INVESTOR

AIA's Monthly Investment Market and Unit Linked Fund Update

For the month of September 2025

What you will find here

Your fund performance

- Summary
- Growth fund
- Balanced fund
- Secure fund
- Protected fund
- Stable Money Market fund

Market update

- Interest rate movement
- Stock market performance
- Economic highlights

Fund manager's outlook

- Fixed Income outlook
- Equity outlook

Unit-linked Price Performance – As at month end

	Growth	Balanced	Secure	Protected	Stable MM	ASPI	S&P SL20
Since 01 Jan 2025 (YTD)	**31.1%**	**19.1%**	**5.5%**	**5.3%**	**5.8%**	**36.6%**	**26.0%**
Annual Effective Growth Rate							
1 year	73.3%	44.1%	7.8%	7.4%	8.2%	83.7%	77.4%
3 years	35.0%	27.7%	16.0%	15.0%	16.3%	29.9%	24.6%
5 years	22.7%	20.0%	13.0%	12.2%	13.2%	29.5%	20.0%
7 years	15.5%	15.5%	11.9%	11.2%	12.1%	20.6%	10.7%
From Inception - CAGR	12.5%	12.9%	10.8%	10.3%	11.6%	12.3%	6.0%

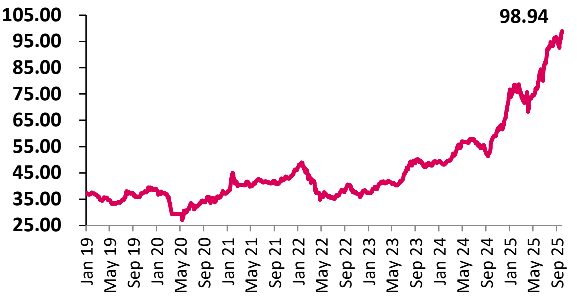
Note: Past performance is not an indication of future performance

: The Stable Money Market fund was introduced on 21 Apr 2017, while the remainder of the funds were introduced on 02 May 2006

Tip: Your Investment Linked Long Term Insurance Policy allows you to be in control of your investments in Unit Linked Funds. Kindly refer your policy document to learn more about options like unit switches and premium redirections which are available for you to manage your investments. You can also contact us if you like to know how you can use the options available to you.

Your fund performance: Growth fund

Unit Price Movement



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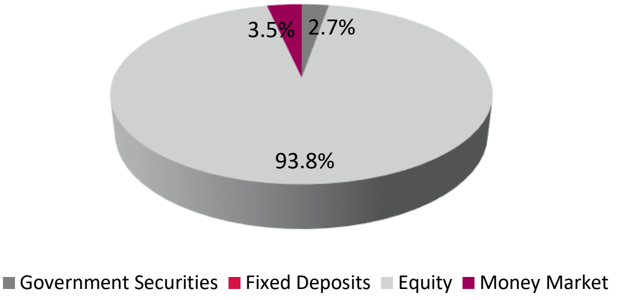
Asset Allocation



Note: The asset allocation for the fund is presented as at month end. The future asset allocation may change based on market conditions and investment strategy.

Unit Price Growth (as a percentage)

*Period from 31/12/2024 to 30/09/2025

Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Unit Price	32.90	34.40	37.60	39.56	42.81	43.68	50.63	37.48	49.18	78.38	98.94
Growth (%)	1.7%	4.6%	9.3%	5.2%	11.2%	2.0%	15.9%	-20.1%	31.2%	53.5%	31.1%

Note: past performance is not an indication of future performance

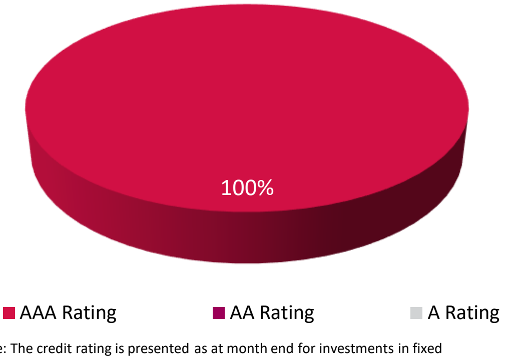
Equity Allocation

Sector	%
Banks	39%
Capital Goods	24%
Food Beverage and Tobacco	22%
Materials	8%
Diversified Financials	5%
Energy	1%
Telecommunication Services	0%
Food & Staples Retailing	0%
Utilities	0%
Software & Services	0%
Transportation	0%
Consumer Durables & Apparel	0%
Total	**100%**

