



MONTHLY FUND PERFORMANCE UPDATE AIA ASIAN EQUITY FUND

Investment Objective

The Fund invests in a diversified portfolio of shares issued by companies incorporated in Asia excluding Japan and Australia. It is suitable for very aggressive investors who are willing to take high risk in order to achieve higher potential returns.

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

Fund Details

Unit NAV (31 December 2025)	: RM 0.35349
Fund Size (31 December 2025)	: RM 128.975 million
Fund Currency	: Ringgit Malaysia
Fund Inception	: 31 July 2006
Offer Price at Inception	: RM 1.00
Fund Management Fee	: 1.50% p.a.
Investment Manager	: AIA Bhd.
Fund Type	: Feeder Fund
Basis of Unit Valuation	: Net Asset Value
Frequency of Unit Valuation	: Daily

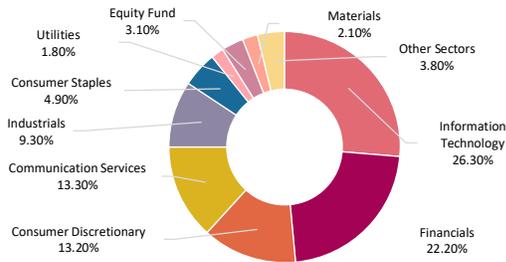
Underlying Fund Details

Name	: AIA Asia Ex Japan Equity Fund
Investment Manager	: AIA Investment Management Private Ltd.

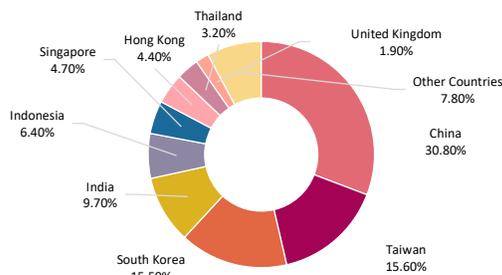
Top Holdings*

1	Taiwan Semiconductor Manufacturing Co Ltd	10.20%
2	Samsung Electronics Co Ltd	9.30%
3	Tencent Holdings Ltd	6.90%
4	HDFC Bank Ltd	4.20%
5	Alibaba Group Holding Ltd	3.20%

Sector Allocation*

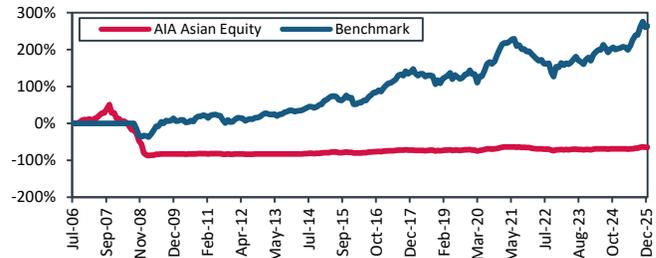


Geographical Allocation*



*Underlying fund data

Historical Performance



Cumulative Performance	1-Mth	6-Mth	1-Year	3-Year	5-Year	Since Inception
Fund~	0.49%	11.75%	15.75%	26.73%	3.80%	-64.65%
Benchmark*	0.87%	11.32%	20.03%	44.57%	21.18%	263.48%
Excess	-0.38%	0.43%	-4.28%	-17.85%	-17.38%	-328.13%
Underlying (^)	2.47%	18.28%	31.50%	47.82%	N/A	16.96%

~ 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.
* 100% MSCI AC Asia ex Japan DTR Net Index (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.

Market Review

The MSCI Asia ex Japan Index gained 2.76% Month-on-Month ("MoM") in US dollar ("USD") terms on a total return basis, supported by broad strength across regional markets. Korea and Taiwan surged on spillover from global Artificial Intelligence ("AI") enthusiasm and re-positioning ahead of 2026. China equity index trended lower for the month of December 2025, driven by signs of weak economic data and cautious corporate guidance. India equity markets lagged as investors rotate out of the country and into regions with AI and semiconductor upcycle exposure. ASEAN indices were mixed, with Singapore leading the December 2025 gains while Indonesia lagged its peers and broader index.

The AIA Asian Equity Fund posted a positive return of 49 basis points ("bps") for the month, underperforming its benchmark by 38 bps, which gained 87 bps. Emerging Market ("EM") equities, as measured by the MSCI EM Index USD, delivered strong positive returns of 303 bps in December 2025. This performance was underpinned by broad strength in regions such as Korea and Taiwan equity markets.

Market Outlook

Looking ahead, China's dominance in rare earth processing provides leverage, while global trade agreements and strong investor demand for AI technology further drives capex and constructive outlook. A weaker USD, driven by US policy uncertainty and large deficits, alongside rising global liquidity, provides a broad tailwind for EM through lower inflation, easier monetary policy and improved capital flows.

Global trade is supported by resilient US demand and ongoing rerouting of Chinese trade, while the technology cycle and AI-related spending remain constructive. In China, recent equity market strength reflects improved sentiment despite a softer macro backdrop. Policy efforts such as anti-involution measures and the newly outlined 15th Five-Year Plan reaffirm existing priorities in technology and industrial innovation, though meaningful progress will take time. While broad stimulus is likely to remain incremental and focused on meeting the 5% growth target, improved US-China relations remove a significant geopolitical overhang for Chinese assets.

EM valuations appear expensive overall, although country-level differences remain, with North Asian markets now costly while parts of Latin America and Emerging Europe still look undervalued. Earnings revisions are improving in leading sectors but must broaden to sustain performance, helped by easier monetary policy. Key risks ahead include US policy uncertainty under the Trump administration, China's policy direction, the trajectory of AI demand, and broader geopolitical issues spanning US-China trade, the conflicts in Ukraine and the Middle East, and US involvement in Venezuela.