

## Fullerton Lux Funds - Asia ESG Evolution Class A USD

**March 2025**

### Investment Objective

The investment objective of the Fund is to generate long term positive returns by investing primarily in Asia equities and Asia related equities of companies that contribute to environmental or social objectives, and which the Investment Manager deems to be sustainable investments.

### Investment Focus and Approach

The Investment Manager seeks to achieve the objective of the Fund by investing primarily in, but not limited to, equities, index futures, cash and cash equivalents (including but not limited to term deposit and money market funds). The Fund differentiates as an ESG focused one by having stricter ESG ratings inclusion criteria as well as negative screens. In addition, the Fund employs a proprietary ESG thematic framework rooted in UN Sustainable Development Goals to seek investment opportunities and commits to have a lower carbon intensity. The Fund's investment in China "A" Shares listed on PRC Stock Exchanges may be made through the Stock Connects and/or any other means as may be permitted by the relevant regulations from time to time, for up to 35% of the Fund's Net Asset Value. The Fund will typically be comprised of a concentrated portfolio of high conviction holdings, and will be constructed without reference to any particular benchmark.

SFDR Classification:

Article 8 fund.

In line with its ESG methodology, the fund promotes environmental characteristics but does not commit to make environmentally sustainable investments as defined in the taxonomy regulation.

### Performance (%)



	1 mth	3 mths	6 mths	1 yr	Sl. Ann. Ret.	Sl. Ann. Vol.
<b>Fund (bid-to-bid)</b>	0.47	0.80	-5.28	8.29	10.91	12.67
<b>Fund (offer-to-bid)</b>	-4.32	-4.00	-9.79	3.13	8.74	NA

Returns of more than 1 year are annualised. Returns are calculated on a single pricing basis in USD with net dividends and distributions (if any) reinvested. Offer-to-bid returns include an assumed preliminary charge of 5% which may or may not be charged to investors. Past performance is not indicative of future returns.

Fullerton Lux Funds - Asia Absolute ESG Alpha updated its name to Fullerton Lux Funds - Asia ESG Evolution on 5 March 2025.

Source : Fullerton Fund Management Company Ltd and Bloomberg.

### Market Review

Global Equity markets continued to sell-off in March, primarily due to uncertainty surrounding tariff policy and its impact on global trade. Additionally, economic indicators in US have weakened sequentially which also added the volatility. In dollars, the MSCI All Country World Index thus ended the month down 3.9% to end 1Q25 with a total return of -1%. Asian markets however outperformed with MSCI Asia ex Japan Index ending the month flat and thus ended 1Q25 with returns of 1.9% in dollars.

Within Asia, there was a big reversal as hitherto underperforming markets of India (up 9.2% in dollars, in March) and Indonesia witnessing a sharp rally while Taiwan suffered from a sharp sell-down and ended the month down 11.2% in dollars. Sell down in Taiwan is attributed to concerns surrounding a slowdown in AI related capex and its impact on the semiconductor sector. All-important China market delivered another month of positive returns to end 1Q25 with a return of 15% in dollars.

Economic data points were mixed. 1Q25 GDP for China surprised on the upside at 5.4% YoY. Both Manufacturing and Composite PMI also picked up in China on a sequential basis however CPI for February was below expectations at - 0.7%. Total Social Financing growth was also slightly below expectations at CNY9.3trn. On the other hand, Retail sales and Industrial Production for February were slightly above expectations at 4% YoY and 5.9% YoY respectively. India's manufacturing PMI for March has also improved sequentially while March CPI was below expectations at 3.3% which has raised expectations for further rate cuts from RBI. The central bank has also infused significant liquidity in the banking system to ease funding pressures. PMIs for the rest of region weakened on a sequential basis.

### Inception date

10 Oct 2022

### Fund size

USD 86.52 million

### Base Currency

USD

### Pricing Date

31 Mar 2025

### NAV\*

USD 12.92

### Management fee\*\*

Up to 1.5% p.a.