Top Equity Holdings***	
ACCESS ENG LTD	DISTILLERIES COMPANY OF SRI LANKA
CENTRAL FINANCE COMPANY PLC	HATTON NATIONAL BANK PLC
CEYLON COLD STORES PLC	JOHN KEELLS HOLDINGS PLC
CHEVRON LUBRICANTS LANKA PLC	SAMPATH BANK PLC
COMMERCIAL BANK OF CEYLON PLC	SUNSHINE HOLDINGS PLC

****Note: In alphabetical order*

Credit Rating

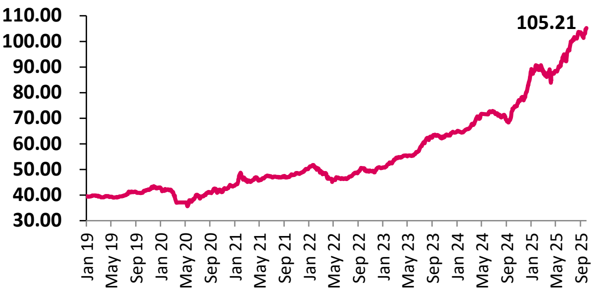


Note: The credit rating is presented as at month end for investments in fixed deposits and does not include ratings for equity investments. All ratings are by Fitch Ratings Lanka.

- The annual average growth rate of the unit price for the Growth fund is 12.5% per year, since the unit linked fund was started.
- The unit price has increased by 31.1% year to date.

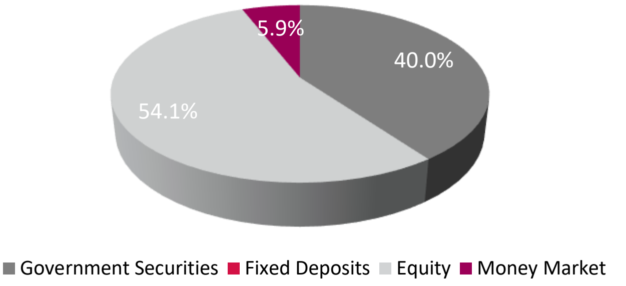
Your fund performance: Balanced fund

Unit Price Movement



Note: past performance is not an indication of future performance

Asset Allocation



Note: The asset allocation for the fund is presented as at month end. The future asset allocation may change based on market conditions and investment strategy.

Unit Price Growth (as a percentage)

*Period from 31/12/2024 to 30/09/2025

Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Unit Price	32.90	34.40	37.60	39.56	42.81	43.68	50.63	50.68	64.73	88.36	105.21
Growth (%)	1.7%	4.6%	9.3%	5.2%	11.2%	2.0%	15.9%	0.1%	27.7%	36.5%	19.1%

Note: past performance is not an indication of future performance

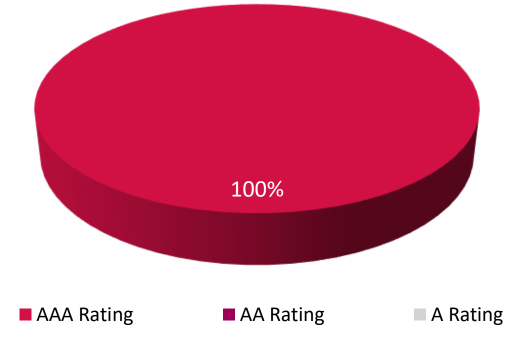
Equity Allocation

Sector	%
Banks	45%
Food Beverage and Tobacco	24%
Capital Goods	14%
Diversified Financials	9%
Materials	8%
Consumer Services	0%
Telecommunication Services	0%
Food & Staples Retailing	0%
Utilities	0%
Transportation	0%
Software & Services	0%
Consumer Durables & Apparel	0%
Total	100%

Top Equity Holdings***	
CENTRAL FINANCE COMPANY PLC	HATTON NATIONAL BANK PLC
CEYLON COLD STORES PLC	HEMAS HOLDINGS PLC
CHEVRON LUBRICANTS LANKA PLC	JOHN KEELLS HOLDINGS PLC
COMMERCIAL BANK OF CEYLON PLC	SAMPATH BANK PLC
DISTILLERIES COMPANY OF SRI LANKA	SUNSHINE HOLDINGS PLC

****Note: In alphabetical order*

Credit Rating

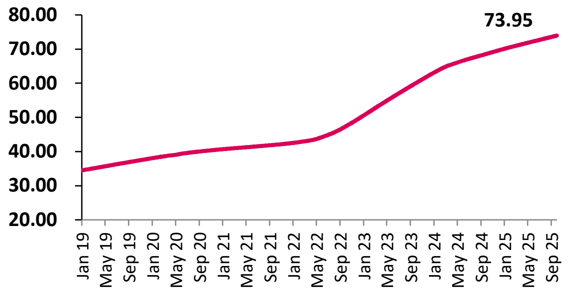


Note: The credit rating is presented as at month end for investments in fixed deposits and does not include ratings for equity investments. All ratings are by Fitch Ratings Lanka.

