AIA Greater China Equity Fund

November 2022

Investment Objective

This fund seeks to achieve long-term capital growth principally from a portfolio of equity and equity-related securities of companies with exposure to the economies of countries within the Greater China Region.

Key Fund Facts

(As of 30 November 2022)

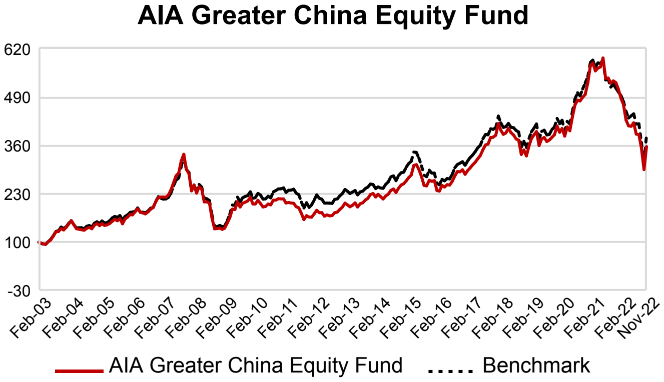
Launch Date	21 January 2003
Launch Price	SGD 1.000
Manager of ILP Sub-Fund	FIL Investment Management (Singapore) Limited
Name of Underlying Fund(s)	Fidelity Funds - Greater China Fund II
Manager(s) of Underlying Fund(s)	FIL Fund Management Limited
Risk Classification	Higher Risk

Subscription	Cash, CPF(OA) and SRS
Sales Charge (For Cash and SRS)	Up to 5%*
Sales Charge (for CPF OA or SA)	0% (wef 1 Oct 2020)
Pricing Frequency	Daily
Management Fees	1.50% p.a. of Net Asset Value
Bid	SGD 3.394
Offer	SGD 3.573
Fund Size	SGD 544.4M

Performance

(As of 30 November 2022)

Period	1 Month	3 Months	6 Months	1 Year	3 Year^	5 Year^	10 Year^	Since Inception^
Fund (bid-to-bid)	21.04%	-8.27%	-13.20%	-32.47%	-2.79%	-1.34%	6.64%	6.64%
Benchmark	22.84%	-7.36%	-11.83%	-24.58%	-1.83%	-0.80%	5.62%	7.08%



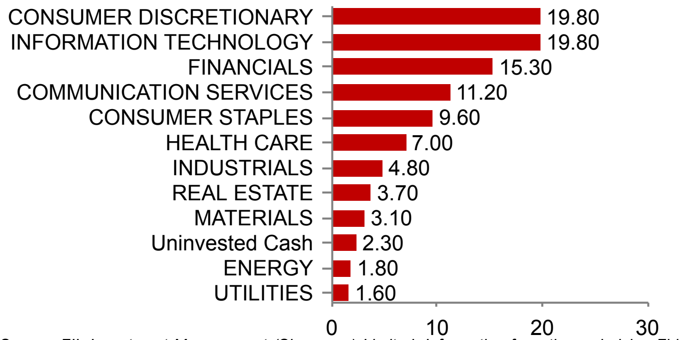
Source: AIA Singapore

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 Manager: FIL Investment Management (Singapore) Limited (w.e.f 27 June 2011) (4) Current benchmark: MSCI Golden Dragon DTR Net

Past Performance is not necessarily indicative of future performance.

Sector Allocation (%)

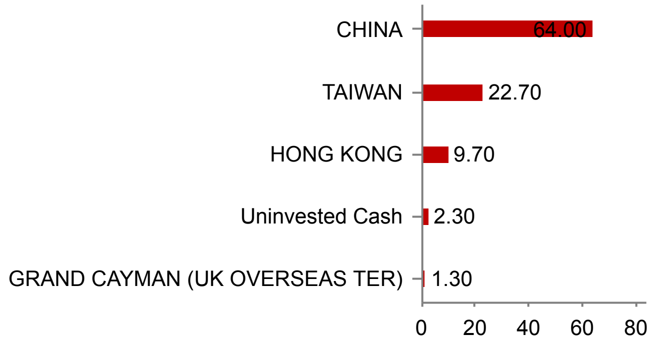
(As of 30 November 2022)



