

Fullerton Lux Funds - Asian Bonds - Class A (USD) Dist

December 2025

Investment Objective

The investment objective of the Fund is to generate long term capital appreciation for investors.

Investment Focus and Approach

The Investment Manager seeks to achieve the objective of the Fund by investing in fixed income or debt securities denominated primarily in USD and Asian currencies, issued by companies, governments, quasi-governments, government agencies or supranationals in the Asian region.

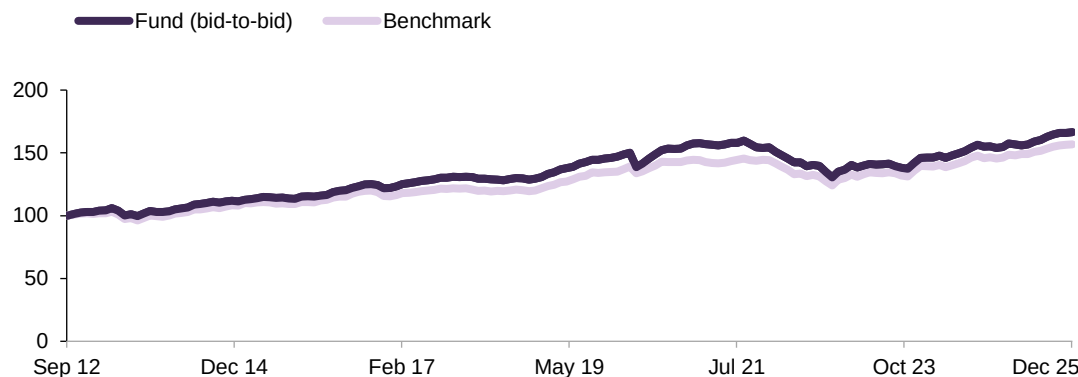
The Asian countries include but are not limited to China (including Hong Kong SAR and Taiwan), South Korea, India, Thailand, Malaysia, Singapore, Indonesia, the Philippines, Pakistan and Vietnam.

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	3 yrs	5 yrs	10 yrs	Sl. Ann. Ret.	Sl. Ann. Vol.
Fund (bid-to-bid)	0.29	0.91	4.16	6.91	5.65	0.01	2.61	2.80	4.69
Fund (offer-to-bid)	-4.48	-3.90	-0.80	1.82	3.95	-0.96	2.11	2.42	NA
Benchmark	0.21	1.22	3.89	7.83	6.48	1.67	3.56	3.45	4.13

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.

Benchmark: JACI Investment Grade Total Return Index.

Source: Fullerton Fund Management Company Ltd, J.P. Morgan Securities LLC and Bloomberg

Inception date

25 Sep 2012

Fund size

USD 94.55 million

Base Currency

USD

Pricing Date

31 Dec 2025

NAV*

USD 8.54

Management fee**

Up to 1.00% 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**

1.22% p.a. (For financial year ended 31 Mar 2025)

Preliminary Charge**

Up to 5% of subscription amount (equivalent to a max. 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

FASBAUD LX

ISIN Code

LU0830378658

Distributions paid per unit#

Sep 2024 : USD 0.107
Dec 2024 : USD 0.106
Mar 2025 : USD 0.105
Jun 2025 : USD 0.104
Sep 2025 : USD 0.106
Dec 2025 : USD 0.106

