

Fullerton SGD Heritage Growth

August 2025

Investment Objective

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

The Fund will invest primarily in a diversified portfolio of collective investment schemes, other investment funds, securities, including but not limited to fixed income securities, equities, real estate investment trusts ("REITs"), money market instruments and cash as deemed appropriate by us in accordance with its investment objective. In normal market conditions, the Fund aims to invest around 50% of the Fund's NAV in Singapore securities (defined by country of risk) and/or SGD denominated securities, cash and cash equivalents, and/or non-SGD fixed income securities hedged back to SGD. The Fund may also invest in developed market equities (ex-Asia) for diversification reason.

Fund Information

Fund Size	SGD 19.70 million
Base Currency	SGD
Preliminary Charge	Currently up to 3%
Dealing Frequency	Every Business Day
Subscription Mode	Cash, SRS

Manager's Commentary

Market Review

Global equity markets maintained their upward trend in August, supported by a robust corporate earnings season and optimistic economic data. Major companies reported strong sales and earnings above expectations, supporting positive investor sentiment. Consequently, the S&P 500 rose 2.0% and reached new all-time highs, driven by gains in healthcare and materials. In particular, US small-cap stocks experienced renewed strength, with the Russell 2000 Index surging 7.0%. Tech stocks showed some sector weakness and mixed results, and the Nasdaq advanced 1.6%, trailing behind the broader market.

Over the month, US labour market data came into focus, with weak job growth numbers falling below expectations. On the other end of the balance scale, US Core Consumer Price Index (CPI) rose 3.1% Year-on-Year, indicating moderate but persistent inflation. In Fed Chair Powell's Jackson Hole speech on 22 August, he made concessions that the current monetary policy remains restrictive and signalled openness to rate cuts. This led to increased expectations by markets for a 25 basis point (bps) rate cut as early as the next Federal Open Market Committee (FOMC) meeting on 18 September. Consequently, the bond market rallied while global stocks rose in anticipation of an upcoming rate cut. Meanwhile, the Bank of England cut its benchmark interest rate by 25 bps due to softening economic outlook and weaker labour market conditions, while the Reserve Bank of Australia also lowered its cash rate by 25 bps, reflecting a global shift towards easing monetary policy.

On 1 August, the US administration implemented new tariff rates against multiple trading partners which came into effect from 7 August, while certain sectors and goods were subject to specific tariff rates. Additional tariffs of 25% on Indian imports were also levied, targeting India for its imports of Russian oil. Towards the end of the month, the US Court of Appeals challenged President Trump's imposition of these tariffs but left them in place as legal proceedings are currently taking place.

In Asia, inflation rates remained generally within central bank targets, allowing for accommodative monetary policy as several central banks are expected to continue rate cuts through 2025 to support growth. Despite macroeconomic weakness in China, Chinese equities rallied, fuelled by domestic investor confidence and supportive government policies. Japan upgraded its growth forecast slightly based on domestic demand recovery, though export headwinds persist and inflation is projected to remain high before easing in 2026.

The MSCI AC World Index returned 2.5% in dollar terms, mainly driven by gains in Japan (7.0%), Europe (3.4%) and the US (1.9%). The MSCI Asia ex-Japan Index gained 1.1% in dollar terms, supported by a 4.9% gain in the MSCI China Index and 7.1% gain in the MSCI Singapore Index. The benchmark for REITs, the iSTOXX Developed S-REITs index delivered 4.0% in SGD terms.

10 Year US Treasury yields declined by 15 bps, ending August at 4.23%. The Bloomberg Global Aggregate Index returned 1.5% unhedged in dollar terms (0.6% hedged), while the J.P. Morgan JACI Investment Grade Index returned 1.2% in dollar terms. The US dollar index (DXY) fell 2% on growing optimism around the possibility of a Fed rate cut in September 2025, as well as ongoing trade and political concerns. Closer to home, the 10 Year Singapore government bond yield also declined by 28 bps, driven by heightened demand for safe-haven assets and influenced by a downward movement in US Treasury yields.

Commodity markets experienced a divergence in August. Gold gained 4.8% over the month. In contrast, Brent crude fell 6.67% as the global oil market continues to navigate a complex web of supply pressures and geopolitical developments.

