

AIA Elite Balanced Fund

March 2023

Investment Objective

The ILP Sub-Fund seeks long-term total return (combination of capital growth and income) with moderate 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 60% over the long-term, however this exposure may vary from time to time. The other 40% will be invested in fixed income or money market instruments.

Key Fund Facts

(As of 31 March 2023)

Name of ILP Sub-Fund	AIA Elite Balanced Fund	Name of ILP Sub-Fund	AIA Elite Balanced Fund (USD)
Launch Date	19 July 2019	Launch Date	19 July 2019
Launch Price	SGD 1.000	Launch Price	USD 1.000
Manager of ILP Sub-Fund	AIA Investment Management Private Limited	Manager of ILP Sub-Fund	AIA Investment Management Private Limited
Pricing Frequency	Daily	Pricing Frequency	Daily
Subscription	Cash and SRS	Subscription	Cash
Fund Risk Classification	Medium to High Risk	Fund Risk Classification	Medium to High Risk
Management Fees	1.25% p.a. of Net Asset Value	Management Fees	1.25% p.a. of Net Asset Value
Bid	SGD 1.085	Bid	USD 1.192
Fund Size	SGD 234.3M	Fund Size	USD 14.7M

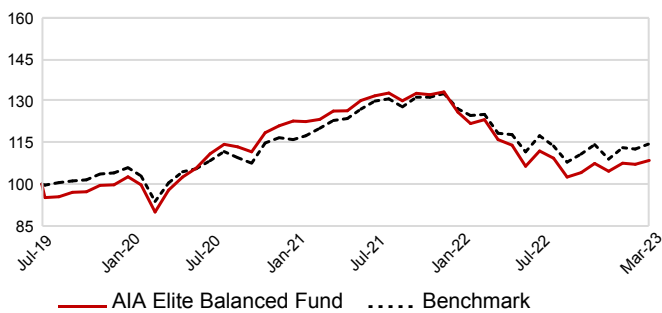
Performance

(As of 31 March 2023)

AIA Elite Balanced Fund

Period	1 Month	3 Months	6 Months	1 Year	3 Year [^]	Since Inception [^]
Fund (bid-to-bid)	1.31%	3.73%	5.85%	-11.93%	6.47%	2.24%
Benchmark	1.69%	5.09%	6.18%	-8.44%	6.94%	3.75%

AIA Elite Balanced Fund



Notes (1) Performance of the fund is in SGD on a bid to bid basis with net dividends reinvested, without taking into consideration the fees and charges payable through deduction of premium or cancellation of units (2) [^] denotes annualised returns (3) Current benchmark: 60% MSCI World Total Net Return Index & 40% Bloomberg Barclays Global Aggregate Corporate Total Return Index

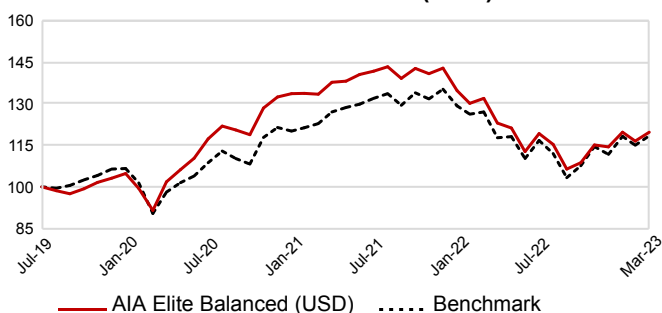
Past Performance is not necessarily indicative of future performance.

*Source: AIA Singapore

AIA Elite Balanced (USD)

Period	1 Month	3 Months	6 Months	1 Year	3 Year [^]	Since Inception [^]
Fund (bid-to-bid)	2.76%	4.65%	12.45%	-9.28%	9.38%	4.90%
Benchmark	2.96%	6.01%	14.59%	-6.80%	9.41%	4.62%