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

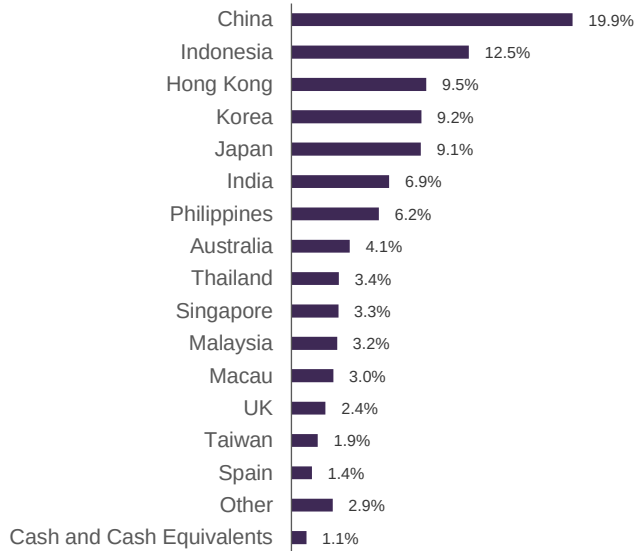
** The list of cost is not exhaustive and the fund may incur other expenses. Please refer to the Prospectus/KIID for more information.

^ Management Company of the Fund is FundSight S.A.

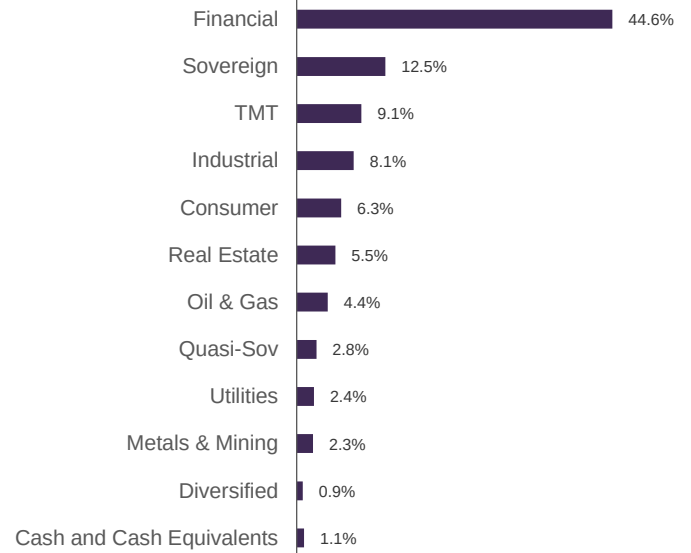
Please refer to our website for more details

■ Portfolio

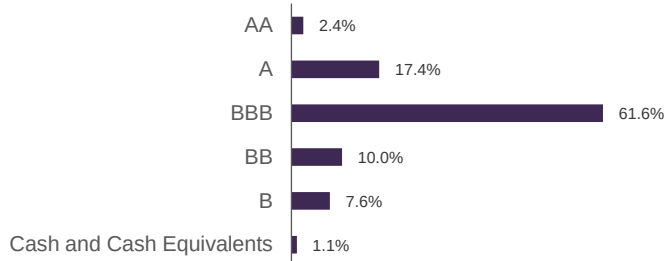
Geographical Breakdown



Sector Breakdown



Rating Breakdown



Fund Characteristics

Average coupon	5.5%
Average credit rating	BBB
Number of holdings	133
Average duration (years)	4.9
Yield to Worst	5.1%

Top 5 Holdings

Perusahaan Penerbit SBSN Indonesia III 5.000 Dec 2035	3.2%
Lenovo Group Ltd 6.536 Jul 2032	2.5%
Indonesia Government International Bond 4.300 Apr 2031	2.1%
Philippine Government International Bond 5.900 Feb 2050	2.1%
China Cinda 2020 I Management Ltd Float Nov 2030	1.9%

Credit Rating : Where the security is not rated by external rating agencies, Fullerton's internal rating methodology will apply.

Yield to Worst (YTW): Refers to YTW in base currency. Not guaranteed. Past performance is not necessarily indicative of future performance.

Market Review

Asian USD credit markets delivered positive returns in December, as measured by the J.P. Morgan Asian Credit Index, with performance driven primarily by spread-related gains that more than offset the headwind from higher rates. Duration-related returns were negative as U.S. Treasury yields moved higher over the month; however, resilient investor demand and stable market technicals supported spread compression across much of the Asian credit universe, underpinning overall performance. In the U.S., Treasury markets were influenced by a combination of policy signals, economic data releases, and global spillovers, resulting in a modest steepening of the yield curve. While the Federal Reserve delivered its third rate cut of the year, this was outweighed by signs of continued economic resilience, rising government bond yields in Europe and Japan, and heavy corporate issuance early in the month.