- The annual average growth rate of the unit price for the Balanced fund is 12.9% per year, since the unit linked fund was started.
- The unit price has increased by 19.1% year to date.

Your fund performance: Secure fund

Unit Price Movement



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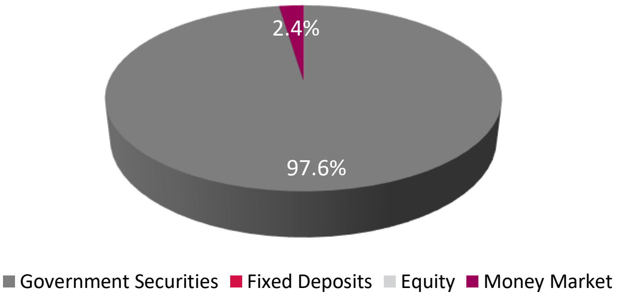
Asset Allocation



Note: The asset allocation for the fund is presented as at month end. The future asset allocation may change based on market conditions and investment strategy.

Unit Price Growth (as a percentage) ***Period from 31/12/2024 to 30/09/2025**

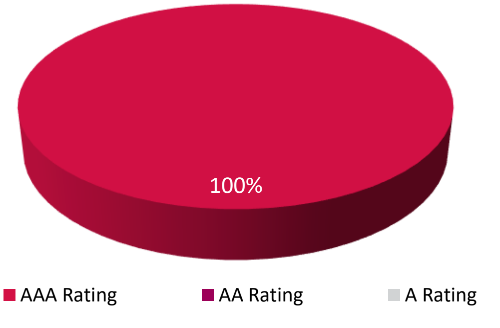
Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Unit Price	26.21	28.37	31.32	34.49	38.05	40.68	42.53	50.47	63.01	70.08	73.95
Growth (%)	5.9%	8.2%	10.4%	10.1%	10.3%	6.9%	4.5%	18.7%	24.8%	11.2%	5.5%

Note: past performance is not an indication of future performance

- The annual average growth rate of the unit price for the Secure fund is 10.8% per year, since the unit linked fund was started.
- The unit price has increased by 5.5% year to date.
- Investment holdings as of month end are in government securities* resulting in AAA rated instruments for the portfolio.

**Includes money market Instruments*

Credit Rating



Note: The credit rating is presented as at month end for investments in fixed deposits and does not include ratings for equity investments. All ratings are by Fitch Ratings Lanka.

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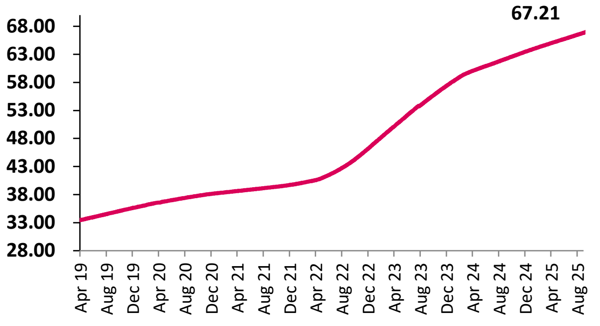
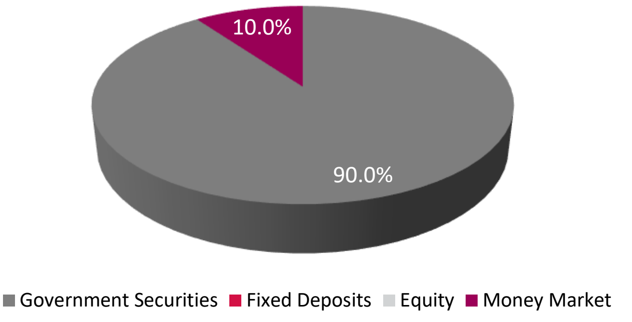
Your fund performance: Protected fund

Unit Price Movement



Note: past performance is not an indication of future performance

Asset Allocation



Note: The asset allocation for the fund is presented as at month end. The future asset allocation may change based on market conditions and investment strategy.