### Management company^ fee\*\*

Up to 0.04% p.a. subject to a minimum monthly fee of EUR 750.00 per Fund per month applied at the Company level

### Expense Ratio\*\*

1.74% p.a. (For financial year ended 31 Mar 2024)

### Preliminary Charge\*\*

Up to 5% of the subscription amount (equivalent to a maximum of 5.26315% of the Net Asset Value per Share)

### Dealing day

Daily

### Deadline

1pm (CET); 5pm (Singapore time) on each Business Day

### Bloomberg Code

FUAEEAU LX

### ISIN Code

LU2411666279

**For additional information on Fullerton and its funds, please contact:**

### Fullerton Fund Management Company Ltd

3 Fraser Street  
#09-28 DUO Tower  
Singapore 189352

T +65 6808 4688

F +65 6820 6878

www.fullertonfund.com

UEN: 200312672W

---

**Investment Strategy**

---

We remain positive on Asian Equities driven mainly by improvement in outlook for China.

Chinese equities are expected to deliver strong returns driven by a combination of improving regulatory environment for private sector/entrepreneurs, innovation spurt triggered by Deepseek and strong fiscal support which should support growth.

Information Technology sector is facing some headwinds from uncertainty surrounding AI related capex but is still well positioned to benefit from the AI led technology investments over the medium term.

India continues to face cyclical slowdown but worst maybe over for the economy as both monetary and fiscal policy has turned supportive.

Valuations for Asia are also supportive as MSCI Asia ex-Japan Index is still trading near its 5 year mean PER valuations of around 13x which is reasonable for the low teens earnings growth expectations for the region.

\* Figures have been truncated to 2 decimal places. The official price is published on Fullerton's website.

\*\*The list of cost is not exhaustive and the fund may incurs other expenses. Please refer to the Prospectus/KIID for more information.

^Management Company of the Fund is Lemanik Asset Management S.A.

**Geographical Breakdown**

China	38.6%
Hong Kong	2.4%
India	15.0%
Japan	4.6%
Korea	5.7%
Singapore	13.8%
Taiwan	7.3%
UK	1.6%
Others	0.9%
Cash and cash equivalents	10.1%

**Top 5 Holdings**

Alibaba Group Holding	7.3%
Tencent Holdings Ltd	6.5%
Sea Ltd-Adr	5.4%
Byd Co Ltd-H	5.2%
Samsung Electronics	4.4%

**Sector Breakdown**

Communication Services	19.9%
Consumer Discretionary	23.8%
Financials	12.0%
Industrial	7.4%
Information Technology	17.7%
Real Estate	3.4%
Utilities	5.9%
Cash and cash equivalents	10.1%

**Disclaimer:** This publication is for information only and your specific investment objectives, financial situation and needs are not considered here. The value of units in the Fund and any accruing income from the units may fall or rise. Any past performance, prediction or forecast is not indicative of future or likely performance. Any past payout yields and payments are not indicative of future payout yields and payments. Distributions (if any) may be declared at the absolute discretion of Fullerton Fund Management Company Ltd (UEN: 200312672W) ("Fullerton") and are not guaranteed. Distribution may be declared out of income and/or capital of the Fund, in accordance with the prospectus. Where distributions (if any) are declared in accordance with the prospectus, this may result in an immediate reduction of the net asset value per unit in the Fund. Applications must be made on the application form accompanying the prospectus, which can be obtained from Fullerton or its approved distributors. You should read the prospectus and seek advice from a financial adviser before investing. If you choose not to seek advice, you should consider whether the Fund is suitable for you. The Fund may use or invest in financial derivative instruments. Please refer to the prospectus of the Fund for more information.

**For EU investors:**

This is a marketing communication. The investment which is promoted concerns the acquisition of shares in a fund. The Fund is actively managed without reference to a benchmark. You should read the prospectus and the key investor information before making any final investment decision. A summary of investor rights can be found in English at <https://www.lemanikgroup.com/governance-asset-management/>. A copy of the prospectus and the key investor information is available in English and other languages (as applicable), and can be obtained from the registered office of the Fund or at [www.fullertonfund.com](http://www.fullertonfund.com). Please also refer to [https://www.fullertonfund.com/literature/fullerton-lux\\_funds/?\\_sft\\_registered=luxembourg](https://www.fullertonfund.com/literature/fullerton-lux_funds/?_sft_registered=luxembourg) for the sustainability-related disclosures of the Fund. The Management Company of the Fund is Lemanik Asset Management S.A. ("Lemanik"). Please note that Lemanik may terminate the marketing arrangements of the Fund in accordance with Article 93a of Directive 2009/65/EC.

Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.