



HEALTHIER, LONGER,
BETTER LIVES

AIA PHILAM LIFE ELITE CONSERVATIVE FUND

July 31, 2026

Fund Description

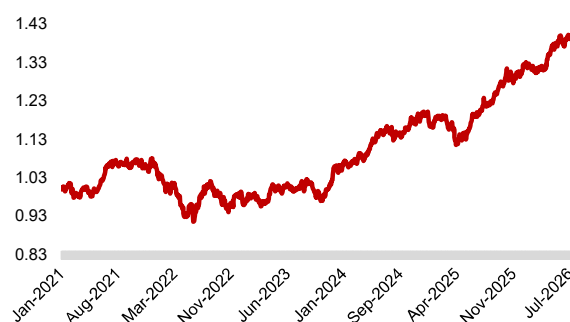
The AIA Philam Life Elite Conservative Fund seeks long-term total return (combination of capital growth and income) and at the same time minimize short term capital risk by investing in a portfolio of equities and fixed income securities. The ILP Sub-Fund's expected average direct and indirect exposure to equities will be approximately 30% over the long-term, however this exposure may vary from time to time. The other 70% will be invested in fixed income or money market instruments.

Historical Performance¹

6MOS	1YR	3YRS	5YRS	YTD	Since Inception
4.62%	11.57%	37.15%	29.92%	5.60%	38.14%

¹ Returns are net of fees. Past performance is not indicative of future returns

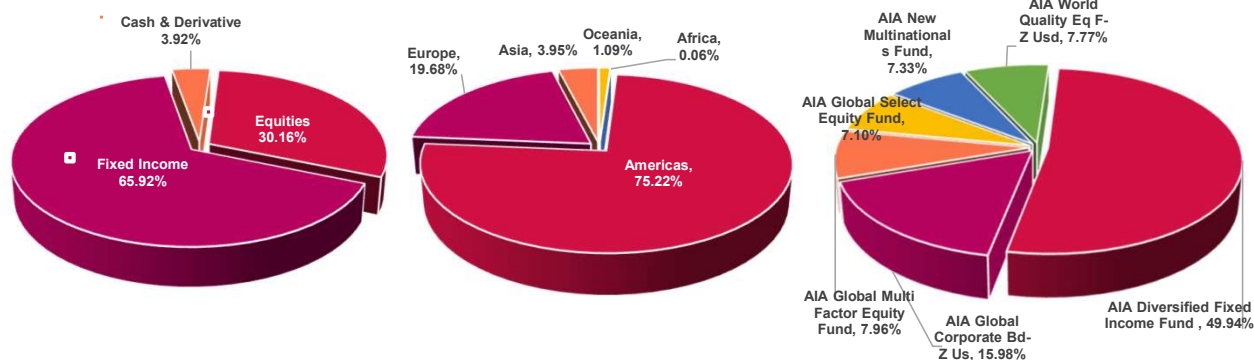
Net Asset Value Per Unit (NAVPU) Graph



Key Figures and Statistics

NET ASSET VALUE PER UNIT (NAVPU)	1.3814
INCEPTION DATE	18 January, 2021
FUND CLASSIFICATION	Fixed Income Fund
RISK PROFILE	Conservative
FUND CURRENCY	Philippine Peso
DOMICILE	Philippines

Regional & Asset Allocation



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.

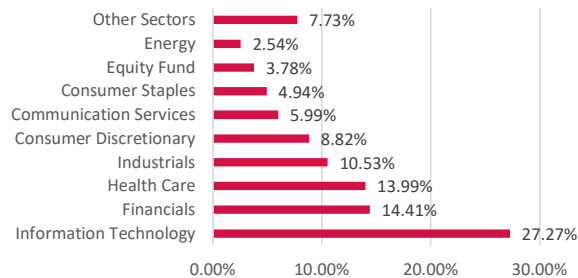
Risk Warning: Past performance is not indicative of future results. Our investment management services relate to a variety of investments, each of which can fluctuate in value. The value of portfolios we manage may fall as well as rise, and the investor may not get back the full amount originally invested. 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 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 Philippines Group, in the ordinary course of completion. All AIA Philippines Group member companies comply with the confidentiality requirements of their respective jurisdictions. Parts of this presentation may be based on information received from sources we consider reliable.



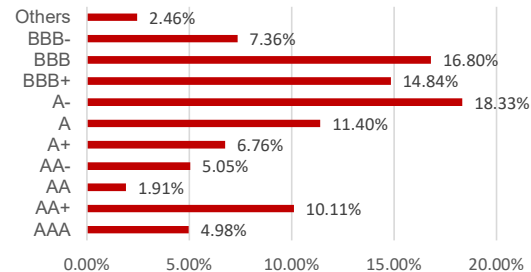
HEALTHIER, LONGER,
BETTER LIVES

AIA PHILAM LIFE ELITE CONSERVATIVE FUND July 31, 2026

Equity: Sector Allocation



Fixed Income: Ratings Allocation



Top Holdings

Top 5 (Equities)

Microsoft Corp	1.41%
Ishares Shortdurationcorpbond Ucits Etf Usd D	0.94%
Taiwan Semiconductor Manufacturing Co Ltd	0.85%
Visa Inc	0.52%
Meta Platforms Inc	0.51%

Top 5 (Fixed Income)