Unit Price Growth (as a percentage) ***Period from 31/12/2024 to 30/09/2025**

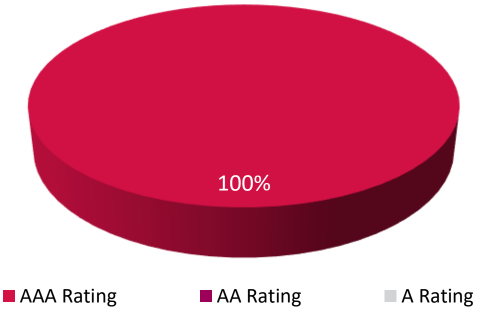
Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Unit Price	25.20	27.18	29.82	32.66	35.58	38.25	39.88	47.09	58.08	63.83	67.21
Growth (%)	5.8%	7.9%	9.7%	9.5%	9.8%	6.7%	4.3%	18.1%	23.3%	9.9%	5.3%

Note: past performance is not an indication of future performance

- The annual average growth rate of the unit price for the Protected fund is 10.3% per year, since the unit linked fund was started.
- The unit price has increased by 5.3% year to date.
- Investment holdings as of month end are in government securities* resulting in AAA rated instruments for the portfolio.

**Includes money market Instruments*

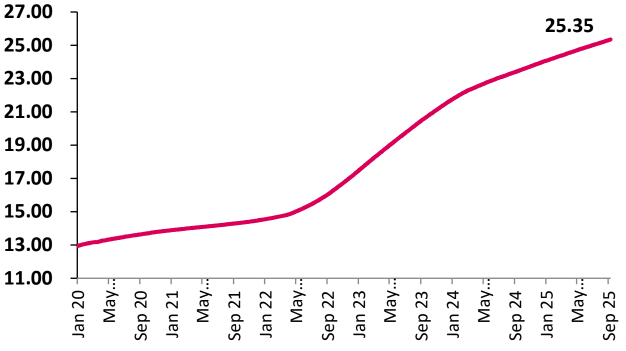
Credit Rating



Note: The credit rating is presented as at month end for investments in fixed deposits and does not include ratings for equity investments. All ratings are by Fitch Ratings Lanka.

Your fund performance: Stable Money Market fund

Unit Price Movement



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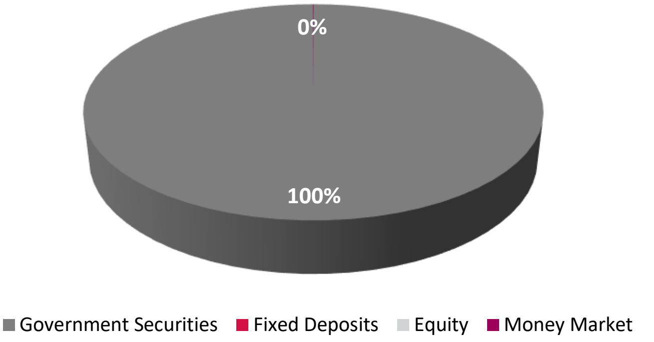
Asset Allocation



Note: The asset allocation for the fund is presented as at month end. The future asset allocation may change based on market conditions and investment strategy.

Unit Price Growth (as a percentage) ***21/04/2017 to 31/12/2017** ****Period from 31/12/2024 to 30/09/2025**

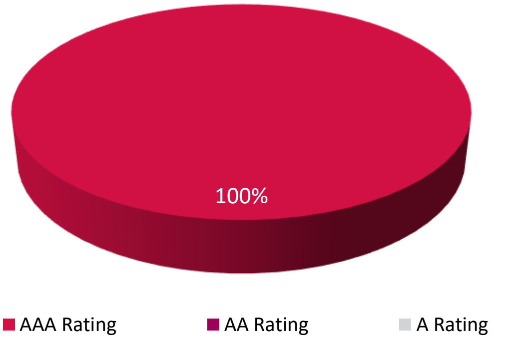
Year	2015	2016	2017*	2018	2019	2020	2021	2022	2023	2024	2025**
Unit Price	-	-	10.62	11.70	12.88	13.85	14.49	17.18	21.51	23.96	25.35
Growth (%)	-	-	6.2%	10.2%	10.1%	7.5%	4.6%	18.6%	25.2%	11.4 %	5.8%

Note: past performance is not an indication of future performance

- The annual average growth rate of the unit price for the Stable Money Market fund is 11.6% per year, since the unit linked fund was started.
- The unit price has increased by 5.8 % year to date.
- Investment holdings as of month end are in government securities* resulting in AAA rated instruments for the portfolio.

**Includes money market Instruments*

Credit Rating

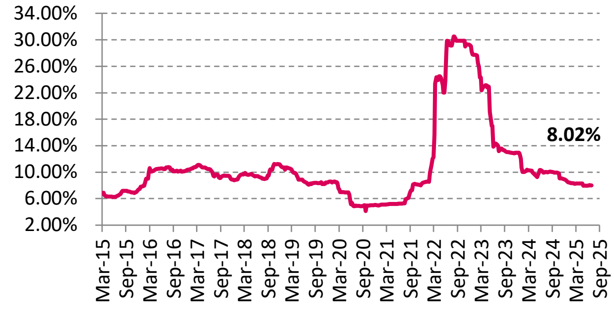


Note: The credit rating is presented as at month end for investments in fixed deposits and does not include ratings for equity investments. All ratings are by Fitch Ratings Lanka.

