

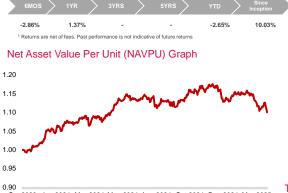
AIA Global Dynamic Income-Paying Fund - Peso

March 31, 2025

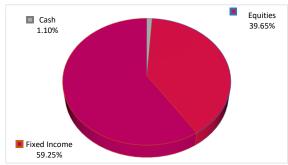
Fund Description

The AIA Dynamic Income Fund seeks to provide regular target income and total return over the long term by investing in variety of income generating asset classes including but not limited to fixed income securities, equities, covered call options and collective investments Indirect exposure to these asset classes will be achieved primarily through investments in units or shares of the Collective Investment Schemes established by AIA including AIA Investment Funds that are managed either by AIA Investment Management or reputable third-party investment managers with proven track records and a disciplined systematic security selection approach to deliver long-term capital growth.

Historical Performance¹







Oct-2023 Jan-2024 Mar-2024 May-2024 Aug-2024 Oct-2024 Dec-2024 Mar-2025

Key Figures and Statistics

NET ASSET VALUE PER UNIT (NAVPU)	1.1003
INCEPTION DATE	20 October, 2023
FUND CLASSIFICATION	Multi Asset Fund
RISK PROFILE	Moderately Adventurous
FUND CURRENCY	Philippine Peso
DOMICILE	Philippines

Top Holdings

Top 5 Holdings (Equities)	% of Portfolio
Apple Inc	1.86%
Microsoft Corp	1.54%
NVIDIA Corp	1.31%
Amazon.com Inc	0.98%
Alphabet Inc	0.83%
Top 5 Holdings (Fixed Income)	% of Portfolio
United States Treasury NoteBond 4.25% 15/11/2034	0.55%
Bank of America Corp 4.979% VRN 24/01/2029	0.40%
Principal Life Global Funding II 4.8% 09/01/2028	0.40%
Deutsche Bank AGNew York NY 5.414% 10/05/2029	0.38%
United States Treasury NoteBond 3.875% 31/03/2027	0.37%

Readership: This document is intended solely for the addressee(s). Its content may be legally privileged and/or confidential. This material is only valid if distributed in the Philippines.

Opinions: Any opinions expressed in this document may be subject to change without notice. We are not soliciting or recommending any action based on this material.

Risk Warning: Past performance is not indicative of future results. Our investment management services relate to a variety of investments, each of which can fluctuate in variety.

may decline substantially.
In making an investment decision, prospective investors must rely on their own examination of the merits and risks involved. Unless otherwise noted, all information contained herein is sourced from AIA Philippines Group internal data. The content included herein has been shared with various in-house departments within the member companies of AIA Group, in the ordinary course of completion. All AIA Philippines Group member companies comply with the confidentiality requirements of their respective undedictions. Parts of this presentation may be based on information received from sources we consider reliable was considered in the confidential transpart of their respective undedictions. Parts of this presentation may be based on information received from sources we consider reliable to the presentation may be based on information received from sources we consider reliable to the presentation of the presentation reliable to the presentation of the presentation of the presentation reliable to the presentation of the presentation

Kisk Warning: Past performance is not indicative of turue results. Our investment management services relate to a variety of investments, each of winch can includate in value.

The value of portfolios we manage may fall as well as rise, and the investor may not get back the full amount originally invested. The investment risk vary between different types of instruments. For example, for portfolios denominated in foreign currencies, changes in the rate of exchange may cause the value of investments, and consequently the value of the portfolio, to increase or decrease. In the case of a higher portfolio volatility, the realized loss upon redemption may be high, as the investment's value may define substantially.



AIA Global Dynamic Income-Paying Fund - Peso March 31, 2025

Commentary:

Macro Review

The US labor market continued to create jobs in March 2025 and unemployment rate crept up slightly from the previous month. The US manufacturing sector fell into contractionary territory in March 2025 after starting the first 2 months of 2025 in expansionary territory. The US Services sector remained in expansionary territory in March 2025. Citi's Economic Surprise Index continued to be in negative territory in March 2025. US inflation for March 2025 remained positive albeit lower than the reading in the first 2 months of 2025.

In March 2025, the Eurozone manufacturing continued to stay sluggish in contractionary territory. Eurozone manufacturing has been in contractionary territory for more than 2 years. In contrast, Eurozone Services PMI was in expansionary territory in March 2025 for the fourth consecutive month. Citi's Economic Surprise Index for Eurozone declined in March 2025 but still ended the month in positive territory. Eurozone inflation continued to be positive in March 2025, though dipped slightly from the reading in February 2025.