United States Treasury Note/Bon 4.25 % 31-Jul-2028	2.04%
US Treasury Note 3.75% 15/08/2041	0.99%
UK Treasury 1.25% IL Gilt 22/11/2027	0.98%
United States Treasury Note/Bo 4.125 % 30-Jun-2031	0.96%
United States Treasury NoteBond 1.25% 15/05/2050	0.77%

Commentary:

Macro Review

The US economy remained resilient in July. Although nonfarm payrolls unexpectedly declined, the unemployment rate remained broadly stable. Business conditions strengthened, with both the ISM Manufacturing and Services PMIs remaining in expansionary territory and rising from the month prior. Moreover, inflation pressures moderated in July. The annual rate of headline consumer price inflation eased, as lower energy prices contained price increases. The annual rate of headline producer price inflation also moderated and reported softer than consensus expectations. At the July 2026 monetary policy meeting, the Federal Reserve held rates steady, although three members dissented in favour of a rate hike. The hawkish split prompted markets to price in a greater likelihood of a September rate increase, pushing US bond yields higher. Lastly, US corporate earnings remained strong during the second-quarter reporting season. As of end July, more than 80% of reported companies delivered a positive earnings surprise. Analysts project US companies to deliver double-digit earnings growth for calendar year 2026 and 2027.

Eurozone growth conditions improved in July, with the Citi Economic Surprise Index moving from negative to positive territory as economic data generally exceeded expectations. Both manufacturing and services activity expanded. The Eurozone Manufacturing PMI remained in expansionary territory, supported by increased factory production as firms completed backlogged orders, although new-order growth remained subdued. The Services PMI returned to expansion, underpinned by stronger demand. On the inflation front, Eurozone consumer price inflation hovered near 3% in July, in part reflecting a rise in energy prices. The European Central Bank stood pat in July after hiking rates in June, reaffirming its data-dependent approach amid uncertainty around the inflationary impact of the energy shock.

China's economy remained challenged. On the positive side, exports recorded double-digit year-on-year growth in July, while retail sales improved in June. However, business activity weakened in July, with both the official Manufacturing and Services PMIs falling into contractionary territory. Investment and property-market conditions also remained under pressure. Fixed-asset investment declined year-on-year in the first half of 2026, while new-home sales also fell over the same period. Inflation remained modest in July, with the annual rates of both consumer and producer price inflation moderating from June and coming in below consensus expectations.

Market Review

Global equities ended July 2026 about flat. Across the major geographic regions in USD terms, Europe equities led while China A equities lagged in July 2026. For July 2026, Energy, Financials and Consumer Discretionary led while Information Technology, Industrials and Utilities lagged. In terms of investment styles, High Dividend Yield led while Momentum lagged in July 2026.

In July 2026, fixed income markets retreated. US treasuries, US investment grade corporate bonds and US high yield bonds all posted negative returns in July 2026. US government bond yield rose significantly in July 2026 on the back of oil price increases and rate hike expectations. US high yield credit spread widened more than US investment grade credit spread.

Commodities rallied in July 2026. Oil rose sharply as the US-Iran conflict re-escalated. The growth sensitive metal, Copper, increased in July 2026 while Gold was about flat. The US dollar fell against both DM currencies and Asian currencies in July 2026.

Portfolio Review

Elite Conservative Fund:

- The fund delivered negative PHP returns, underperforming its benchmark for the month of July 2026
- In terms of currency movements, USD depreciated against the PHP for the month.

SICAV funds

- In terms of absolute performance (in USD), AIA New Multinationals Fund, AIA Global Systematic Equity Fund and AIA World Quality Fund delivered positive returns, while AIA Global Select Equity Fund, AIA Diversified Fixed Income Fund and AIA Global Corporate Bond Fund delivered negative returns.
- In terms of relative performance (in USD) for the month of July 2026: AIA New Multinationals Fund, AIA Global Systematic Equity Fund and AIA World Quality Fund

* In terms of relative performance (in USD) for the month of July 2020, AIA New Internationalists Fund, AIA Global Systematic Equity Fund and AIA World Quality Fund outperformed the Elite equity benchmark, while AIA Global Select Equity Fund underperformed. In terms of fixed income managers, both AIA Diversified Fixed Income Fund and AIA Global Corporate Bond Fund underperformed the Elite fixed income benchmark.

Outlook

Recent weeks have seen bouts of selling as investors grew increasingly concerned about the sustainability of the AI-driven rally. The sell-offs were concentrated in the technology and AI sectors, while market swings in Korea were amplified by leveraged products. Nevertheless, the weakness was not broad-based, with several sectors delivering positive returns during this volatile period.

We remain constructive on equities over the medium term, supported by solid earnings growth in major developed markets and signs that the current adjustment is driven by rotation rather than a uniform risk-off by investors. One risk factor to monitor is the rise in bond yields, as investors may demand greater compensation for holding bonds amid expectations that the Federal Reserve will provide less forward guidance on the path of monetary policy.

Given the wider range of potential macroeconomic and market outcomes, broad diversification across regions and sectors, active management and disciplined risk management remain key to navigating the evolving investment landscape.

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 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 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 Philippines Group, in the ordinary course of completion. All AIA Philippines Group member companies comply with the confidentiality requirements of their respective jurisdictions. Parts of this presentation may be based on information received from sources we consider reliable.