Market Update: Interest Rates

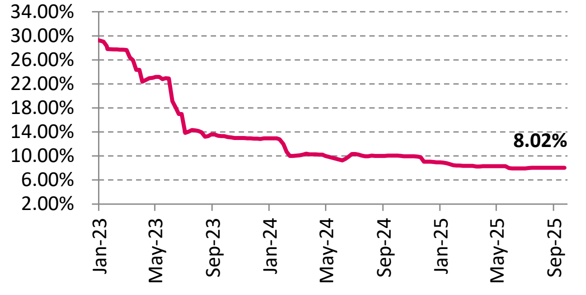
We use the 364-day T- Bill as an indicator of how interest rates move

364-day T-bill: Since 01 Jan 2015



Note: Past performance is not an indication of future performance

364-day T-bill: Since 01 Jan 2023

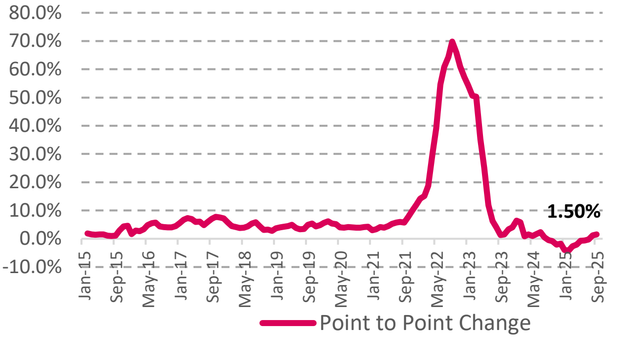


Note: Past performance is not an indication of future performance

Major events during the month

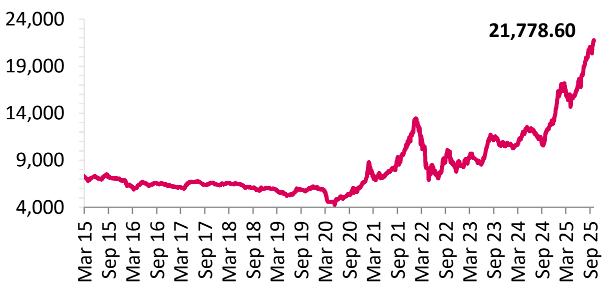
- Market interest rates have stabilized at lower levels. With the current policy easing, the Monetary Board expects further downward adjustments in lending rates. Credit flows to the private sector remain strong with key economic sectors benefitting from such expansion.
- Thus far during the year, the external sector performance remains robust. This is supported by inflows in the form of earnings from tourism and workers' remittances, despite the widening of the trade deficit.

Inflation: Since 01 Jan 2015



Market Update: Stock Market

ASPI Movement: Since 01 Jan 2015



ASPI Movement: Since 01 Jan 2023

S&P SL Movement: Since 01 Jan 2015

S&P SL Movement: Since 01 Jan 2023

ASPI and S&P SL 20 Performance (as a percentage) **Period from 31/12/2024 to 30/09/2025

Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025**
ASPI	6,894	6,228	6,369	6,052	6,129	6,774	12,226	8,490	10,654	15,945	21,778
Growth (%)	-5.50%	-9.70%	2.30%	-5.00%	1.30%	10.50%	80.50%	-30.56%	25.50%	49.66%	36.59%
S&P SL 20	3,626	3,496	3,672	3,135	2,937	2,638	4,233	2,636	3,068	4,862	6,126
Growth (%)	-11.30%	-3.60%	5.00%	-14.60%	-6.30%	-10.20%	60.50%	-37.74%	1.94%	58.46%	26.01%

Note: past performance is not an indication of future performance
*The S&P SL20 index was introduced on 18 June 2012. Inclusions in the S&P 20 index are rebalanced on a bi-annual basis.

Highlights of the performance

- The annual average growth rate of ASPI is 12.17% per year and S&P SL20 index is 5.96% per year, since the unit linked funds were first started.
- The ASPI and S&P SL 20 have increased by 36.59% and 26.01% year to date.

