

AIA Investment Funds
Société anonyme
Société d'investissement à capital variable
4, rue Peternelchen
L-2370, Howald, Grand Duchy of Luxembourg
B234950
(the “**Company**”)

NOTICE TO SHAREHOLDERS

This notice is important and requires your immediate attention. If you are in any doubt about the content of this notice, you should seek independent professional financial advice and/or legal advice.

11 October 2024

Dear shareholders,

The board of directors of the Company (the “**Board**”) is writing to inform you of the following changes which have been made to the prospectus of the Company (the “**Prospectus**”) dated February 2024 in respect of AIA Asia (Ex Japan) Equity Fund (the “**Sub-Fund**”) (see items I. and II. below) and AIA Sustainable Multi Thematic Fund (item V.), as well as all sub-funds of the Company (see items III. and IV. below).

I. Material changes in relation to ESG considerations with respect to AIA Asia (Ex Japan) Equity Fund

The European ESG legal framework (*i.e.*, Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability-related disclosures in the financial services sector (the “**SFDR**”)) aims to increase the harmonization of, and transparency towards the end investors with regard to, the integration of sustainability risks, the consideration of adverse sustainability impacts, the promotion of environmental or social characteristics and sustainable investment by requiring pre-contractual and ongoing disclosures to such end investors.

SFDR distinguishes several categorisations of products including Article 8 funds which are financial products that promote, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices (an “**Article 8 Fund**”).

The Board has resolved to amend the investment policy of the Sub-Fund and to classify it as an Article 8 Fund.

Detailed information on the Sub-Fund’s ESG characteristics can be found in the SFDR pre-contractual disclosures at the end of its supplement in the Prospectus, the below is to be considered as an outline of these characteristics.

The Sub-Fund will be classified as an Article 8 Fund and will not make any sustainable investments.

The environmental and social characteristics promoted by the Sub-Fund will be achieved by excluding certain issuers and sectors. The exclusions will be screened to the full investment universe, representing at least 90% of the portfolio.

The Sub-Fund will not directly hold or acquire any of the following:

- Cluster munitions: issuers manufacturing or developing cluster munitions.
- Tobacco: issuers which manufacture tobacco or tobacco products as the primary source of their business.
- Coal: issuers which are coal mining and/or coal-fired power generation (or which may become such companies through their activities including, without limitation, mergers and acquisitions). The exclusion will be based on the following key criteria:
 - Companies engaged in coal mining and/or coal fired power plant operations

- (regardless of the % of revenue / earnings contribution).
- Companies that own subsidiaries and/or have a majority equity stakes in companies that operate coal mining and/or coal fired power plant operations; and resultantly recognize or receive revenue, profits and/or dividends from coal mining and/or coal fired power plant operations.

II. Change of effective investment manager with respect to AIA Asia (Ex Japan) Equity Fund

AIA Investment Management Private Limited, the current investment manager (“**AIA Singapore**”) of the Sub-Fund has decided to appoint Invesco Asset Management Limited (“**Invesco UK**”) as sub-investment manager of the Sub-Fund.

The appointment of Invesco UK is in order to meet our investors’ growing interest in Asian equity investments.

Invesco Asset Management Limited is a company incorporated under the laws of England and Wales, with registered company number 949417, whose registered office is at Perpetual Park, Perpetual Park Drive, Henley-on-Thames, Oxfordshire RG9 1HH, United Kingdom.

Invesco Asset Management Limited is authorised for the purpose of asset management and regulated by the Financial Conduct Authority, United Kingdom, under local law or regulation, with registered number 122674.

The fees payable to Invesco UK will not be payable out of the net assets of the Sub-Fund but will be payable by AIA Singapore out of its own fees.

III. Adoption of swing pricing methodology with respect to all sub-funds of the Company

The Board has resolved that it may apply the swing pricing methodology to all sub-funds of the Company instead of the anti-dilution levy mechanism. Swing pricing is a mechanism aimed at protecting investors from dilution effects caused by large shareholder subscriptions and redemptions. The decision to implement the swing pricing methodology instead of the anti-dilution levy mechanism is because swing pricing methodology is currently widely adopted and operationally more efficient to implement.

IV. Change of accounting standards with respect to all sub-funds of the Company

The Board has resolved to change the accounting standards of the Company from Luxembourg GAAP to International Financial Reporting Standards (IFRS) in order to harmonise the basis of preparation of the Company’s financial statements with that of AIA Group Limited and its affiliates.

V. Business days with respect to AIA Sustainable Multi Thematic Fund

The Board has resolved to amend the supplement of AIA Sustainable Multi Thematic Fund, and more specifically paragraph 9 “*Valuation*”, to indicate that a “*Business Day*” is also such “*such additional day the Board of Directors, in consultation with the Joint Investment Managers and the Sub-Investment Manager, has determined in its absolute discretion.*” In this context, a schedule of “*Business Days*” for the sub-fund will be made available at the registered offices of the Company and its joint investment managers and may be updated from time to time during the course of the year.

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The changes listed under items I. and II. above will be effective as of 1 February 2025 and investors who do not agree with these changes may request the redemption or conversion of their share(s) in compliance with the terms of the Prospectus free of charge as from receipt of this notice and up to 11:00 am (CET) on 31 January 2025.

The changes listed under item III. above will be effective as of 31 October 2024 while the change listed under item IV. above will be effective from the financial year ending 31 December 2024.

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The Board accepts full responsibility for the accuracy of the information contained in this notice at the date of publication. To the best of the knowledge and belief of the Board, having taken all reasonable care to ensure that such is the case, the information contained in this notice is in accordance with the facts and does not omit anything likely to affect the import of such information. The Board accepts responsibility accordingly.

Shareholders may obtain a revised Prospectus which will be made available free of charge at the registered office of the Company as soon as available.

Yours faithfully,

The Board