July 2025

MONTHLY FUND PERFORMANCE UPDATE
AIA GLOBAL FIXED INCOME FUND *(previously known as AIA Asian Debt Fund)*

Investment Objective

The Fund aims to maximise long-term return by investing in a diversified fixed income portfolio consisting primarily of investment grade bonds and other debt securities denominated in USD.

Notice: Please refer to the Fund Fact Sheet for more information about the Fund.

Fund Details

Unit NAV (31 July 2025)	:	RM 2.28253
Fund Size (31 July 2025)	:	RM 150.659 million
Fund Currency	:	Ringgit Malaysia
Fund Inception	:	31 July 2006
Offer Price at Inception	:	RM 1.00
Fund Management Fee	:	1.00% p.a.
Investment Manager	:	AIA Bhd.
Fund Type	:	Feeder Fund
Basis of Unit Valuation	:	Net Asset Value
Frequency of Unit Valuation	:	Daily

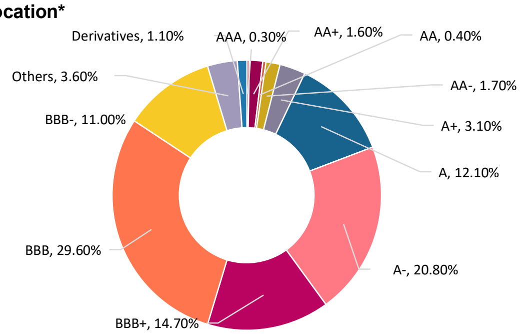
Underlying Fund Details

Name	:	AIA Diversified Fixed Income Fund
Investment Manager	:	BlackRock Financial Management, Inc.

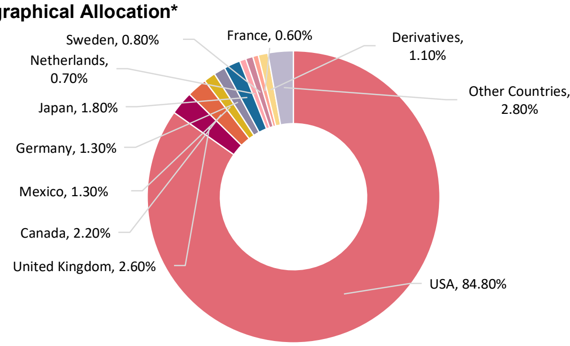
Top Holdings*

1	CBT US 5YR NOTE (CBT) Sep25	4.10%
2	CBT US 10YR NOTE (CBT)Sep25	2.60%
3	CBT US LONG BOND(CBT) Sep25	2.00%
4	Bank of America Corp 4.979% VRN 24/01/2029	1.20%
5	Deutsche Bank AGNew York NY 5.414% 10/05/2029	1.10%

Rating Allocation*

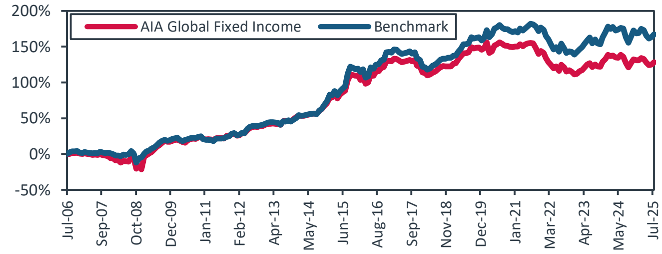


Geographical Allocation*



**Underlying fund data*

Historical Performance



Cumulative Performance	1-Mth	6-Mth	1-Year	3-Year	5-Year	Since Inception
Fund~	1.25%	-1.07%	-3.16%	1.50%	-10.89%	128.25%
Benchmark*	1.36%	-0.81%	-3.01%	5.00%	-4.64%	167.13%
Excess	-0.11%	-0.26%	-0.16%	-3.49%	-6.26%	-38.88%
Underlying (^)	0.43%	3.82%	5.18%	9.48%	N/A	-0.85%