Market Update: Stock Market

For the month

Description	Aug-25	Sep-25
All Share Price Index (ASPI)	20,997	21,778
ASPI growth for the month	6.90%	3.72%
S&P SL 20 Index	6,077	6,126
S&P SL 20 growth for the month	5.46%	0.82%
Total market turnover (LKR Millions)	131,901	148,757
Market Capitalization (LKR Billions)	7,425	7,752
PE Ratio (times)	9.81x	9.59x

10 Companies with highest market Capitalisation on the CSE as of month end

- JOHN KEELLS HOLDINGS PLC
- CEYLON TOBACCO COMPANY PLC
- COMMERCIAL BANK OF CEYLON PLC
- LOLC HOLDINGS PLC
- DISTILLERIES COMPANY OF SRI LANKA PLC
- CARGILLS (CEYLON) PLC
- MELSTACORP PLC
- DIALOG AXIATA PLC
- LOLC FINANCE PLC
- HATTON NATIONAL BANK PLC
- SAMPATH BANK PLC

Highlights of the month

- The ASPI and S&P SL20 grew by 3.72%% and 0.82% respectively, for the month of September 2025.
- Net foreign outflows for the month amounted to LKR 10.93 Bn of outflows, an increased outflow from the prior period.
- The market has witnessed increased turnover for the period compared to the prior period.

Investment strategy: AIA Sri Lanka maintains a prudent investment strategy for its investment portfolios, in line with its investment philosophy and guidelines as set out in the investment policy. The Company advocates a long-term investment strategy supporting long-term growth. The equity strategy is driven by in-depth research with emphasis on growth and sustainability of earnings whilst principles such as liquidity, solvency and corporate governance also play a significant role in stock selection.

Fund manager's outlook

Fixed income outlook

- The Central Bank of Sri Lanka (CBSL) held its fifth monetary policy review in September, during which it decided to maintain the Overnight Policy Rate (OPR) at 7.75%. Consequently, the Standing Lending Facility Rate (SLFR) the rate at which CBSL lends to commercial banks — remained at 8.25%, while the Standing Deposit Facility Rate (SDFR) the rate at which commercial banks place excess funds with CBSL stayed at 7.25%. The next monetary policy meeting is scheduled for 26 November.

- The policy review reaffirmed that the inflation target of 5%, projected to be achieved by mid-year, remains on track. However, we believe that achieving this target will be challenging without additional policy accommodation. Furthermore, we expect core inflation to moderate and stabilize near the lower bound of the inflation target, supported by strengthening domestic demand. The review also noted that the expansion of private-sector credit, driven by the prevailing low-interest-rate environment, is expected to further support domestic economic activity in the months ahead.

- In the external sector, conditions remained resilient, supported by improvements in worker remittances and tourism earnings, despite a moderate widening of the trade deficit. The CBSL continued to purchase foreign exchange, which helped maintain Gross Official Reserves (GOR) at USD 6.2 billion, even after meeting external service payments.

- Treasury bill yields remained largely unchanged during September, with both the 364-day T-bill and 91-day T-bill recording a marginal 1 basis point decline, closing at 8.02% and 7.57%, respectively. The 182-day T-bill remained unchanged at 7.89%. The Average Weighted Prime Lending Rate (AWPR) also increased marginally by 8 basis points, reaching 8.05% by the end of September.

- Foreign holdings of LKR-denominated government securities rose by LKR 11.94 billion during September, reflecting an 11% increase, which brought total foreign participation to 0.64% of total outstanding government securities. Year-to-date (as of September), foreign investors have purchased LKR 51.3 billion worth of LKR-denominated government securities.

- The Colombo Consumer Price Index (CCPI) continued its upward momentum, recording a 1.5% year-on-year (YoY) increase in September, compared with 1.2% YoY in August. This movement was mainly driven by higher food inflation (2.9% YoY) and non-food inflation (0.7% YoY).

Fund manager's outlook

Equity outlook

- During September, the Colombo Stock Exchange (CSE) experienced a strong bullish sentiment, leading to a 3.72% gain in the All-Share Price Index (ASPI), which reached a new all-time high. The S&P Sri Lanka 20 Index (S&P SL20) also advanced by 6.32% during the month. The upward momentum was primarily driven by robust performances in the Beverage & Tobacco, Retailing, and Capital Goods sectors. The main contributors to the market's rise included Distilleries, Singer Sri Lanka, Carsons, and Cargills.
- Investor participation marginally increased by 7% compared to the previous month, as the average daily turnover rose to LKR 7.08 billion. However, foreign investors remained net sellers, recording a net foreign outflow of LKR 10.94 billion for September, bringing the year-to-date net outflow to LKR 33.32 billion.
- Market valuations edged higher, with the Price-to-Earnings (P/E) ratio increasing to 9.81 times by end-September, compared to 9.59 times in August.

