

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 20.51 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 September and throughout Q3 2025, supported by a robust corporate earnings season and positive investor sentiment on the back of rate easing. Consequently, the S&P 500 rose 3.6% (8.0% over Q3) and continued to notch new highs. Tech stocks and AI-sensitive stocks led gains as the industry saw outsized growth in demand and scale, and the Nasdaq advanced 5.6% (11.2% over Q3), outperforming the broader market.

Over the last quarter, US labour market data was softer than expected, with weak job growth numbers and downward revisions to prior months. US inflation data also continued to indicate a trend of sustained inflation. At its 17 September meeting, the Federal Reserve cut its benchmark rate by 25 basis points (bps) to 4.00-4.25% range as widely anticipated by investors. This marked its first rate cut of the year, and the Fed also signalled further easing ahead which supported momentum in risk assets, especially in cyclical and growth sectors which are more rate-sensitive.

Towards the end of September, the US announced new tariffs on various imported goods, notably targeting pharmaceuticals and furniture. In general, Q3 was characterised by a continuation and expansion of US tariff policies, although US-China trade tensions eased somewhat. In August, the US Court of Appeals challenged President Trump's imposition of these tariffs, with the Supreme Court set to begin hearing the case in November 2025.

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 weak domestic demand and labour market in China, Chinese equities rallied, fuelled by government stimulus measures and led by the tech sector. In particular, technology sectors in Asia saw strong gains in September, in markets like China, Taiwan, and South Korea. Japan saw a slowdown in overall economic growth, dragged down by a decline in manufacturing activity, while core inflation held steady at 2.5% in September. Despite these headwinds, consumer confidence rose slightly, reflecting cautious optimism.

The MSCI AC World Index returned 3.6% in dollar terms, mainly driven by gains in the US (3.6%). The MSCI Asia ex-Japan Index gained 6.0% in dollar terms, supported by a 7.1% gain in the MSCI China Index. MSCI Singapore and the iSTOXX Developed S-REITs indices were broadly unchanged, returning 0.1% and 0.7% in SGD terms, respectively.

10 Year US Treasury yields declined by 7 bps, ending September at 4.15%. The Bloomberg Global Aggregate Index returned 0.7% unhedged in dollar terms (0.8% hedged), while the J.P. Morgan JACI Investment Grade Index returned 0.93% in dollar terms. The US dollar index remained largely unchanged over September and saw a marginal increase of 0.9% over Q3. Closer to home, the 10 Year Singapore government bond yield increased by 8 bps, a reversal of the trend of declining yields earlier in 2025. This reflected a combination of demand and supply dynamics, influence from the global yield environment and expectations of future policy moves. Nonetheless, current yields remain on the lower end of the spectrum relative to its past five-year historical range.

Commodity markets continued to diverge in September. Gold gained 11% over the month and 16.8% over the quarter as investors sought safe-haven assets to hedge against potential volatility or policy missteps. In contrast, Brent crude fell 4.2% (-1.1% over Q3) 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. With the Fed resuming its rate-cutting cycle, this also provides a supportive environment for risk assets to continue their upward trajectory.

The Fund remains positively positioned in risk assets. We actively participated in recent Singapore REIT IPOs to enhance alpha generation. The REITs 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. The newly announced Equity Development Program by MAS is also supportive of investor sentiment towards Singapore equities.

We have also increased exposure to Korean equities, which stand to benefit from structural themes in defence, industrials, and memory chips. In fixed income, we continue to capture carry from Asian credits as dovish central banks in the region provide ample liquidity. SGD credits remain in the favour given strong capital inflow for safer assets.

However, we are closely monitoring economic data and market signals, as well as other developments including the impact of evolving tariff policies on economic growth and inflation. 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)	4.99	10.31	11.32	8.02	5.69	1.09	2.69
A-SGD (offer-to-bid)	1.93	7.10	8.08	4.87	4.66	0.49	2.21
B-SGD (bid-to-bid)	4.99	10.31	11.32	8.02	5.69	1.09	2.69
B-SGD (offer-to-bid)	1.93	7.10	8.08	4.87	4.66	0.49	2.21
B1-USD (bid-to-bid)	5.24	10.92	12.69	10.13	7.38	-	1.41
B1-USD (offer-to-bid)	2.17	7.69	9.40	6.92	6.33	-	0.80

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	52.8
REITs	40.7
Fixed Income	2.3
Cash and cash equivalents	4.2

Country Exposure (%)^{1,2}

Singapore	46.7
China	17.4
Taiwan	9.6
Korea	7.9
India	6.3
Hong Kong	1.7
Developed Markets	9.8
Others	0.6

Top 5 Holdings (Equities, % of NAV)

TSMC	4.4
TENCENT HOLDINGS LTD	3.5
ALIBABA GROUP HOLDING	2.2
SK HYNIX INC	1.7
Delta Electronics Inc	1.5

Top 5 Holdings (Fixed Income, % of NAV)

US TREASURY N/B 4.625% FEB 2035	0.08
SNB FUNDING LTD 6% JUN 2035	0.06
RIYAD SUKUK 6.209% JUL 2035	0.05
US TREASURY N/B 4.25% MAY 2035	0.05
MEIJI YASUDA LIFE INSURA 6.1% JUN 2055	0.04

Sector Exposure (%)^{1,2}

Real Estate	45.9
Information Technology	15.6
Financials	11.1
Industrials	8.8
Communication Services	7.4
Consumer Discretionary	7.1
Materials	1.5
Health Care	1.5
Energy	0.7
Sovereigns & Supranational	0.2
Utilities	0.2
Consumer Staples	0.0

Top 5 Holdings (REITs, % of NAV)

CapitaLand Integrated Commercial Trust	10.2
CapitaLand Ascendas REIT	7.8
Keppel DC REIT	3.8
Mapletree Logistics Trust	3.6
Mapletree Pan Asia Commercial Trust	2.9

Fund Statistics

Fixed Income	
Duration	4.3 years
Average Credit Rating ³	BBB+
Yield-to-Worst ⁴	4.5%
Equities	
Dividend Yield	1.4%
Price to Book	2.8x
Price to Earnings	19.2x
S-REITs	
Dividend Yield	5.3%
Price to Book	1.0x
Price to Earnings	18.6x

Dividend History⁵

	Dividend / share	Record Date
Class B	SGD 0.0016	29 Aug 2025
Class B	SGD 0.0017	30 Sep 2025
Class B1	USD 0.0015	29 Aug 2025
Class B1	USD 0.0016	30 Sep 2025

Fund Details

	Class A	Class B (Distribution)
Inception Date	21 May 2019	21 May 2019
NAV per Unit⁶	SGD 1.18	SGD 1.05
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 0.98	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 30 September 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

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