Source: FIL Investment Management (Singapore) Limited, Information from the underlying Fidelity Funds - Greater China Fund II

Country Allocation (%)

(As of 30 November 2022)



Top Holdings

(As of 30 November 2022)

	Holdings (%)
TAIWAN SEMICONDUCTOR MFG CO LTD	9.20
TENCENT HLDGS LTD	8.10
AIA GROUP LTD	6.20
ALIBABA GROUP HOLDING LTD	6.10
MEITUAN	4.00
CHINA RES LD LTD	2.80
KWEICHOW MOUTAI CO LTD	2.80
CHINA MENGNIU DAIRY CO	2.70
JD.COM INC	2.60
LI NING CO LTD	2.50
TOTAL	47.00

Source: FIL Investment Management (Singapore) Limited, Information from the underlying Fidelity Funds - Greater China Fund II

Manager's Commentary

(As of 30 November 2022)

Market Review:

Chinese and Hong Kong equities rebounded sharply in November amid multiple positive developments alongside a clear path set towards an economic reopening. Investors reacted positively to China's softer stance on COVID-19 and a policy shift from its stringent COVID-19 control measures, such as accelerating the increase in the vaccination rate for the elderly, easing quarantine rules and scrapping mass testing requirements. This raised hopes for an improving external environment and continuous recovery in the economy. In other key developments, the People's Bank of China (PBoC) announced a cut in the reserve requirement ratio (RRR), and in association with the China Banking and Insurance Regulatory Commission (CBIRC) released 16 measures to support financing for the property market. This move is expected to aid the economy by maintaining reasonable and sufficient liquidity. On the economic front, China's Caixin manufacturing Purchasing Managers' Index (PMI) remained in contractionary territory for the fourth consecutive month, pressured by falling factory output, employment and new export orders, and a deteriorating logistics situation amid a sudden flare-up in COVID-19 cases. Taiwanese equities rebounded and registered double-digit growth in line with Chinese markets, as it saw a strong influx of foreign investors, following months of sell-off.

Performance Review:

The fund returned 21.1%, while the index returned 22.8% in November.

Strong stock selection in the consumer discretionary, consumer staples, financials and utilities sectors added value, while selected holdings in health care, communication services and industrials hurt performance. Investors scooped up previously beaten-down consumer and internet names that offer substantial growth opportunity as overall fundamentals improve given the gradual reopening along with an economic recovery in China. The resilient sales growth witnessed by many Chinese brands during the holiday shopping season, which reflected a continued recovery in consumption, also lifted sentiment. As a result, the allocations to e-commerce giants Alibaba Group Holding and sportswear maker Li Ning contributed to performance. Meanwhile, the former reported solid earnings results for the third quarter, supported by efficiency enhancement. Shares in property developer China Resources Land gained in line with the broader real estate sector, as sentiment turned positive after China rolled out support measures to ease financing difficulties for developers. Conversely, LONGi Green Energy Technology declined as the solar panel manufacturer lowered its wafer price, which could pressure its near-term margins. In the meantime, the company's US solar market is facing disruptions due to uncertainty around import rules. Shares in Guangdong Huate Gas, a specialty gas supplier in the semiconductor supply chain, edged lower. Investors remained concerned over US export restrictions that impact some Chinese companies' access to certain advanced semiconductors, which could adversely affect the company's clients in the semiconductor industry. Battery equipment maker Wuxi Lead Intelligent Equipment took a hit as investors weighed industry-wide sluggish order growth.

Outlook:

Investment sentiment in China has been dampened this year by macroeconomic challenges, regulation changes and COVID-19 disruptions. However, we are seeing signs of an improving regulatory environment, supportive government policies with gradual monetary easing and expanding fiscal policy, as well as further relaxation of previously stringent COVID-19 restrictions. This will release pent-up consumption demand and help the Chinese economy to recover gradually. Over the long term, we remain positive on China's growth story. Holdings in high quality companies are expected to deliver good earnings growth over the long term.

Source: FIL Investment Management (Singapore) Limited

*Please refer to the Product Summary applicable to the investment-linked policy which you have purchased or intend to purchase for these applicable fees and charges.