AIA Unit Linked Funds

HEALTHIER, LONGER, BETTER LIVES

FREQUENTLY ASKED QUESTIONS

▪ Where are AIA Unit Linked Funds invested?

The Unit Linked funds are invested in instruments specified in the policy documents i.e. government securities, debt securities and money market investments such as fixed deposits, etc, and in shares listed on the Colombo Stock Exchange. These investments are made within the parameters provided in the policy documents, in order to achieve the investment objective of each fund.

- **Equities:** Investment in shares listed on the Colombo Stock Exchange.
- **Debt Securities:** Investments in Treasury instruments, Corporate Debt instruments, repurchase agreements of Treasury instruments and Corporate Debt instruments of longer maturity tenor than those classified as Money Market investments.
- **Money Market investments:** Funds held as Corporate Debt instruments, overnight repurchase agreements of Treasury instruments, Corporate Debt instruments with a tenor of one day, investments in Treasury instruments and cash in bank current accounts.

Treasury instruments refers to instruments such as Treasury Bills and Treasury Bonds issued by the government of Sri Lanka. Corporate debt refers to debt instruments issued by financial institutions and companies.

▪ How does AIA manage Unit Linked funds?

AIA maintains a prudent investment strategy for its investment portfolios, in line with its investment philosophy and guidelines, as set out in the Company's investment policy. The investments of each fund are carried out in line with the investment objectives of the respective fund. The Company advocates a long-term investment strategy supporting long-term growth. The equity strategy is driven by in-depth research with emphasis on growth and sustainability of earnings whilst principles such as liquidity, solvency and corporate governance also play a significant role in stock selection.

▪ Why do unit prices of the Growth & Balanced Funds fluctuate in comparison to the other Unit Linked Funds?

The prices of all unit linked funds move in tandem with the price movements or market values of their underlying investments. The Growth & Balanced funds invest in shares listed on the Colombo Stock Exchange. As prices of shares can be volatile at times, the unit prices of Growth & Balanced funds too can move higher or lower in tandem with these movements in share prices.

▪ Is the All Share Price Index (ASPI) or S&P20 movement comparable with AIA Growth & Balanced Funds Performance?

The Growth and Balance fund performance may differ from the performances of the ASPI and the S&P SL 20 stock indices due to the fund portfolios holding different stocks and different proportions of stocks when compared to those used in the computation of the indices. The ASPI measures the movement of share prices of all listed companies on the Colombo Stock Exchange based on market capitalization and the S&P SL 20 measures the movement of share prices of 20 of the leading companies selected and rebased on certain criteria including market capitalisation.

Issued by AIA Insurance Lanka Limited (Co.No.PQ 18 PB) 21/12/2021

*Subject to Policy conditions
Terms and Conditions apply

For more information, please call AIA Insurance on 011 2 310 310 or visit www.aialife.com.lk

AIA Unit Linked Funds

HEALTHIER, LONGER, BETTER LIVES

What are the Investment Strategies mentioned in the Policy Document* ?

Depending on the policy you have purchased, at the date of commencement the policy owner selects the investment strategy out of the four available; namely Aggressive, Moderate, Cautious and Advanced. Aggressive, Moderate and Cautious strategies have their funds allocated and switched at predetermined milestones depending on the policy term. Policy owners can switch fund strategies on written request during the policy period subject to conditions. Policy owners with Advanced investment strategy are responsible for determining the allocation and switching throughout the lifetime of the policy.

What are Unit switches and amendment of Regular Premium Allocation Proportions?

Depending on the policy you have purchased, your Investment Linked Long Term Insurance Policy allows you to be in control of your investments. Options such as Unit switches* and amendment of Regular Premium Allocation Proportions* may be available to you, so that you have total control over your long term investment.

- **Unit switches:** If you request to switch units from one unit linked fund to another, the Company will cancel units of equal amount from the fund from which the units are to be switched from at the Unit price of that fund prevailing on the day and after deduction of switching charge, if any, and the funds so generated will be used to create units in the fund in which the amount is to be switched to at the Unit price of that fund prevailing on the day. Note that the unit switches are not permitted into or out of the Protected Fund and Stable Money Market Fund.
- **Amendment of Regular Premium Allocation Proportions:** At the written request of the Policy Owner, the Company will amend the Allocation Proportion whereafter the previous Allocation Proportion will become ineffective, and the amended Allocation Proportion will be applicable to all future Basic Premiums received from the date of the Company's acceptance of the request. Note that the amendment of allocation proportions is not permitted into or out of the Stable Money Market Fund.

How often can Unit switches and Amendment of Allocation Proportions be executed?

