



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 October 2025)	: RM 2.30804
Fund Size (31 October 2025)	: RM 160.750 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

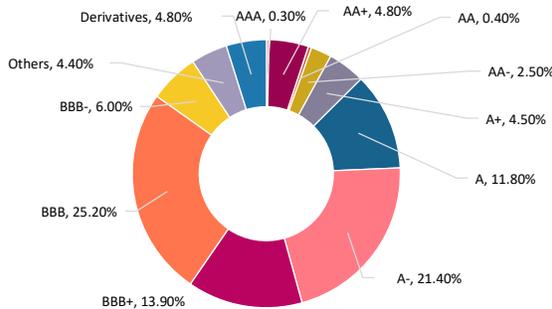
Underlying Fund Details

Name	: AIA Diversified Fixed Income Fund
Investment Manager	: AIA Investment Management Private Ltd. AIA Investment Management HK Limited

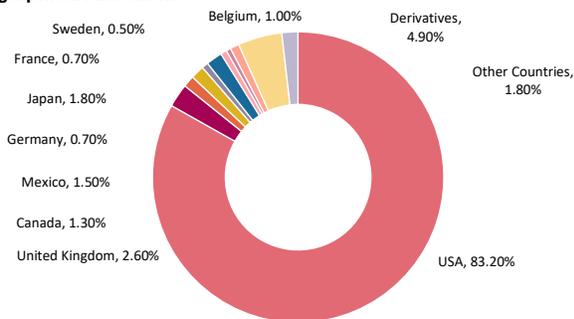
Top Holdings*

1	CBT US 2YR NOTE (CBT) Dec25	5.10%
2	CBT US LONG BOND(CBT) Dec25	4.00%
3	CBT US 10YR NOTE (CBT)Dec25	3.50%
4	United States Treasury NoteBond 4.75% 15/08/2055	1.50%
5	United States Treasury NoteBond 3.625% 30/09/2030	1.30%

Rating Allocation*

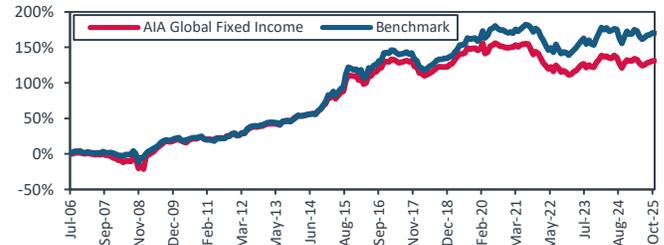


Geographical Allocation*



*Underlying fund data

Historical Performance



Cumulative Performance	1-Mth	6-Mth	1-Year	3-Year	5-Year	Since Inception
Fund~	0.00%	1.24%	1.27%	6.27%	-8.11%	130.80%
Benchmark*	-0.11%	1.82%	1.97%	10.90%	-1.48%	169.98%
Excess	0.11%	-0.57%	-0.69%	-4.64%	-6.62%	-39.17%
Underlying (^)	0.59%	5.06%	7.19%	24.98%	N/A	2.38%

~ 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 restr082920ucturing 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 strengthened against the USD by 0.44% in October 2025.

Market Review

October 2025 was marked by heightened uncertainty in both monetary policy and the broader labour market. The US Federal Reserve ("Fed") cut interest rates by 25 bps at its October 2025 meeting, the second consecutive reduction in the current easing cycle. While markets had anticipated further cuts before year-end, Fed officials expressed caution due to limited official data resulting from the ongoing federal government shutdown. Chair Jerome Powell emphasized the need for careful evaluation of available data, and suggested a slower, more deliberate approach to future policy decisions. Other Fed officials, including Susan Collins and Stephen Miran, echoed concerns about persistent uncertainty, citing trade tensions and a weakening labour market as key risks.

Labor market data throughout the month pointed to a gradual softening. Job openings remained subdued, suggesting ebbing demand for workers. September 2025's headline inflation, which was released in late October 2025, was at 3.0% YoY, slightly below consensus expectations at 3.1% but still above the Fed's 2.0% target, keeping investors attentive to future policy moves. The combination of cautious Fed messaging, ongoing government shutdown, and labour market softness shaped a month of heightened uncertainty and careful navigation for policymakers.

Against this backdrop, the option-adjusted spread for the US Investment Grade Credit Index widened 4 bps in October 2025, to 74 bps. The index posted a total return of +0.44% and an excess return of -0.21%. Over the month, primary market supply was about USD149.4 billion, including USD123.4 billion in corporates and USD26 billion in non-corporates. In respect to performance, the best-performing sectors were Sovereigns, Foreign Local Government, Airlines, Automotive and Foreign Agencies. The worst-performing were Cable Satellite, Media Entertainment, Wirelines, Technology and Railroads. Crossover fared the best across the investment grade quality spectrum, while BBB-rated bonds fared the worst.

Performance Review

In October 2025, the Underlying Fund returned 0.54%, outperforming the benchmark by 16 bps. Most of the month's gains came from participation in the Meta Artificial Intelligence ("AI") data center financing deal, which delivered positive alpha following its pricing.

From a macro perspective, conditions remain largely unchanged. The government shutdown has provided little clarity on labor, inflation, or growth trends, though expectations suggest hiring remains slow while aggregate demand has been strong enough to prevent a rise in layoffs. Looking ahead, supply-side developments related to deregulation and AI trends continue to support optimism for an economic rebound next year. Tariffs are contributing to higher inflation across various goods categories, while services inflation has moderated amid softer labor markets. Near-term inflation is likely to trend higher, but the Underlying Fund Manager expects it to ease in 2026. Corporate earnings—particularly in Technology, Communications, and Power Generation—point to a stronger growth outlook.

Fundamentals remain supportive for investment-grade credit. Spread valuations have shown asymmetry in Q2025, as minor sentiment shifts (supply dynamics, government shutdown, private credit headlines) have widened spreads by roughly 10 bps from their tight levels. The Underlying Fund Manager anticipates spreads will remain in a relatively narrow 70–95 bps range, supported by accommodative monetary policy and solid fundamentals, though the Underlying Fund Manager remains cautious about the negative convexity at current valuations.

This document is for informational use only. Investments are subject to investment risks including the possible loss of the principal amount invested. The value of the units may fall as well as rise. Past performance of the fund is not an indication of its future performance. This is not a pure investment product such as unit trust and please evaluate the options carefully and satisfy that the Investment-Linked Insurance / Takaful plan chosen meets your risk appetite. Please refer to the Fund Fact Sheet for more information about the fund.