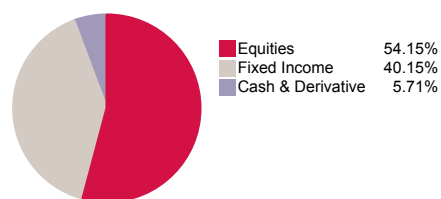
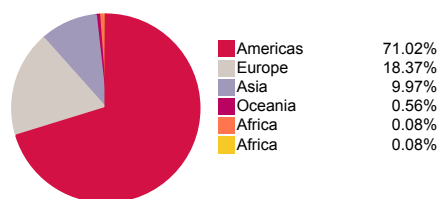
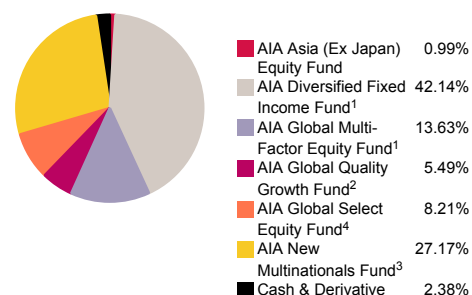
AIA Elite Balanced (USD)



Notes (1) Performance of the fund is in USD on a bid to bid basis with net dividends reinvested, without taking into consideration the fees and charges payable through deduction of premium or cancellation of units (2) [^] denotes annualised returns (3) Current benchmark: 60% MSCI World Total Net Return Index & 40% Bloomberg Barclays Global Aggregate Corporate Total Return Index

Past Performance is not necessarily indicative of future performance.

*Source: AIA Singapore

Asset Allocation (%)**Regional Allocation (%)****Underlying Fund Allocation (%)**

Source: AIA Investment Management Private Limited, based on the SGD-denominated fund

¹ Sub-managed by BlackRock Financial Management, Inc.

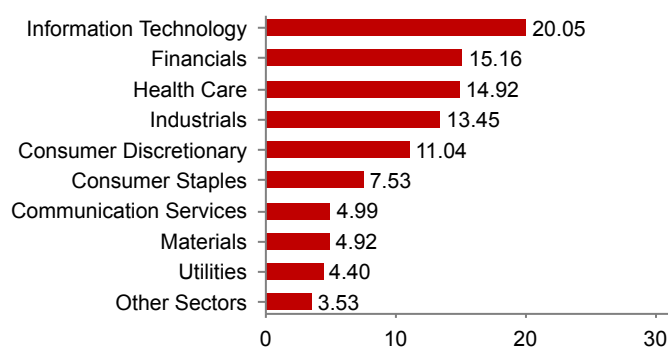
² Sub-managed by Baillie Gifford Overseas Limited

³ Sub-managed by Wellington Management Company LLP

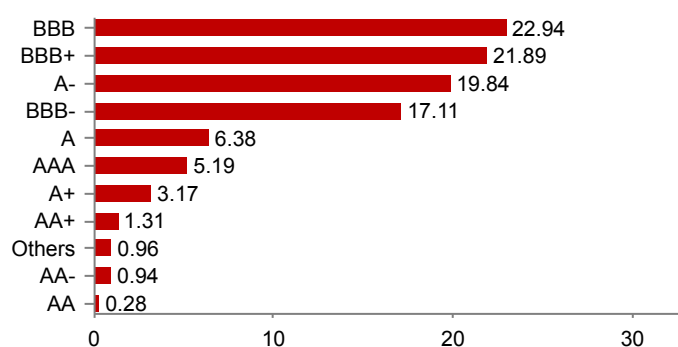
⁴ Sub-managed by Capital International, Inc

Equity: Sector Allocation

(As of 31 March 2023)

**Fixed Income: Ratings Allocation**

(As of 31 March 2023)

**Top Holdings**

(As of 31 March 2023)

Top 5 (Equities)	Holdings (%)
Microsoft Corp	2.33
Taiwan Semiconductor Manufacturing Co Ltd	1.60
Texas Instruments Inc	1.29
Novartis AG	1.20
Visa Inc	1.16
TOTAL	7.58

Source: AIA Investment Management Private Limited, based on the SGD-denominated fund

Top 5 (Fixed Income)	Holdings (%)
Amgen Inc 5.507% 02/03/2026	0.50
General Motors Financial Co Inc 6.05% 10/10/2025	0.42
Apple Inc 3.25% 08/08/2029	0.40
Boeing CoThe 3.2% 01/03/2029	0.35
United States Treasury NoteBond 2.875% 15/05/2032	0.35
TOTAL	2.02