- There is no limitation on frequency of Unit switches*
- The Company will only allow two (2) requests for Amendment of the Allocation Proportion within any Policy Year*
- The relevant applicable charges will be applied as stipulated in the Policy Document

How can we get information on AIA Unit Linked Funds performance?

- Visit AIA Sri Lanka corporate website to view 'AIA Investor' for fund performance updates and details: https://www.aialife.com.lk/en/help-support/our-unit-linked-fund-performance.html.
- Our new and improved AIA Customer Portal is accessible in all three languages. Simply visit our AIA corporate website and register for free and access your policy details from the comfort of your own home, at any time (aialife.com.lk). **Accessing unit price updates, policy information and receiving real-time updates are the benefits of availing the customer portal.**
- If you wish to receive the daily unit prices via SMS, kindly contact us on our hotline or via the customer portal and we will make necessary arrangements for you to receive the daily SMS. We would also appreciate if you could notify us of any changes to your contact details.

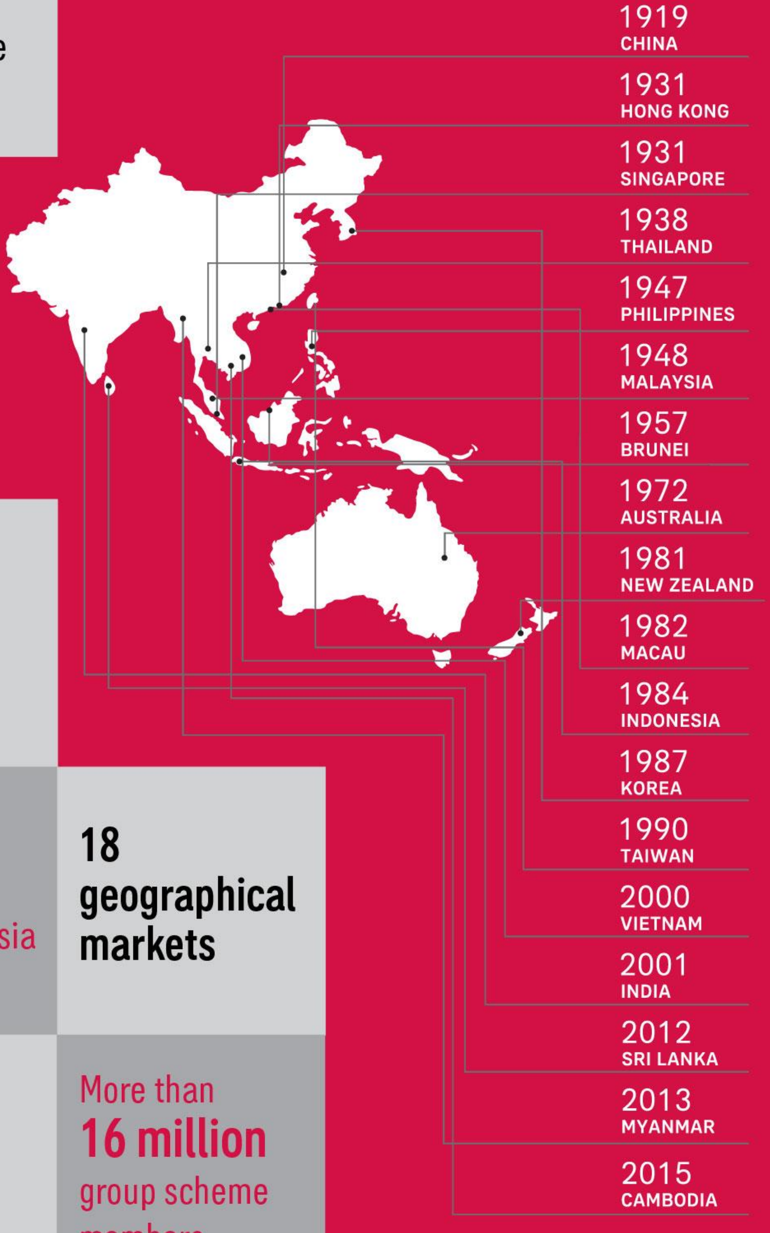
Issued by AIA Insurance Lanka Limited (Co.No.PQ 18 PB) 21/12/2021

*Subject to Policy conditions
Terms and Conditions apply

For more information, please call AIA Insurance on 011 2 310 310 or visit www.aialife.com.lk

About AIA

AIA Group is the pre-eminent life insurance provider in the Asia Pacific region



A total Sum Assured of **US$ 2 trillion**

Over **100 years** of history in Asia

18 geographical markets

More than **39 million** individual policies

More than **16 million** group scheme members

HEALTHIER, LONGER, BETTER LIVES

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