Investment Outlook and Strategy

Our baseline outlook is that earnings can be resilient, allowing global growth to hold up. While tariff policies have increased inflationary pressures, our expectation is that inflation will moderate relatively quickly. We are positive on investment themes like the growth of AI monetisation and increase in associated infrastructure and a global convergence in risk asset returns as re-globalisation takes place and supply chains are reconfigured.

Within this context, the Fund's strategy remained positive on risky assets. We have increased the beta of our REITs portfolio to benefit from the tailwinds of lower interest costs. The sector is seeing inflection on interest cost, which is expected to be the main driver for the sector re-rating going forward. Most sectors continue to report positive rent growth, with potential for further rental increases over time albeit slowing growth. Asset values are generally firm with overseas assets largely bottomed. Elsewhere, the strong earnings revision and rising liquidity is also positive for global and Asian equities. In terms of fixed income, we continue to harvest carry from Asian credits as dovish central banks in this region provide liquidity support. SGD credits remain in the favour given strong capital inflow for safer assets.

However, we are also closely monitoring economic data and market signals, as well as other developments including the impact of new tariff policies on economic growth and inflation as well as potential upcoming Fed rate cuts. In this climate of optimism surrounded by policy and geopolitical uncertainty, we will continue to be selective in identifying winners and capturing regional and thematic opportunities as they arise, while paying close attention to tail-risk events.

Performance (%)

	1 month	3 months	6 months	1 year	3 years	5 years	Since Inception
A-SGD (bid-to-bid)	2.42	10.34	7.25	5.26	1.83	-0.04	1.93
A-SGD (offer-to-bid)	-0.57	7.13	4.13	2.19	0.83	-0.63	1.45
B-SGD (bid-to-bid)	2.42	10.34	7.25	5.26	1.83	-0.04	1.93
B-SGD (offer-to-bid)	-0.56	7.13	4.13	2.20	0.83	-0.63	1.45
B1-USD (bid-to-bid)	2.66	10.89	8.50	7.26	3.40	-	0.36
B1-USD (offer-to-bid)	-0.33	7.66	5.34	4.14	2.39	-	-0.26

Returns are calculated on a single pricing basis in SGD with net dividends and distributions (if any) reinvested. Offer-to-bid returns include an assumed preliminary charge of 3% which may or may not be charged to investors. Returns more than a year are annualised.

Asset Allocation (%)¹

Equities	50.8
REITs	41.6
Fixed Income	3.3
Cash and cash equivalents	4.2

Country Exposure (%)^{1,2}

Singapore	49.0
China	16.0
Taiwan	8.4
India	6.8
Korea	6.2
Hong Kong	1.9
Developed Markets	10.8
Others	0.9

Top 5 Holdings (Equities, % of NAV)

TSMC	3.7
TENCENT HOLDINGS LTD	3.0
SK HYNIX INC	1.3
Delta Electronics Inc	1.3
Alchip Technologies Ltd	1.2

Top 5 Holdings (Fixed Income, % of NAV)

US TREASURY N/B 4.625% FEB 2035	0.2
SNB FUNDING LTD 6% JUN 2035	0.1
RIYAD SUKUK 6.209% JUL 2035	0.1
US TREASURY N/B 4.25% MAY 2035	0.1
KOREA LAND & HOUSING COR 4.25% MAY 2027	0.1

Sector Exposure (%)^{1,2}

Real Estate	48.1
Financials	13.0
Information Technology	12.8
Communication Services	7.7
Industrials	7.7
Consumer Discretionary	5.7
Materials	1.7
Health Care	1.4
Energy	1.0
Sovereigns & Supranational	0.4
Consumer Staples	0.2
Utilities	0.2

Top 5 Holdings (REITs, % of NAV)

CapitaLand Integrated Commercial Trust	10.6
CapitaLand Ascendas REIT	8.1
Mapletree Logistics Trust	3.9
Keppel DC REIT	3.7
Mapletree Industrial Trust	3.0

Fund Statistics

Fixed Income	
Duration	4.3 years
Average Credit Rating ³	A-
Yield-to-Worst ⁴	4.7%
Equities	
Dividend Yield	1.7%
Price to Book	2.3x
Price to Earnings	16.7x
S-REITs	
Dividend Yield	5.4%
Price to Book	1.0x
Price to Earnings	19.5x