Within Asian credit, high-yield outperformed investment grade, supported by stronger spread compression that more than offset the relatively modest impact from U.S. Treasury moves, while investment-grade performance was more constrained by duration effects. At the country level, Pakistan, Macau, Vietnam and Mongolia were among the stronger performers, where positive spread returns comfortably outweighed the negative contribution from U.S. Treasury duration. In contrast, Taiwan, Malaysia and Hong Kong lagged on a relative basis, although returns in these markets remained modestly positive overall. Sector performance showed a similar pattern of differentiation. Metals & mining and consumer-related sectors were among the top performers, benefiting from spread tightening amid improving fundamentals and sustained demand for carry. Conversely, weaker performance was observed in sectors such as TMT (Technology, Media, and Telecommunications), where spread widening driven by sector-specific risks or profit-taking pressures compounded the drag from higher U.S. Treasury yields, resulting in more subdued outcomes.

Investment Strategy

We frame 2026 as a year of two halves. The first half is likely to be characterised by firmer global growth, supported by fiscal stimulus across major economies including the U.S., China, Japan and Germany, reduced tariff-related uncertainty, and the lagged effects of monetary easing. As the year progresses, growth momentum is expected to moderate as easing cycles mature and fiscal support gradually fades. In the U.S., growth is expected to exceed consensus expectations, underpinned by healthy private-sector balance sheets and continued fiscal spending, even as labour-market conditions continue to normalise. After delivering early "insurance cuts" to cushion labour-market softness, the Federal Reserve is likely to remain data-dependent, balancing growth support with the need to secure a durable decline in inflation.

Within Asia, the macro backdrop remains constructive. Positive spillovers from the U.S. and China, improving intra-Asia trade flows, and the region's rising competitiveness in higher value-added exports linked to the AI cycle continue to support activity, particularly in Taiwan, Korea, Singapore and parts of ASEAN. China's fiscal stance is expected to remain supportive in 2026, with growth momentum stronger in the first half reflecting front-loaded easing and the delayed passthrough of late-2025 stimulus. While the property sector remains in a de-leveraging phase, much of the adjustment appears to be behind us, with incremental policy support helping to stabilise sentiment and reduce downside tail risks.

From a portfolio perspective, we expect a more range-bound global rates environment, where carry is likely to play a larger role in fixed income returns as the pace of policy easing slows. We remain cautious at the long end of the curve, as elevated U.S. policy uncertainty and a widening fiscal deficit could warrant a higher term premium and result in a steeper U.S. Treasury yield curve. On the credit side, the portfolio maintains an overweight to high yield within a disciplined risk framework. We actively trade around high-yield exposures, adjusting positions based on relative valuations and issuer-specific developments while keeping overall risk balanced. With valuations relatively tight, investment-grade spreads are likely to remain broadly stable on a year-on-year basis. By contrast, select segments of high yield may retain scope for modest spread compression, particularly in the first half of the year, supported by attractive carry and pockets of improving fundamentals. Overall, this environment favours a selective, carry-focused approach that seeks to balance income generation with prudent risk management.

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

Fullerton Fund Management Company Ltd (UEN: 200312672W)

3 Fraser Street
#09-28 DUO Tower
Singapore 189352

T +65 6808 4688 | F +65 6820 6878
www.fullertonfund.com

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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 with reference to the benchmark, "JACI Investment Grade Total Return Index", for performance comparison purpose. 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.fundsight.com/corporate-governance/>. 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. Please also refer to 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 FundSight S.A. ("FundSight"). Please note that FundSight may terminate the marketing arrangements of the Fund in accordance with Article 93a of Directive 2009/65/EC.

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