~ Calculation of past performance is based on NAV-to-NAV. This is strictly the performance of the investment fund, and not the returns earned on the actual premiums/contributions paid of the investment-linked product.
** Benchmark will be revised from 100% AIA Diversified Fixed Income Blended BBG/ Barclays/ JPM Benchmark to 100% Bloomberg Barclays U.S. Corporate Bond Index, effective 1 October 2023. (Source: Bloomberg).*
^ Fund underwent the restructuring exercise in the month of January 2022. Calculation of the Underlying Fund's since inception performance is based on the date the fund restructuring exercise was completed which is 31 January 2022. Meanwhile, calculation of the Fund's since inception performance is based on the Fund's inception date of 31 July 2006. Underlying fund performance is in USD Term.

Notice: Past performance of the Fund is not an indication of its future performance.

Manager's Comments

This Fund is subject to exchange rate fluctuations, mainly against the US dollar ("USD") and therefore, Malaysian ringgit ("MYR") movements against foreign currencies will affect the performance of the Fund. MYR weakened against the USD by 1.30% in July 2025.

Market Review

On 30 July 2025, the US Federal Reserve ("Fed") announced it would maintain its benchmark interest rate between 4.25% and 4.5%, citing ongoing uncertainty surrounding the U.S. economic outlook. This decision reflects the Fed's cautious stance as it continues to assess the impact of the Trump administration's tariff policies on consumer behavior. Despite concerns about a potential slowdown, the Fed emphasized that economic growth remains steady. Meanwhile, political pressure on Fed Chair Powell intensified in July 2025, with President Trump expressing dissatisfaction over Powell's wait-and-see approach to rate policy.

Labor market data released by the U.S. Bureau of Labor Statistics showed that nonfarm payrolls rose by 147,000 in June 2025, which exceeded expectations of a 110,000 gain and slightly above May 2025's increase of 144,000 jobs. However, this positive report was followed by a much less favorable release in August 2025, which showed a large downward revision. Inflation data for June 2025 showed the Consumer Price Index ("CPI") rising by 0.3%, pushing the annual inflation rate to 2.7%. The Core CPI, which excludes volatile food and energy prices, increased by 0.2% for the month, resulting in an increase of 2.9% Year-on-Year ("YoY"). While the June 2025 figures offered mixed signals regarding the influence of tariffs, some effects were evident with apparel and home furnishings saw price increases, while vehicle prices declined. Consumer sentiment also improved in July 2025.

The Conference Board reported that its consumer confidence index rose to 97.2, up from a revised 95.2 in June 2025, driven by Americans' expectations of rising stock prices and easing inflation. Against this backdrop, the option-adjusted spread for the U.S. Investment Grade Credit Index tightened by 7 bps in July 2025, to 72 bps, resulting in a monthly excess return of 54 bps. Over the month, primary market supply was about USD89.8 billion, including USD67.5 billion in corporates and USD22.3 billion in non-corporates. In respect to performance, the best-performing sectors were Sovereigns, Independent, Electrics, Refining and Natural Gas. The worst-performing were Health Insurance, Cable Satellite, Supranational, Foreign Agencies and Chemicals. BBB fared the best across the investment grade quality spectrum, while Aa+ rated bonds fared the worst.

Performance Review

The Underlying Fund delivered 0.38% for July 2025, outperforming the benchmark by 32 bps. The outperformance was primarily driven by effective security selection. However, this was partially offset by the Fund's overweight positioning in corporate bonds, as spreads tightened throughout the month. As of this month, new tariffs have been introduced across several countries, with rates ranging from 25% to 70% depending on the country and product category. Effective tariff rates are expected to rise into the high teens. In addition to tariffs, the U.S. fiscal budget impulse presents another potential risk catalyst that could influence market dynamics going forward. The Fund's outlook remains cautious as the Fund continues to view credit markets as being in a bear phase. Consequently, the Fund maintains an underweight position in spread duration, which the Fund believes positions well for a potential spread widening environment.