In March 2025, China's manufacturing sector continued to expand as the China manufacturing PMI was in expansionary territory for the second consecutive month. China's non-manufacturing PMI was also in expansionary territory in March 2025. Both China consumer price inflation and producer price inflation were negative in March 2025. Citi's Economic Surprise Index for China rebounded and ended March 2024 in positive territory.

Market Review

Global equities dipped again in March 2025 for the second consecutive month and ended 1Q 2025 in negative territory. For the month ending March 2025, Energy, Utilities, and Materials led while Information Technology, Consumer Discretionary and Communication Services lagged. For March 2025, in terms of investment styles, Minimum Volatility outperformed Growth significantly. For March 2025, across the major geographic regions in USD terms, India equities led, while US equities lagged.

The fixed income markets were mixed in March 2025. US Treasuries were up while US Investment Grade and High Yield indices were down in March 2025. US 10-year yield dipped for the third consecutive month in March 2025. High yield and investment grade credit spreads widened in March 2025, with high yield credit spread expanding significantly more than investment grade credit spread.

The commodities markets were up in March 2025. Gold, Oil and Copper were up in March 2025. The US Dollar depreciated against both DM currencies and Asia currencies in March 2025.

Portfolio Review

- The fund delivered negative PHP returns for the month of March 2025. For the month, there was some equity market volatility around month-end closing
- In terms of currency movements, USD depreciated against the PHP for the month.
- In terms of absolute performance for the month of March 2025, AIA Equity Income Fund, AIA Diversified Fixed Income Fund and AIA High Yield Bond Fund delivered negative USD returns.
- In terms of relative performance for the month of March 2025, AIA Equity Income Fund and AIA Diversified Fixed Income Fund outperformed but AIA High Yield Bond Fund underperformed their respective benchmarks.

Outlook

Risk assets experienced a sharp sell-off since Liberation Day as the tariffs announcements from the US administration were worse than expected. Equities across geographic regions sold off, credit spreads widened significantly, and commodities fell sharply.

Markets could remain volatile as market participants are assessing whether a new world order has been established, where the previous regime of globalization and free trade has been abruptly displaced by a regime where countries erect trade barriers and protectionism takes precedence.

It is a challenging environment to have conviction in forecasts as uncertainty emanates from 2 sources: First, uncertainty whether the tariffs imposed by US are here to stay & the US administration's policy stance; Second, uncertainty on how the other countries would respond.

Over the short term. we remain vigilant and stay on the sidelines. This is because going into the sharp sell-off, risk taking of the Global Dynamic Income Paying Fund (Peso) has already been brought down and our assessment is that technical conditions remain challenged, sentiment remain depressed and thus volatility is likely to remain elevated.

Notwithstanding the short-term focus on downside risk management, taking a medium-term perspective, growth conditions were benign prior to Liberation Day with Global PMI signalling steady trend-like growth, and 2025 US earnings forecast in double digits. Supportive growth conditions provide a buffer for the global economy to respond to shocks such as the increased tariffs. Equities are arguably on sale at the point of writing and the investment team is actively looking for better entry points. A rebound in risk assets could be catalysed by policy response as past stress episodes typically see policy makers inject liquidity into the financial system. The key is to stick to a disciplined investment process, carefully weigh medium term upsides returns versus downside risks and not be whipsawed by the volatile market environment.

Readership: This document is intended solely for the addressee(s), its content may be legally privileged and/or confidential. This material is only valid if distributed in the Philippines.

Opinions: Any opinions expressed in this document may be subject to change without notice. We are not soliciting or recommending any action based on this material.

Risk Warning: Pass performance is not indicative of future results. Our investment management services relate to a variety of investments, each of which can fluctuate in value.

The value of portfolios we manage may fall as well as rise, and the investor may not get back the full amount originally invested. The investment risk vary between different types of instruments. For example, for portfolios denominated in foreign cut changes in the rate of exchange many cause the value of investments, and consequently the value of the portfolio, to increase or decrease. In the case of a higher portfolio voiaility, the realized loss upon redemption may be high, as the investmen

may factive substantially in any case in water or investments, and consequency me value of the portion, or interest or decrease or decrease or decrease or in the case or an angine promotion occuration, and in a single promotion or interest or an angine promotion or contained and in a single promotion or interest or an angine promotion or interest or angine promotion or angine promot