raising expectations of policy rate cuts in 1Q25. CY24 was a record year for equity paper supply with primary and secondary issuances collectively raising ~US\$ 42bn from the equity market. Of this, ~U.S\$ 19bn was raised through Initial Public Offerings while secondary offerings raised another ~US\$ 13bn. This entirely absorbed the equity inflows into the domestic mutual funds at ~US\$ 41bn. The INR depreciated against US\$ by 1.3% in December 2024, resulting in full year CY24 depreciation of 2.8%. With change in RBI leadership, there is rising expectation of further weakness in the INR relative to US\$ in 1Q25.

2Q24's sharp gross domestic product (GDP) undershoot with a print of 5.4% has resulted in moderation of growth expectations for CY25. Investor sentiment has turned mixed with concerns emerging around sticky inflation, declining consumption, and sluggish government spending on capex. While high frequency data points to some sequential rebound in 3Q24's print, there is likely to be moderation in nominal growth expectations in the coming months. Consequently, the Fund expects consensus earnings to see downgrades in the coming quarters and maintains a cautious stance on the equity market for 1Q25.

The AIA India Equity Fund delivered performance in line with its benchmark in December.

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Please refer to the offering documents (including, but not limited to the current Prospectus and the KIID) of AIAIF for details on fees and charges, dealing & redemption, product features, risk factors and seek professional advice before making any investment decision.

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**Any sub-fund of AIAIF may use or invest in financial derivative instruments for efficient portfolio management and hedging purposes.**

**This paragraph is only applicable to the distribution share classes of AIAIF.** AIAIF may, at its discretion, determine how the earnings of distribution share classes shall be distributed and may declare distributions from time to time. When AIAIF decides to pay dividends in respect of a distributing share class out of the capital of the sub-fund of AIAIF or where the dividends in respect of a distributing share class are paid out of gross income of the sub-fund of AIAIF, while the sub-fund of AIAIF's fees and expenses are charged to or paid out of the capital of the sub-fund of AIAIF, resulting in an increase in distributable income for the payment of dividends by the sub-fund of AIAIF, such payment of dividends may, in the light of the rules applicable in the jurisdictions where the sub-fund of AIAIF is registered for public distribution, be considered as a payment of dividends out of and effectively out of capital respectively, both of which would amount to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. The distributions, including amounts and frequency, are not guaranteed and are subject to the discretion of AIAIF. Past dividends are not a forecast or projection of future distributions.

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