Market Review

Global equities traded higher in March, despite the Federal Reserve (Fed) hiking interest rates by 25 basis points (bps) and banking turmoil resulting from the collapse of Silicon Valley Bank (SVB), Signature Bank as well as the takeover of Credit Suisse (CS) by UBS Group AG. The US jobs market remained hot with February's Non-Farm Payroll (NFPR) increasing by 311,000, signalling that the Fed will continue to adopt restrictive policies to tame the high inflation towards its long-term target of 2%. In China, the weeklong annual National People's Congress (NPC) ended on 13th March 2023 and saw the release of key announcements such as the 5% Gross Domestic Production (GDP) target, plans to expand domestic demand and efforts to stabilise the property market. Additionally, the meeting formally unveiled the list of top government officials who have been appointed to work alongside President Xi Jinping as he begins his unprecedented third term as China's president. The MSCI World Index gained 3.09% while MSCI Emerging Markets Index gained 3.03% for the month of March.

In Fixed Income, the flight to safety from increased financial market volatility has caused Treasury yields to plummet sharply. Additionally, the yield curve continues to be inverted, with long-term rates above short-term rates, which is traditionally a time-tested indicator of an impending recession. The Bloomberg Barclays Global Aggregate Corporate Total Return index gained 2.78% for the month.

Portfolio Review

Elite Balanced Fund:

- The portfolio gained 1.31% for the month, underperforming its benchmark by 0.39%.
- All underlying funds delivered positive absolute performance in line with markets.
- In terms of relative performance, with the exception of AIA Global Select Equity Fund and AIA Asia Ex-Japan Equity Fund, all other underlying funds underperformed the respective equity and bond components of the benchmark.

Outlook

Many of the risks that were present last year such as Russia/Ukraine war, restrictive monetary policy and elevated inflation prints are still present today. We expect markets to enter a deep bottoming phase in the coming months before a rebound in the later part of the year.

The recent stress in the banking system is likely an accelerant of tightening credit conditions that may lead to a further slowdown, which coupled with declining corporate earnings as well as an unswaying Fed determined to tame inflation, has made a recession this year in the US a near-certainty.

The Elite portfolios continue to place a tactical exposure to Asia Ex-Japan equities as its undemanding valuation offers a good entry point and China's end to its Covid policy seems positive. We remain underweight equities (with a preference towards Asia Ex-Japan equities) while adopting a neutral stance on fixed income due to expectations of widening spreads.

Source: AIA Investment Management Private Limited, based on the SGD-denominated fund

Disclaimer with regard to the above Benchmark: The blended returns are calculated by AIA Investment Management Private Limited using end of day index level values licensed from MSCI ("MSCI Data"). For the avoidance of doubt, MSCI is not the benchmark "administrator" for, or a "contributor", "submitter" or "supervised contributor" to, the blended returns, and the MSCI Data is not considered a "contribution" or "submission" in relation to the blended returns, as those terms may be defined in any rules, laws, regulations, legislation or international standards. MSCI Data is provided "AS IS" without warranty or liability and no copying or distribution is permitted. MSCI does not make any representation regarding the advisability of any investment or strategy and does not sponsor, promote, issue, sell or otherwise recommend or endorse any investment or strategy, including any financial products or strategies based on, tracking or otherwise utilizing any MSCI Data, models, analytics or other materials or information.

AIA Elite Balanced Fund is an investment-linked policy (ILP) fund offered by AIA Singapore Private Limited ("AIA Singapore") and is only available under AIA Investment-Linked Policies. AIA Singapore is the product provider. This fact sheet is prepared by AIA Singapore and the information presented is for informational use only. Investments are subject to investment risks including the possible loss of the principal amount invested. Past performance, as well as the prediction, projection or forecast on the economy, securities markets or the economic trends of the markets are not necessarily indicative of the future or likely performance of the ILP funds. The performance of the ILP funds is not guaranteed and the value of the units in the ILP funds and the income accruing to the units, if any, may fall or rise. A product summary relating to the ILP funds is available and may be obtained from your AIA Financial Services Consultant. A potential investor should read the product summary before deciding whether to subscribe for units in the ILP funds. AIA Singapore does not warrant or make any representations regarding the use or the results of the use of the figures generated in terms of their correctness, accuracy, reliability, or otherwise.

E. & O. E.

AIA Singapore Private Limited (Reg No.201106386R)

1 Robinson Road, AIA Tower, Singapore 048542 Monday - Friday: 8.45am -5.30pm AIA Customer Care Hotline: 1800 248 8000 aia.com.sg