Dividend History⁵

	Dividend / share	Record Date
Class B	SGD 0.0016	31 Jul 2025
Class B	SGD 0.0016	29 Aug 2025
Class B1	USD 0.0015	31 Jul 2025
Class B1	USD 0.0015	29 Aug 2025

Fund Details

	Class A	Class B (Distribution)
Inception Date	21 May 2019	21 May 2019
NAV per Unit⁶	SGD 1.13	SGD 1.00
Management Fee	Currently 0.98% p.a.	Currently 0.98% p.a.
Initial Investment	None	None
Subsequent Investment	None	None
ISIN Code	SGXZ46560496	SGXZ95987400
Bloomberg Code	FULSHGA SP	FULSHGB SP

	Class B1 (Distribution)	Class B2 (Distribution)
Inception Date	26 Nov 2020	To be incepted
NAV per Unit⁶	USD 0.93	To be incepted
Management Fee	Currently 0.98% p.a.	Currently 0.50% p.a.
Initial Investment	None	USD 1 million
Subsequent Investment	None	USD 1 million
ISIN Code	SGXZ63766596	SGXZ92251610
Bloomberg Code	FULSHG1 SP	FULSHGU SP

Note: All fund data are sourced from Fullerton, Bloomberg dated as at 31 August 2025, unless otherwise stated.

1. Numbers might not add due to rounding.

2. Country and Sector exposures exclude derivatives, cash and cash equivalents.

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

4. Refers to Yield-to-Worst in base currency, before hedging.

5. Please refer to our website for more details on the dividend payouts.

6. Figures are truncated to 2 decimal places. Please refer to Fullerton's website for official price.

For further information on Fullerton and its funds:

Fullerton Fund Management Company Ltd
 3 Fraser Street #09-28
 DUO Tower
 Singapore 189352

T +65 6808 4688
 F +65 6417 6805
fullertonfund.com

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.

All information provided herein regarding JPMorgan Chase & Co. ("JPMorgan") index products (referred to herein as "Index" or "Indices"), is provided for informational purposes only and does not constitute, or form part of, an offer or solicitation for the purchase or sale of any financial instrument, or an official confirmation of any transaction, or a valuation or price for any product referencing the Indices (the "Product"). Nor should anything herein be construed as a recommendation to adopt any investment strategy or as legal, tax or accounting advice. All market prices, data and other information contained herein is believed to be reliable but JPMorgan does not warrant its completeness or accuracy. The information contained herein is subject to change without notice. Past performance is not indicative of future returns, which will vary. No one may reproduce or disseminate the information, whether in whole or in part, relating to the Indices contained herein without the prior written consent of JPMorgan.

J.P. Morgan Securities LLC (the "Index Sponsor") does not sponsor, endorse or otherwise promote any Product referencing any of the Indices. The Index Sponsor makes no representation or warranty, express or implied, regarding the advisability of investing in securities or financial products generally, or in the Product particularly, or the advisability of any of the Indices to track investment opportunities in the financial markets or otherwise achieve their objective. The Index Sponsor has no obligation or liability in connection with the administration, marketing or trading of any Product. The Index Sponsor does not warrant the completeness or accuracy or any other information furnished in connection with the Index. The Index is the exclusive property of the Index Sponsor and the Index Sponsor retains all property rights therein.

Information has been obtained from sources believed to be reliable, but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 2021, JPMorgan Chase & Co. All rights reserved.

Copyright 2021, S&P Global Market Intelligence. Reproduction of S&P Credit Ratings in any form is prohibited except with the prior written permission of S&P Global Market Intelligence (together with its affiliates, S&P). S&P does not guarantee the accuracy, completeness, timeliness or availability of any information, including ratings, and is not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of ratings. S&P GIVES NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. S&P shall not be liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including lost income or profits and opportunity costs or losses caused by negligence) in connection with any use of Ratings. S&P's ratings are statements of opinions and are not statements of fact or recommendations to purchase, hold or sell securities. They do not address the market value of securities or the suitability of securities for investment purposes, and should not be relied on as investment advice.

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.